



NASHIK MUNICIPAL SMART CITY DEVELOPMENT CORPORATION LIMITED

4TH ANNUAL REPORT 2019-20

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Nashik Municipal Smart City Development Corporation Ltd.

CIN: U93090MH2016SGC285193

Office: Loknete Panditrao Khaire Panchavati Divisional Office, 4th Floor, Makhmalabad Naka, Panchavati, Nashik – 422003.

E-mail: cs@nashiksmartcity.in, Tel: 0253-2518833 / 2518233

No: NMSCDCL/1960/2020

Date: 02/12/2020

Ref.: 1) Letter No: NMSCDCL/1469/2020 dated 03/09/2020

2) Letter No: NMSCDCL/1567/2020 dated 21/09/2020

NOTICE

NOTICE is hereby given that 4th Annual General Meeting of **Nashik Municipal Smart City Development Corporation Limited** will be held on **Thursday, 24th December, 2020 at 01:00 p.m.** at Meeting Hall, Loknete Panditrao Khaire Panchavati Divisional Office, 4th Floor, Makhmalabad Naka, Panchavati, Nashik – 422003, to transact the following business:

ORDINARY BUSINESS:

- 1) To consider and adopt audited financial statement of the company for the financial year ended 31st March 2020, the reports of the Board of Directors and Auditor's thereon.
- 2) To appoint a Director in place of Mr. Prakash Sakharam Thavil, who retires by rotation and being eligible, offers himself for re-appointment.
- 3) To appoint a Director in place of Mr. Gurumeetsingh Arjunsingh Bagga, who retires by rotation and being eligible, offers himself for re-appointment.

SPECIAL BUSINESS:

4) TO REGULARISE APPOINTMENT OF MR. KAILAS JADHAV AS NOMINEE DIRECTOR:

To consider and if thought fit, to pass with or without modification(s), the following resolution as an **ORDINARY RESOLUTION:**

"RESOLVED THAT pursuant to Section 152(2) of the Companies Act, 2013 read with Article 12.1 of the Articles of Association of the Company and Urban Development Department, Government Decision No. Smart C/ ANS.2016/ Ward No.58/ Navi-23 dated 18th June 2016, Mr. Kailas Jadhav, IAS, Commissioner, Nashik Municipal Corporation - the representative of Nashik Municipal Corporation be and is hereby regularized and appointed as Nominee Director of the Company."

5) TO REGULARISE APPOINTMENT OF MR. SATISH KULKARNI AS NOMINEE DIRECTOR:

To consider and if thought fit, to pass with or without modification(s), the following resolution as an **ORDINARY RESOLUTION:**

"RESOLVED THAT pursuant to Section 152(2) of the Companies Act, 2013 read with Article 12.1 of the Articles of Association of the Company and Urban Development Department, Government Decision No. Smart C/ ANS.2016/ Ward No.58/ Navi-23 dated 18th June 2016, Mr. Satish Laxman Kulkarni, Mayor, Nashik Municipal Corporation - the representative of Nashik Municipal Corporation be and is hereby regularized and appointed as Nominee Director of the Company."

6) TO REGULARISE APPOINTMENT OF MR. GANESH BABAN GITE AS NOMINEE DIRECTOR:

To consider and if thought fit, to pass with or without modification(s), the following resolution as an **ORDINARY RESOLUTION:**

"RESOLVED THAT pursuant to Section 152(2) of the Companies Act, 2013 read with Article 12.1 of the Articles of Association of the Company and Urban Development Department, Government Decision No. Smart C/ ANS.2016/ Ward No.58/ Navi-23 dated 18th June 2016, Mr. Ganesh Baban Gite, Chairman, Standing Committee, Nashik Municipal Corporation - the representative of Nashik Municipal Corporation be and is hereby regularized and appointed as Nominee Director of the Company."

7) TO REGULARISE APPOINTMENT OF MR. RAM CHARAN MEENA AS NOMINEE DIRECTOR:

To consider and if thought fit, to pass with or without modification(s), the following resolution as an **ORDINARY RESOLUTION:**

"RESOLVED THAT pursuant to Section 152(2) of the Companies Act, 2013 read with Article 12.1 of the Articles of Association of the Company and Urban Development Department, Government Decision No. Smart C/ ANS.2016/ Ward No.58/ Navi-23 dated 18th June 2016, Mr. Ram Charan Meena - the representative of Government of India be and is hereby regularized and appointed as Nominee Director of the Company."

8) TO REGULARISE APPOINTMENT OF MR. DEEPAK PANDEY AS NOMINEE DIRECTOR:

To consider and if thought fit, to pass with or without modification(s), the following resolution as an **ORDINARY RESOLUTION:**

"RESOLVED THAT pursuant to Section 152(2) of the Companies Act, 2013 read with Article 12.1 of the Articles of Association of the Company and Urban Development Department, Government Decision No. Smart C/ ANS.2016/ Ward No.58/ Navi-23 dated 18th June 2016, Mr. Deepak Pandey, IPS, Commissioner of Police, Nashik - the representative of Government of Maharashtra be and is hereby regularized and appointed as Nominee Director of the Company."

9) TO TRANSACT ANY OTHER BUSINESSES WITH THE PERMISSION OF THE CHAIR.

Note(s):

1. The explanatory statement pursuant to section 102 of the Companies Act, 2013, relating to special business to be transacted at the Meeting is annexed.
2. It is hereby informed that the option to participate through video conferencing (VC) mode is available to the members.
3. If you are (member) is going to participate through video conferencing mode kindly give prior intimation to that effect sufficiently in advance to Company. The link of the meeting for participating though VC with relevant information will be shared after receipt of prior intimation.
4. In pursuance to MCA Circulars dated 8th April 2020 and 13th April 2020 and 5th May 2020 as physical presence of members is dispensed with accordingly the facility for appointment of proxies by the members will not be made available for ensuing AGM and hence the proxy form not Annexed to this notice.
5. All documents referred to in the accompanying Notice and explanatory statement shall be available for inspection by members.

To: All Members/Directors/Auditor

**For and on behalf of Board of Directors of
Nashik Municipal Smart City Development Corporation Ltd.**


Mahendra Shinde
Company Secretary

Place: Nashik

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

Item Nos. 4 to 8:

Pursuant to Urban Development Department, Government Decision No. Smart C/ ANS.2016/ Ward No.58/ Navi-23 dated 18th June 2016 read with Article 12.1 of the Articles of Association of the Company: -

- a) The Board at its meeting held on 29th October, 2020 confirmed and appointed Mr. Kailas Jadhav, IAS, Commissioner, Nashik Municipal Corporation – the representative of Nashik Municipal Corporation, as an Additional Director.
- b) The Board at its meeting held on 30th December, 2019 confirmed and appointed Mr. Satish Kulkarni, Mayor, Nashik Municipal Corporation – the representative of Nashik Municipal Corporation, as an Additional Director.
- c) The Board at its meeting held on 24th July, 2020 confirmed and appointed Mr. Ganesh Gite, Chairman, Standing Committee, Nashik Municipal Corporation – the representative of Nashik Municipal Corporation, as an Additional Director.
- d) The Board at its meeting held on 24th July, 2020 confirmed and appointed Mr. Ram Charan Meena - the representative of Government of India, as an Additional Director.
- e) The Board at its meeting held on 29th October, 2020 confirmed and appointed Mr. Deepak Pandey, IPS, Commissioner of Police - the representative of Government of Maharashtra, as an Additional Director.

The Company has received consent from all directors in writing to act as director in Form DIR-2 and intimation in Form DIR-8 pursuant to Rule 8 of the Companies (Appointment and Qualifications of Directors) Rules, 2014.

Further as per section 152(2) of the Companies Act, 2013, every director shall be appointed by the company in general meeting. Accordingly, the board recommends the resolution at Item Nos. from 4 to 8, in relation to regularization of Directors as Nominee Directors, for the approval by the shareholders of the Company as ordinary resolutions.

None of the Directors or Key Managerial Personnel of the Company or their relatives other than those mentioned in the respective resolutions and their relatives are in any way concerned or interested in the resolutions at Item Nos. 4 to 8 of this Notice.

To: All Members/Directors/Auditor

**For and on behalf of Board of Directors of
Nashik Municipal Smart City Development Corporation Ltd.**



**Mahendra Shinde
Company Secretary**

Place: Nashik

THE UNIVERSITY OF CHICAGO
DEPARTMENT OF CHEMISTRY
530 SOUTH EAST ASIAN AVENUE
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CHICAGO STATE UNIVERSITY

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BOARD'S REPORT

**To,
The Members of
Nashik Municipal Smart City Development Corporation Ltd.**

Your Directors' have pleasure in presenting their Fourth Annual Report on the business and operations of the company and the accounts for the financial year ended on 31st March 2020.

A) Extract of the Annual Return: -

Extract of Annual Return as provided under sub-section (3) of the section 92 is attached in Form MGT-9 with report enclosed as **Annexure-I**

B) Number of Meetings of the Board: -

The details board meetings held during Financial Year 2019-20 as per below: -

Meeting Sr. No.	Date of Board Meeting	Number of Directors attended meeting
11	16/04/2019	9
12	18/07/2019	9
13	20/09/2019	10
14	30/12/2019	12
15	27/01/2020	11

C) Directors' Responsibility Statement: -

Pursuant to the requirement under Section 134 (3) (c) of the Companies Act, 2013, with respect to the Directors Responsibility Statement, the Board of Directors of the company hereby state that: -

- In the preparation of the Annual Accounts, the applicable Accounting Standards had been followed along with proper explanation relating to the material departures.
- The directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the company for that period.
- The directors had taken the proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for

safeguarding the assets of the company and for preventing and detecting fraud and other irregularities.

- The directors had prepared the annual accounts on a 'Going Concern Basis'.
- 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.

C(a) Details in respect of frauds reported by auditors under sub-section (12) of section 143 other than those which are reportable to the Central Government: -

No such frauds reported by auditors under sub-section (12) of section 143 of the Companies Act 2013.

D) A statement on declaration given by independent directors under sub-section (6) of section 149: -

The company has received declaration from independent directors under section 149(6) of the Companies Act 2013.

E) In case of a company covered under sub- section (1) of section 178, company's policy on directors' appointment and remuneration including criteria for determining qualifications, positive attributes, independence of a director and other matters provided under sub-section (3) of section 178: -

Section 178 of the Companies Act 2013 is not applicable.

F) Explanations or comments by the Board on every qualification, reservation or adverse remark or disclaimer made-

(i) by the auditor in his report: -

Explanations or comments by the Board on qualification, reservation or adverse remark or disclaimer as the case may be made by the auditor.

Sr. No.	Audit Point		Comments
1	Audit Report Clause 4 - Emphasis of Matter -a	In the absence of supporting documents / records accounting for 2% MOUD share of Income & Transfer to expenses is not done.	In case of 2% A & OE funds for MoUD, Nashik Smart City has not received any communication about release of 2% A & OE funds for MoUD, due to which the same has not been accounted in the books of accounts of NMSCDCL. This office already communicated the point to MoHUA GOI, New Delhi vide this office letter no. NMSCDCL / 993 / 2018 Dated 12/10/2018. The Communication is awaited from MoHUA GOI.

2	Annexure-B-Clause -Emphasis of Matter-a	The Company has to improve upon the effective internal audit system so as to cover all major areas with extensive scope. As of now no Internal Auditor has not been appointed by the Company but consultant has been appointed to overlook on the overall accountancy and statutory compliance of the company. The scope of internal auditor or appointed consultant should define risk areas like, physical verification of fixed assets and inventory, reconciliation of statutory dues paid with corresponding returns filed. This could potentially result into weak checks and balances and unreported financial irregularities ultimately resulting into losses and distorted financial reporting.	The company has appointed Chartered Accountant Firm as Consultant and the scope of appointed consultant is covering all the areas specified to look over the Internal Financial Control of the company. It will be seen that the consultant is doing the work within the time. Further, the Board has accorded their approval to appointment of Internal Auditor.
3	Annexure-B-Clause -Emphasis of Matter-b	The company has weak Internal Financial Control over statutory compliances under Goods & Service Tax, Income Tax and Provident Fund. The reconciliation of the books and returns is not being prepared on regular intervals and it has been observed that the dues have been paid after due date causing payment of interest and penalty.	The company has appointed Chartered Accountant Firm as Consultant and the scope of appointed consultant is covering all the areas specified to look over the Internal Financial Control of the company. It will be seen that the consultant is doing the work within the time and strengthen the internal financial control.

(ii) by the company secretary in practice in his secretarial audit report: -
This clause is not applicable to the company.

G) Particulars of loans, guarantees or investments under section 186: -

Your Company has not entered in to any transaction viz. loan, guarantees or investments to any other company or person as specified under section 186 therefore other requirements under this section are **not applicable** to the company.

H) Particulars of contracts or arrangements with related parties referred to in Sub-section (1) of section 188 in prescribed Form AOC - 2: -

The company has not entered into contracts or arrangements with related parties referred to in Sub-section (1) of section 188- Form AOC – 2 enclosed as **Annexure-II**.

I) The state of the company's affairs: - About completed / on-going / proposed / upcoming projects:

COMPLETED PROJECs DURING THE YEAR

1. Procurement and Maintenance of Trash Skimmer for Cleaning of Godavari River:

Project Funding: Smart City Fund

Project Cost: INR 3.07 Cr

Procurement of Trash Skimmer Procurement of Trash Skimmer is for collecting and disposing of floating solid waste materials and weeds from the river. Highly maneuverable vessels equipped with means for picking up floating debris from, storing and discharging from the vessel to the storage area. Trash skimmer to have one or more hydraulically power open mesh conveyors, positioned between pontoons and vessels. Propulsion are independent reverse/forward paddle wheels, and emission class complies with local requirements. Trash skimmer to have conveyor extend of the front end and in to the water to collect the aquatic weeds.

ONGOING PROJECs

1. Pilot Smart Road:

Project Funding: Smart City Fund

Project Cost: INR 21.72 Cr

The pilot Smart Road stretch is from Trimbak Naka to Ashok Stambh, measuring about 1.1 km. This project is about transforming chaotic road image to a smart road. Proposed features of the smart road are: uniform standard carriage way width from one junction to another, properly designed footpaths, bicycle lane, road intersection development, infrastructure utility ducts below footpaths, road marking, proper storm water drainage and landscaping to increase overall aesthetics of the road.

2. Integrated Water Supply, Major & Minor Roads, Sewerage Project in ABD Area:

Project Funding: Smart City Funds

Project Cost: INR 237.21 Cr

This project follows multi-pronged approach to upgrade overall civil infrastructure of the city and entails improvement of selected existing roads in ABD area to Smart Roads in new section consisting of footpath, utility conduits, water lines, storm water drains, road markings, street light, street furniture, traffic signage, street landscaping works, junction Improvement and other miscellaneous works.

3. River Front Development (Project Goda):

Project Funding: Smart City Fund

Project Cost: INR 119.67Cr

This is a marquee project under the Nashik Smart city initiative. The master planning of the area provides an excellent opportunity for rejuvenation of the area and its picturesque backdrop with Godavari river front. Aim is to promote heritage and cultural tourism, which in turn is expected to boost local economy. The main features of the project include:

- Beautification through cobble stone paving, stone benches, cycle track, sign board, tree plantation, heritage walks, jetty and floating fountain
- sewerage and water infrastructure component
- River desilting and cleaning
- Automated Mechanical Gate

4. Renovation of Pandit Paluskar Auditorium:

Project Funding: Smart City Fund

Project Cost: INR 2.98 Cr

Renovation of Pandit Paluskar auditorium is expected to improve functional and aesthetic experience of the people of Nashik. The main features of the project include:

- Improve the functionality wherever possible and upgrade the stage and operational facilities
- Renovate the front elevation and Improve the front garden
- Renovate the entrance court to the premises

5. Smart City Operations Centre & CCTV Project- Surakshit Nashik:

Project Funding: Convergence and SCF

Project Cost: INR 157.55 Cr

The project is aimed to streamline municipal operations and enforce surveillance and security. Main features of the project include:

- Smart city elements like Wi-Fi, Kiosk, Environmental Sensor, Variable Message Display, and Emergency Call Box (SOS)
- Creation of Smart City Operation Center and Citizen Digital Experience Centre
- Installation of CCTV cameras for surveillance

6. Street Lights:

Project Funding: PPP

Project Cost: INR 171 Cr

The project would overhaul traditional system of street lighting in a big way by adopting smart IT enabled street lighting system. Following would be the main features:

- Intelligent IT innovations to transportation, civic utilities, public safety without adding significantly more physical infrastructure.

- Real-time data communications with low latency to improve safety and security
- Installing smart LED street lights with functional features like: Remote dimming control, Remote On-Off option, Timer, GPS Map representation

7. Solar Panel Rooftop Installation:

Project Funding: PPP

Project Cost: INR 4.74 Cr

Under this project, solar panel would be installed on the rooftop of 16 government buildings. Scope of work includes preparation of Green & Blue Environment plan, reduction in conventional energy demand by resorting to renewable energy source like Solar Panel Installation. Further, the capacity of project is envisaged to be 1 MW and once fully operational it will benefit NMC by resulting in saving approximately INR 1 Crore every year.

8. Smart Parking:

Project Funding: PPP

Project Cost: INR 79.54 Cr

The ICT based parking management has been proposed for 28 On-street, and 5 Off-Street Public parking spaces. The ICT system will assist in providing real time information about vacant parking slots through city app. It will also have multiple payment options like smart card, tokens, and e-payment. Modernization of the parking spaces is proposed by providing Sensors and cameras for data collection on parking lot capacity and availability.

UPCOMING PROJECTS - TENDERING / DPR STAGE

1. Water Infrastructure in ABD and surrounding area under Nashik Jeevan-water supply PAN City Project and WTP Project:

Project Funding: Smart City Fund

Project Cost: INR 281.20 Cr

This proposed project will effectively improve the Water Storage Capacities by constructing the new MBR's (Master Balancing Reservoir's) and ESR's (Elevated Storage Reservoir's) its respective Water Transmission Networks and also by providing WPS (Water Pumping Station) the water supply systems will be enhanced in ABD areas of Nashik City by supervising and commissioning it for 24*7 time period.

In addition to this, the Upgradation & Augmentation of Bara Bunglow WTP (Water Treatment Plant) and also the Improvements to Panchavati WTP (Water Treatment Plant) Including Trial, Testing and Commissioning is being proposed in the respective project.

Installation of SCADA system will help the NMC in conducting bulk water audit from source till ESR level. It will help automation of entire water supply system at intake well, water treatment plants, water levels in ESRs.

2. Greenfield Development Town Planning Scheme:

Project Funding: Smart City Fund

Project Cost: INR 262.07 Cr

The area for Greenfield Development is proposed to be developed through 'Town Planning Scheme' mechanism as per the provisions under MRTD Act 1966, covering Nashik and Makhmalabad Shivar.

The area proposed for Greenfield development covers about 754 acres, with 560 Acres and 194 acres located in Nashik and Makhmalabad Shivar respectively.

3. Multi-level Car Parking:

Project Funding: PPP

Project Cost: INR 47.12 Cr

Due to high demand of off-street parking in the old city area due to religious places, two locations for multi-level car parking have been identified to cater to the growing demand. Identified parking locations are at Yashwant Mandai and Multi-level car parking at near Sita Gumpah.

4. Skill Development Centre:

Project Funding: Smart City Funds

Project Cost: INR 18.06 Cr

Under this project Skill Development Centre would be established and would serve as a fulcrum between academia and industry. The city of Nashik, being a part of economically vibrant Mumbai-Pune-Nashik Golden Triangle, offers prospective investors an excellent investment opportunity. With an operational skill development center in place, a skilled and competitive work force would be a natural attraction for employers.

J) the amounts, if any, which it proposes to carry to any reserves: - NIL

K) Dividend: -

The Board of Directors does not recommend any dividend for the period under review.

L) Material changes and commitments, if any, affecting financial position of company which have occurred between end of the financial year to which the financial statements relate and date of report: -

There were no material changes occurred between end of the financial year to which the financial statements relate and date of report which affected the financial position of the company.

M) The conservation of energy, technology absorption, foreign exchange earnings and outgo, in such manner as may be prescribed: -

Conservation of energy and Technology absorption-

The Company's operations being essentially of overall development of Nashik City. As per Section 134(3) (m) of the Companies Act, 2013, read with the Companies (Accounts) Rules, 2014, wherever possible Company is taking initiative to conserve energy and absorb technology.

Foreign exchange earnings and Outgo- The Company has the following foreign exchange earnings and outgo:

Foreign Exchange Earnings: Rs. Nil
Foreign Exchange Outgo: Rs. Nil

N) A Statement indicating development and implementation of a risk management policy including identification therein of elements of risk, if any, which in opinion of Board may threaten an existence of the company: -

The company is identifying the risk areas and factors affecting business of company.

O) The details about policy developed and implemented by company on Corporate Social Responsibility initiatives taken during the year: -

Section 135 of the Companies Act 2013 is Not Applicable consequently this clause is Not Applicable to the Company.

P) In case of a listed company and every other public company having a paid-up share capital of twenty-five crore rupees or more, a statement indicating the manner in which formal annual evaluation has been made by the Board of its own performance and that of its committees and individual directors: -

This clause is Not Applicable to the Company being an unlisted public limited company and paid-up share capital is of rupees five lakh only.

Q) Other matters as per Rule 8 (5) of Companies (Accounts) Rules, 2014: -

(i) The financial summary or highlights: -

A Summary of the Company's Financial Performance in 2018-19: -

Following is the comparative figures of financial items to explain the current financial condition of the company.

Particulars	Year Ended on 31 st March 2020 (Figures in Rs)	Year Ended on 31 st March 2019 (Figures in Rs)
Revenue from Operations	NIL	NIL
Other Income	3,25,42,401	5,36,32,015
Total Revenue	3,25,42,401	5,36,32,015
Total Expenses	3,24,12,709	4,98,92,903
Net Profit/(Loss) before Tax	1,29,692	37,39,112
Tax Expenses:		
Current Tax	2,55,854	11,53,010
Deferred Tax	(2,28,581)	(1, 92,023)
Net Profit/(Loss) after tax	1,02,419	27,78,125

(ii) The change in the nature of business, if any: -

There is no change in the nature of business of the company.

(iii) The details of directors or key managerial personnel who were appointed or have resigned during the year;

Details of Appointment of Directors: -

During the year pursuant to Government Decision No. Smart C/ ANS.2016/ Ward No.58/ Navi-23 dated 18th June, 2016, following directors were appointed on the Board of the Company.

Sr. No.	Name of Director	Date of Appointment
1	Mr. Prashant Bholanath Narnaware	20/09/2019
	Mr. Uddhav Baburao Nimse	20/09/2019
2	Mr. Satish Yadavrao Sonawane	18/07/2019
3	Mr. Vishwas Narayan Nangre Patil	16/04/2019
4	Mr. Suraj Dinkarrao Mandhare	18/04/2019
5	Mr. Satish Laxman Kulkarni	30/12/2019
6	Mr. Ram Charan Meena	30/12/2019

Details of Resignation: -

During the year, there was no Resignation of Director in the company. However, pursuant to Government Decision No. Smart C/ ANS.2016/ Ward No.58/ Navi-23 dated 18th June, 2016, following directors were ceased to be director of NMSCDCL.

Sr. No.	Name of Director	Date of Cessation
1	Mr. Dinkar Dharmaji Patil	29/06/2019
2	Mr. Uddhav Baburao Nimse	28/02/2020
3	Mrs. Ranjana Popat Bhanse	22/11/2019
4	Mrs. Renu Satija	29/11/2019

Details of Appointment of Key Managerial Personnel: -

During the year, no Key Managerial Personnel were appointed or ceased in the Company. However, Mr. Baburao Nirmal, Chief Financial Officer (CFO) and Mr. Mahendra Shinde, Company Secretary (CS) was appointed for term of 11 months on contract basis respectively and the term of 11 months of CFO and CS ended on 31/05/2019 and the as per HR Policy term of appointment as CS renewed for further 11 months on contract basis and that of CFO renewed for further 3 years subject to yearly review on contract basis.

(iv) The names of companies which have become or ceased to be its Subsidiaries, joint ventures or associate companies during the year: -

No company has become or ceased to be subsidiary, Joint venture or associate of the company during the year.

(v) The company has not accepted any deposits from the public during the year hence Chapter V is not applicable to the Company.

Particulars	Amount in Rs.
(a) accepted during the year	N.A.
(b) remained unpaid or unclaimed as at the end of the year	N.A.
(c) whether there has been any default in repayment of deposits or payment of interest thereon during the year	N.A.

(vi) The details of deposits which are not in compliance with the requirements of Chapter V of the Act: -

The company has not accepted any deposits which are not in compliance with the requirements of Chapter V of the Act during the year.

(vii) The details of significant and material orders passed by the regulators or courts or tribunals impacting the going concern status and company's operations in future: -

No significant and material orders passed by the regulators or courts or tribunals impacting the going concern status and company's operations in future during the year.

(viii) The details in respect of adequacy of internal financial controls with reference to the Financial Statements: -

The Company is required to follow the provisions of Companies Act, 2013, under sections 134 and 143 read with Companies (Accounts) Rules, 2014, with respect to Internal Financial Controls (IFCs) by adopting an adequately designed and effectively operating internal controls mechanism over financial reporting framework and an enterprise risk management policy. The Company followed the several guidelines on procurement, GFR etc. as applicable under various governmental regulations that had implicit controls built in.

(ix) a disclosure, as to whether maintenance of cost records as specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013, is required by the Company and accordingly such accounts and records are made and maintained: -

This clause is Not Applicable to the Company.

x) a statement that the company has complied with provisions relating to the constitution of Internal Complaints Committee under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and Disclosure thereunder: -

The company has complied with provisions relating to the constitution of Internal Complaints Committee under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. No complaint / case has been filed /pending with the Company during the year.

R) a disclosure under section 177(8) regarding the composition of an Audit Committee:

Audit Committee of the Company has been constituted as per Section 177 of the Companies Act, 2013 and in accordance with Articles of Association of the Company. The composition, functions, powers and duties of the Audit Committee of the Company was adopted at Board's meeting held on 28th December, 2017.

Composition:

Commissioner NMC as Director who shall be Chairman of the Committee and Two Independent Directors as Members of the Committee.

The details meetings held during Financial Year 2018-19 as per below: -

Meeting Sr. No.	Date of Committee Meeting	Number of Directors attended meeting
3	20/09/2019	3

S) Appointment of Auditor: -

M/s. C. R. Sagdeo & Co, Chartered Accountants (Firm Reg. No. 108959W) empaneled on Comptroller Auditor General of India appointed as statutory auditor of the company for 5 consecutive years i.e. to hold office till the conclusion of 7th Annual General Meeting of the Company to audit the financial accounts of the company for the financial years 2018-19 to 2022-23.

T) The company has complied the applicable Secretarial Standards.

Acknowledgement: -

Your directors wish to place on record their appreciation and acknowledge with the gratitude, the support and co-operation extended to the company by the stakeholders, citizens, employees at all levels, bankers, financial Institutions, Central and State Government.

**For and on behalf of Board of Directors of
Nashik Municipal Smart City Development Corporation Ltd.**



**Mr. Sitaram Kunte
Chairman, DIN-02670899**

Date: 01/12/20

ANNEXURE- I**FORM NO. MGT 9**

EXTRACT OF ANNUAL RETURN
As on financial year ended on 31.03.2020

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

I. REGISTRATION & OTHER DETAILS:

1.	CIN	U93090MH2016SGC285193
2.	Registration Date	26/08/2016
3.	Name of the Company	Nashik Municipal Smart City Development Corporation Limited
4.	Category/Sub-category of the Company	Company limited by Shares
5.	Address of the Registered office & contact details	Nashik Municipal Corporation, Rajiv Gandhi Bhavan, Purandare Colony, Sharanpur, Nashik - 422002, Maharashtra. Tel: 0253-2518833 / 2518233 Email: cs@nashiksmartcity.in
6.	Whether listed Company	No
7.	Name, Address & contact details of the Registrar & Transfer Agent, if any.	Link Intime India Pvt. Ltd. C-101, 247 Park, LBS MARG, V Vikhroli (WEST), Mumbai - 400083 Ph-022-49186000

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY (All the business activities contributing 10 % or more of the total turnover of the company shall be stated)

S. No.	Name and Description of main products / services	NIC Code of the Product/service	% to total turnover of the company
1	SPV	75133	100%

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES -

S. NO	NAME AND ADDRESS OF THE COMPANY	CIN/GLN	HOLDING/ SUBSIDIARY / ASSOCIATE	% of shares held	Applicable Section
N.A.	N.A.	N.A.	N.A.	N.A.	N.A.

VI. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity): -

A) Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters									
(1) Indian									
a) Individual/ HUF	-	-	-	-	-	-	-	-	-
b) Central Govt	-	-	-	-	-	-	-	-	-
c) State Govt(s)	-	25000	25000	50%	-	25000	25000	50%	-
d) Bodies Corp. (Nashik Municipal Corporation through its six Authorized Representative)	-	25000	25000	50%	-	25000	25000	50%	-
e) Banks / FI	-	-	-	-	-	-	-	-	-
f) Any other	-	-	-	-	-	-	-	-	-
Total shareholding of Promoter (A)	--	50000	50000	100%	-	50000	50000	100%	--
B. Public Shareholding	-	-	-	-	-	-	-	-	-
1. Institutions	-	-	-	-	-	-	-	-	-
a) Mutual Funds	-	-	-	-	-	-	-	-	-
b) Banks / FI	-	-	-	-	-	-	-	-	-
c) Central Govt	-	-	-	-	-	-	-	-	-
d) State Govt(s)	-	-	-	-	-	-	-	-	-
e) Venture Capital Funds	-	-	-	-	-	-	-	-	-
f) Insurance Companies	-	-	-	-	-	-	-	-	-
g) FIIs	-	-	-	-	-	-	-	-	-
h) Foreign Venture Capital Funds	-	-	-	-	-	-	-	-	-
i) Others (specify)	-	-	-	-	-	-	-	-	-

Sub-total (B)(1):-	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
2. Non-Institutions	-	-	-	-	-	-	-	-	-
a) Bodies Corp.	-	-	-	-	-	-	-	-	-
i) Indian	-	-	-	-	-	-	-	-	-
ii) Overseas	-	-	-	-	-	-	-	-	-
b) Individuals	-	-	-	-	-	-	-	-	-
i) Individual shareholders holding nominal share capital upto Rs. 1 lakh	-	-	-	-	-	-	-	-	-
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	-	-	-	-	-	-	-	-	-
c) Others (specify)	-	-	-	-	-	-	-	-	-
Non Resident Indians	-	-	-	-	-	-	-	-	-
Overseas Corporate Bodies	-	-	-	-	-	-	-	-	-
Foreign Nationals	-	-	-	-	-	-	-	-	-
Clearing Members	-	-	-	-	-	-	-	-	-
Trusts	-	-	-	-	-	-	-	-	-
Foreign Bodies - D R	-	-	-	-	-	-	-	-	-
Sub-total (B)(2):-	-	-	-	-	-	-	-	-	-
Total Public Shareholding (B)=(B)(1)+ (B)(2)	-	-	-	-	-	-	-	-	-
C. Shares held by Custodian for GDRs & ADRs	-	-	-	-	-	-	-	-	-
Grand Total (A+B+C)	--	50000	50000	100 %	-	50000	50000	100 %	--

B) Shareholding of Promoter: -

SN	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in shareholding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	
1	Nashik Municipal Corporation *	25000	50%	-	25000	50%	-	-
2	State Government of Maharashtra	25000	50%	-	25000	50%	-	-
	Total	50000	100%	-	50000	100%		

*Includes six shareholders as representative on behalf of Nashik Municipal Corporation.

C) Change in Promoters' Shareholding: -

S No	Shareholding of each Promoter	Shareholding at the beginning of the year		Increase/Decrease in share holding			Date of Change	Cumulative Shareholding during the year	
		No. of Share	% of total shares of the company	No. of Shares Decreased	No. of Shares Increased	Reason		No. of Shares	% of total Shares of the Company
1	Nashik Municipal Corporation *	25000	50%	-	-	-	-	25000	50%
2	State Government of Maharashtra	25000	50%	-	-	-	-	25000	50%
	Total Share holding at the end of year as on 31/03/2020							50000	100%

*Includes six shareholders as representative on behalf of Nashik Municipal Corporation.

D) Shareholding Pattern of top ten Shareholders: - NOT APPLICABLE
(Other than Directors, Promoters and Holders of GDRs and ADRs)

SN	For Each of the Top 10 Shareholders	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	-	-	-	-
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc.):	-	-	-	-
	At the end of the year	-	-	-	-

E) Shareholding of Directors and Key Managerial Personnel: -

S No	Shareholding of each Directors and each Key Managerial Personnel	Share Holding at the beginning of the year		Increase/Decrease in share holding			Date of Change	Cumulative Shareholding during the year	
		No. of Share	% of total shares of the company	No. of Shares Decrease	No. of Shares Increase	Reason		No. of Shares	% of total Shares of the Company
1	Mr. R. V. Game	24995	49.99%	-	-	-	-	24995	49.990%
2	Mr. Satish Kulkarni	1	0.002%	-	-	-	-	1	0.002%
3	Mr. Satish Sonawane	1	0.002%	-	-	-	-	1	0.002%
	Total Shareholding of Directors and Key Managerial Personnel							24997	49.994%

Note: Directors are holding shares on behalf of Nashik Municipal Corporation.

V) INDEBTEDNESS - Indebtedness of the Company including interest outstanding/accrued but not due for payment: -

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	-	-	-	-
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	-	-	-	-

Change in Indebtedness during the financial year				
* Addition	-	-	-	-
* Reduction	-	-	-	-
Net Change	-	-	-	-
Indebtedness at the end of the financial year				
i) Principal Amount	-	-	-	-
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	-	-	-	-

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

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

SN.	Particulars of Remuneration	Name of MD/WTD/ Manager				Total Amount
		----	---	---	----	----
1	Gross salary	-	-	-	-	-
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	-	-	-	-	-
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-	-	-	-
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961	-	-	-	-	-
2	Stock Option	-	-	-	-	-
3	Sweat Equity	-	-	-	-	-
4	Commission - as % of profit - others, specify...	-	-	-	-	-
5	Others, please specify	-	-	-	-	-
	Total (A)	-	-	-	-	-
	Ceiling as per the Act	-	-	-	-	-

B. Remuneration to other directors: -

SN.	Particulars of Remuneration	Name of Directors				Total Amount
1	Independent Directors	Tushar Pagar	Bhaskarrao Mundhe	-	-	
	Fee for attending board, committee meetings	60,000	60,000	-	-	1,20,000
	Commission	-	-	-	-	-
	Others, please specify	-	-	-	-	-
	Total (1)	-	-	-	-	-
2	Other Non-Executive Directors	-	-	-	-	-
	Fee for attending board committee meetings	-	-	-	-	-
	Commission	-	-	-	-	-
	Others, please specify	-	-	-	-	-
	Total (2)	-	-	-	-	-
	Total (B)= (1+2)	-	-	-	-	-
	Total Managerial Remuneration	60,000	60,000	-	-	1,20,000

C. Remuneration to Key Managerial Personnel other than MD/Manager/WTD:

SN	Particulars of Remuneration	Key Managerial Personnel			
		Prakash Thavil, CEO	Baburao Nirmal, CFO	Mahendra Shinde, CS	Total
1	Gross salary	20,02,581	16,11,240	7,09,675	43,23,496
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	-	-	-	-
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-	-	-
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	-	-	-	-
2	Stock Option	-	-	-	-
3	Sweat Equity	-	-	-	-
4	Commission	-	-	-	-
	- as % of profit	-	-	-	-
	others, specify...	-	-	-	-
5	Others, please specify	-	-	-	-
	Total	20,02,581	16,11,240	7,09,675	43,23,496

VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment/ Compounding fees imposed	Authority [RD / NCLT/ COURT]	Appeal made, if any (give Details)
A. COMPANY					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-
B. DIRECTORS					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-
C. OTHER OFFICERS IN DEFAULT					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-

**For and on behalf of Board of Directors of
Nashik Municipal Smart City Development Corporation Ltd.**



Mr. Sitaram Kunte
Chairman, DIN-02670899

Date: 01/12/20

Annexure-II
Form No. AOC-2

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

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

1. Details of contracts or arrangements or transactions not at arm's length basis :- NO SUCH CONTRACTS HAVE BEEN ENTERED

Sr. no.	Name(s) of the related party	Nature of relationship	Nature of contracts/arrangements/transactions	Duration of the contracts / arrangements/ transactions	Salient terms of the contracts or arrangements including the value, if any	Justification for entering into such contracts or arrangements or transactions	Date (s) of approval by the Board	Amount paid as advances, if any	Date on which the special resolution was passed in general meeting as required under first proviso to section 188
	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.

2. Details of material contracts or arrangement or transactions at arm's length basis: NO SUCH CONTRACTS HAVE BEEN ENTERED

Sr. no.	Name(s) of the related party	Nature of relationship	Nature of contracts/arrangements/transactions	Duration of the contracts / arrangements/ transactions	Salient terms of the contracts or arrangements or transactions including the value, if any	Date (s) of approval by the Board	Amount paid as advances, if any
N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.

**For and on behalf of Board of Directors of
Nashik Municipal Smart City Development Corporation Ltd.**



Mr. Sitaram Kunte
Chairman, DIN-02670899

Date: 01/12/20

21/11/20

1/2

**AUDIT REPORT
OF
NASHIK MUNICIPAL SMART CITY DEVELOPMENT
CORPORATION LIMITED**

FOR THE YEAR ENDED 31.03.2020

REGISTERED OFFICE

1, SHREE RAJIV GANDHI BHAVAN, C/O NASHIK
MUNICIPAL CORPORATION
SHARANPUR ROAD, CANADA CORNER, PURANDARE COLONY,
NASHIK-422002.

OFFICE

LOKNETE PANDITRAO KHAIRE PANCHAVATI DIVISIONAL OFFICE.
4TH FLOOR, MAKHMALABAD NAKA, PANCHVATI, NASHIK-422003.

AUDITORS

C.R. SAGDEO & CO
CHARTERED ACCOUNTANTS,
BLOCK NO.3, 1ST FLOOR, MARGARET TOWER, NEAR PANASONIC
SHOWROOM, CANADA CORNER, NASHIK-422002.

HEAD OFFICE: 'PRABHA NIWAS', RAHATE COLONY, JAIL ROAD,
NAGPUR – 440022

PH.NO. 0253-2316060

www.sagdeo.com



INDEPENDENT AUDITORS' REPORT

To
The Members of
Nashik Municipal Smart City Development Corporation Limited
Nashik

Report on the Standalone Financial Statements Opinion

1. We have audited the accompanying standalone financial statements of Nashik Municipal Smart City Development Corporation Limited ("the company"), which comprise the Balance Sheet as at 31st March, 2020, the Statement of Profit and Loss and Cash Flow statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.
2. In our opinion and to the best of our information and according to the explanations given to us, except for the effects of the matters described in the Basis for Opinion paragraph, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India of the state of affairs of the Company as at 31st March, 2020, and its profit, total comprehensive income and the changes in equity for the year ended on that date.

Basis of Opinion

3. We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 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.

Emphasis of Matter

4. Others

- a. In the absence of supporting documents / records accounting for 2% MOUD share of Income & transfer to expenses is not done.



5. Our opinion is not qualified in respect of these matters noted above in 4.**6. Key audit matters**

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

The company's main objective is to plan, design and implement projects envisaged under Smart City Proposal of Nashik Municipal Corporation under the Smart City Mission of Government of India. Grants are received from Central Government, State Government and Local body which are further utilized for the implementation of the stipulated projects. Vendors are appointed through tendering process for implementation of the projects and payments are made according to the conditions maintained in the tender on successful completion of project milestones.

Revenue Grants received are credited to the Statement of Profit & Loss to the extent of its eligible utilization as per applicable stipulation of the sanction of the grant. Government grants related to A & OE Expenses are to be recognized on systematic basis in the profit and loss statement over the periods necessary to match them with the related costs which they are intended to compensate. There grants are shown under the head "Direct Income" in the Statement of Profit & Loss. In case of Capital Grants as received during the period under consideration are considered as Long-term liabilities. Further interest received on these grants is also credited to the respective grant since none of the project under implementation are completed.

How the matter was addressed in our audit

Our audit procedures to assess the recognition of revenue included the following:

The details of the grants sanctioned by Central Government for each city under Smart City are available on the web portal smartcities.gov.in, the said grants are verified from this portal. Also, the capital grants utilized during the year are verified with the actual expenditure made and the supporting of the same.

In case of A & OE Grants the expenditure incurred during the year for operation of the company viz. salary, office expenditure, electricity, etc. is verified with respective supporting documents.

Evaluating journals entries posted to grants, on a specific risk-based sample basis, and comparing details of these journal entries with relevant underlying documentation,



which included service contracts and progress reports of the work completed by appointed vendors for completion of Smart City Projects.

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

7. The Company's management and Board of Directors are responsible for the preparation of the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Business Responsibility Report and Corporate Governance, but does not include the standalone financial statements and our auditor's report thereon.
8. Our opinion on the standalone financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.
9. In connection with our audit of the standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.
10. 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.

Management's Responsibility for the Standalone Financial Statements

11. The Company's Board of Directors is responsible for the matters in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone 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 relevant rules of the Companies (Accounts) Rules, 2014.
12. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of



the standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

13. In preparing the standalone 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 responsible for overseeing the Company's financial reporting process.

Auditor's Responsibility

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

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

- Identify and assess the risks of material misstatement of the standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.



- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the standalone financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.



Report on Other Legal and Regulatory Requirements

15. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure A" a statement on the matters specified in paragraph 3 and 4 of the Order.

16. As required by Section 143(3) of the Act:

- a) We have sought and, obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.
- b) in our opinion, proper books of 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 Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- d) in our opinion, the aforesaid standalone financial statements comply with the Accounting Standards prescribed under section 133 of the, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e) On the basis of the written representations received from the directors as on 31st March, 2019 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2020 from being appointed as a director in terms of Section 164 (2) of the Act.
- f) In our opinion and to the best of our information and according to the explanations given to us, there are no significant matters which are not routine in nature and have an adverse effect on the functioning of the company.
- g) With respect to the adequacy of the internal financial controls over financial reporting of the Company, refer to our separate Report in "Annexure B".
- h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company has disclosed the impact of pending litigations on its financial position in its standalone financial statements;
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.



- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Circle.
- iv. Based on the Audit procedures and representations provided to us by the management, we report that the disclosures are in accordance with the books of accounts maintained by the company and as produced to us by the Management.

Date: 28th August 2020

For C. R. Sagdeo & Co,
Chartered Accountants
F.R.N: 108959W



Place: Nashik
UDIN - 20140333AAAADF1682

CA. Sanjeevan V. Tambulwadikar
Partner
Membership No.: 140333



ANNEXURE A TO INDEPENDENT AUDITOR'S REPORT

REFERRED TO IN PARAGRAPH 15 UNDER THE HEADING "REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS" OF OUR REPORT OF EVEN DATE OF:

NASHIK MUNICIPAL SMART CITYDEVELOPMENT CORPORATION LIMITED
FOR THE YEAR ENDED 31ST MARCH 2020

On the basis of such checks as we considered appropriate and in terms of the information and explanations given to us, we state that-

- i) (a) the Company has maintained proper records showing full particulars, quantitative details and situations of fixed assets.

(b) As explained to us, fixed assets have been physically verified by the management at reasonable intervals, no material discrepancies were noticed on such verification.

(c) The Company does not hold any immovable property and there is no question of the title deed being held in the name of the company.
- ii) As explained to us, inventories comprising of Work in progress have been physically verified during the year by the management at reasonable intervals. No material discrepancy was noticed on physical verification of stocks by the management as compared to book records.
- iii) According to the information and explanations given to us, the Company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 189 of the Companies Act, 2013. Accordingly, the provisions of Clause (iii) (a), (b) and (c) of the Order are not applicable to the Company.
- iv) According to the information and explanations given to us, the Company has neither advanced any loan including any loan represented by a book debt, to any of its directors or to any other person in whom director is interested, nor made any investment during the reporting period, hence the said Clause (iv) of the Order is not applicable to the company.
- v) In our opinion and according to the information and explanations given to us, the company has not accepted any deposits from the public during the year in accordance with the provisions of section 73 to 76 of the Act and rules framed there



under. Accordingly, the provisions of Clause (v) (a), (b) and (c) of the Order are not applicable to the Company.

- vi) As explained to us, the Central Government has specified for the maintenance of Cost Records under sub section (1) of section 148 of the Companies Act, 2013. However, we have been informed that the same not specified to be maintained to the Company.
- vii) (a) According to the information and explanations given to us and according to the books and records, the Company is generally regular in depositing the undisputed statutory dues including provident fund, employees state insurance, income tax, Goods & Service tax, duty of customs, cess and any other statutory dues to the appropriate authorities.
- (b) According to the information and explanations given to us and as per records of the company, there were no outstanding statutory dues as on 31st March 2020 for a period of more than six months from the date they became payable.
- viii) The Company has not taken any loan or borrowings from financial institutions, bank, Government; hence the said Clause (viii) of the Order is not applicable.
- ix) The Company has not raised any moneys by way of initial public offer or further public offer (including debt instruments) and term loans and hence the said Clause (ix) of the Order is not applicable.
- x) As informed and reported to us there is no fraud by the Company or any fraud on the Company by its officers or employees noticed or reported during the year and hence the said clause (x) of the order is not applicable.
- xi) According to the information and explanations given to us, we report that managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 of the Companies Act 2013 read with Schedule V to the Companies Act.
- xii) The company is not a Nidhi Company, hence the said Clause (xii) of the Order is not applicable.
- xiii) According to the information and explanations given to us, there are no transactions with the related parties and hence compliance with sections 177 and 188 of Companies Act, 2013 is not applicable to the company.



- xiv) The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year 2019-20 and hence the said Clause (xiv) of the Order is not applicable.
- xv) The Company has not entered into any non-cash transactions with directors or persons connected with him and hence the said Clause (xv) of the Order is not applicable.
- xvi) The company is engaged in designing and implementation of projects envisaged under Smart City proposal of Nashik Municipal Corporation under the Smart City Mission of Government of India and is not a NBFC; hence the said Clause (xvi) of the Order is not applicable.

Date: 28th August 2020

Place: Nashik
UDIN - 20140333AAAADF1682



For C.R. Sagdeo & Co,
Chartered Accountants
F.R.N: 108959W

CA. Sanjeevan V. Tambulwadikar
Partner
Membership No.: 140333



ANNEXURE B TO INDEPENDENT AUDITORS' REPORT

REFERRED TO IN PARAGRAPH 16(g) UNDER THE HEADING "REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS" OF OUR REPORT OF EVEN DATE:

NASHIK MUNICIPAL SMART CITY DEVELOPMENT CORPORATION LIMITED FOR YEAR ENDED 31ST MARCH 2020

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

We have audited the Internal Financial Controls Over Financial Reporting of Nashik Municipal Smart City Development Corporation Limited ("the Company") as of 31st March 2020 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting ('the Guidance Note') and the Standards on Auditing, issued by ICAI and deemed to be prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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

Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that



a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the standalone financial statements, whether due to fraud or error.

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

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that –

- (1) Pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- (2) Provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of the management and directors of the company; and
- (3) Provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

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

Emphasis of Matter

- a. The Company has to improve upon the effective internal audit system so as to cover all major areas with extensive scope. As of now no Internal Auditor has not been appointed by the company but consultant has been appointed to overlook on the overall accountancy and statutory compliance of the company. The scope of internal auditor or appointed consultant should define risk areas like, physical verification of fixed assets and inventory, reconciliation of statutory dues paid with corresponding returns filed. This could potentially result into weak checks and balances and unreported financial irregularities ultimately resulting into losses and distorted financial reporting.



- b. The company has weak internal control over statutory compliances under Goods & Service Tax, Income Tax and Provident Fund. The reconciliation of the books and returns is not being prepared on regular intervals and it has been observed that the dues have been paid after due date causing payment of interest and penalty.

Opinion

In our opinion, except for the effects / possible effects of the material weaknesses described above on the achievement of the objectives of the control criteria, the Company has maintained, in all material respects, adequate internal financial controls over financial reporting and such internal financial controls over financial reporting were operating effectively as of March 31st, 2020, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

Date: 28th August 2020

For C.R. Sagdeo & Co,
Chartered Accountants
F.R.N: 108959W



Place: Nashik
UDIN - 20140333AAAADF1682

CA. Sanjeevan V. Tambulwadikar
Partner
Membership No.: 140333



NASHIK

SMART CITY

NASHIK MUNICIPAL SMART CITY
DEVELOPMENT CORPORATION LIMITED NASHIK

FINANCIAL STATEMENTS
FY 2019-20

NASHIK MUNICIPAL SMART CITY DEVELOPMENT CORPORATION LIMITED				
CIN - U93090MH2016SGC285193				
C/O NASHIK MUNICIPAL CORPORATION, PURANDARE COLONY, SHARANPUR, SHRI RAJIV GANDHI BHAVAN, NASHIK-422 002 STATEMENT OF BALANCE SHEET AS AT 31ST MARCH 2020				
S No.	Particulars	Notes	31-03-2020	31-03-2019
A	<u>EQUITY AND LIABILITIES</u>			
1	<u>Shareholder's Funds</u>			
	(a) Share Capital	1	5,00,000	5,00,000
	(b) Reserves and Surplus	2	33,57,105	32,54,686
2	<u>Non-Current Liabilities</u>			
	(a) Long Term Borrowings		-	-
	(b) Deferred Tax Liability		-	-
	(c) Other long Term Liabilities	3	5,38,38,14,061	4,60,02,32,735
	(d) Long Term Provisions		-	-
4	<u>Current Liabilities</u>			
	(a) Short Term Borrowings		-	-
	(b) Trade Payables	4	1,32,99,343	2,49,845
	(c) Other Current Liabilities	5	15,37,59,095	17,67,86,837
	(d) Short-Term Provisions	6	40,39,592	61,70,116
	Total-		5,55,87,69,196	4,78,71,94,219
B	<u>ASSETS</u>			
1	<u>Non-Current Assets</u>			
	(a) Fixed Assets			
	(i) Tangible Asset	7	59,12,992	58,01,839
	(ii) Intangible Asset		-	-
	(iii) Capital Work- in- Progress	8	14,79,73,539	6,69,27,150
	(b) Deferred Tax Asset (Net)	9	4,89,209	2,60,628
	(c) Non-Current Investments		-	-
	(d) Long Term Loans and Advances		-	-
	(e) Other Non-Current Assets		-	-
2	<u>Current Assets</u>			
	(a) Current Investments		-	-
	(b) Inventories		-	-
	(c) Trade Receivables	10	5,81,301	6,46,366
	(d) Cash and Bank Balances	11	5,23,20,25,264	4,52,23,84,820
	(e) Short Term Loans and Advances		-	-
	(f) Other Current Assets	12	17,17,86,890	19,11,73,416
	Total-		5,55,87,69,196	4,78,71,94,219

Significant Accounting Policies and Other Disclosures
As per our separate report of even date attached

For C. R. SAGDEO & CO.
CHARTERED ACCOUNTANTS
FRN : 108959W

CA SANJEEVAN V. TAMBULWADIKAR
M. NO.: 140333
PLACE: NASHIK
DATE: 28 AUG 2020



Mr. Mahendra Shinde
(Company Secretary)

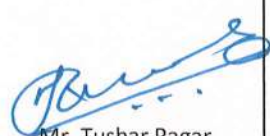
17 For and on behalf of the board of
directors of Nashik Municipal Smart City
Development Corporation Ltd.

Mr. Sitaram Kunte
(DIN- 02670899)
(Chairman)

Mr. Prakash Thavil
(Chief Executive Officer)

Mr. Tushar Pagar
(DIN- 07121656)
(Independent Director)

Mr. Baburao Nirmal
(Chief Financial Officer)

NASHIK MUNICIPAL SMART CITY DEVELOPMENT CORPORATION LIMITED CIN - U93090MH2016SGC285193 C/O NASHIK MUNICIPAL CORPORATION, PURANDARE COLONY, SHARANPUR, SHRI RAJIV GANDHI BHAVAN, NASHIK-422 002 STATEMENT OF PROFIT & LOSS AS ON 31ST MARCH 2020				
Sr. No	Particulars	Notes	31-03-2020	31-03-2019
1	<u>INCOME</u>			
	Revenue from operations			
	Other Income	13	3,25,42,401	5,36,32,015
	TOTAL REVENUE		3,25,42,401	5,36,32,015
2	<u>EXPENDITURE</u>			
	Cost of Material Consumed		-	-
	Changes in WIP		-	-
	Employee Benefits Expense	14	1,98,88,095	60,62,364
	Finance Costs		-	-
	Depreciation and Amortization Expense	15	20,26,592	15,99,768
	Other Expenses	16	1,04,98,022	4,22,30,771
	TOTAL EXPENSES		3,24,12,709	4,98,92,903
	Profit before exceptional and extraordinary items and tax		1,29,692	37,39,112
	Exceptional Items and Extraordinary items		-	-
	Profit before tax(PBT)		1,29,692	37,39,112
	Tax expense:			
	Current tax		2,55,854	11,53,010
	Deferred tax (Refer Annexure- 3)		-2,28,581	-1,92,023
	Profit from Continuing operations transferred to General Reserves(PAT)		1,02,419	27,78,125
	Earning Per Share			
	1.Basic (50000 shares of 10 Rs Each)		2	56
	2.Diluted (50000 shares of 10 Rs Each)		2	56
Significant Accounting Policies and Other Disclosures As per our separate report of even date attached For C. R. SAGDEO & CO. CHARTERED ACCOUNTANTS FRN : 108959W CA SANJEEVAN V. TAMBULWADIKAR M. NO.: 140333. PLACE: NASHIK DATE: 28 AUG 2020			17 For and on behalf of the board of directors of Nashik Municipal Smart City Development Corporation Ltd.	
			 Mr. Sitaram Kunte (DIN- 02670899) (Chairman)	
 Mr. Mahendra Shinde (Company Secretary)			 Mr. Tushar Pagar (DIN- 07121656) (Independent Director)	
 Mr. Prakash Thavil (Chief Executive Officer)			 Mr. Baburao Nirmal (Chief Financial Officer)	

NASHIK MUNICIPAL SMART CITY DEVELOPMENT CORPORATION LIMITED

CIN-U93090MH2016SGC285193

C/O NASHIK MUNICIPAL CORPORATION, PURANDARE COLONY, SHARANPUR

SHRI RAJIV GANDHI BHAVAN, NASHIK - 422002

CASH FLOW STATEMENT

For the year ended 31st March 2020

(Amount in Rupees)

S No.	Particulars	31-03-2020	31-03-2019
A	Cash flows from Operating Activities		
	Net profit before taxation, and extraordinary item	1,29,692	37,39,112
	Add :- Depreciation	20,26,592	15,99,768
	Other Income	-	-
	Income Tax Paid	(2,55,854)	(11,53,010)
	Deferred Tax Asset	2,28,581	(1,92,023)
	Operating profit before working capital changes	21,29,011	39,93,847
	Increase/(Decrease) in Trade Payables	1,30,49,497	(1,24,62,537)
	Increase/(Decrease) in Trade Receivables	65,065	(6,46,366)
	Increase/(Decrease) in Short Term Provisions	(21,30,523)	(1,57,57,431)
	(Increase)/Decrease in Other Current Assets	1,93,86,526	(12,84,66,077)
	(Increase)/Decrease in wip	(8,10,46,389)	66,66,655
	Increase/(Decrease) in other current liabilities	(4,73,02,517)	1,81,24,131
	Increase/(Decrease) in Revenue grant From GOI, GOM & NMC	2,42,74,775	7,47,84,411
	(Increase)/Decrease in Deferred Tax Asset	(2,28,581)	1,92,023
	Cash generated from operations	(7,18,03,136)	(5,35,71,344)
	Net cash used in Operating Activities	(7,18,03,136)	(5,35,71,344)
B	Cash flows from Investing Activities		
	Addition to Fixed Assets	(21,37,745)	(66,65,692)
	Net cash used in Investing Activities	(21,37,745)	(66,65,692)
C	Cash flows from Financing Activities		
	Grant received from GOM & NMC	64,17,90,663	58,64,35,941
	Grant received from GOI	14,17,90,663	8,29,26,953
	Net Cash used in Financing Activities	78,35,81,326	66,93,62,894
D	Net increase in cash and cash equivalents	70,96,40,445	60,91,25,858
E	Cash and cash equivalents at beginning of period	4,52,23,84,820	3,91,32,58,962
F	Cash and Cash Equivalents at end of period	5,23,20,25,264	4,52,23,84,820

Significant Accounting Policies and Other Disclosures as per note no. 17

As per our separate report of even date attached

For C. R. SAGDEO & CO.
CHARTERED ACCOUNTANTS
FRN : 108959W

CA SANJEEVAN V. TAMBULWADIKAR
M. NO.: 140333
PLACE: NASHIK

DATE: 28 AUG 2020



Mr. Mahendra Shinde
(Company Secretary)

For and on behalf of the board of
directors of Nashik Municipal Smart City
Development Corporation Ltd.

Mr. Sitaram Kunte
(DIN- 02670899)
(Chairman)

Mr. Prakash Thavil
(Chief Executive Officer)

Mr. Tushar Pagar
(DIN- 07121656)
(Independent Director)

Mr. Baburao Nirmal
(Chief Financial Officer)

NASHIK MUNICIPAL SMART CITY DEVELOPMENT CORPORATION LIMITED

Notes on Financial Statements for the period ended on 31st March 2020.

Note:1 Share Capital

S.No	Particulars	31-03-2020	31-03-2019
	AUTHORIZED CAPITAL 50,000 Equity Shares of Rs. 10/- each. (Previous Year 50,000 Shares of Rs. 10/- each)	5,00,000	5,00,000
	ISSUED , SUBSCRIBED AND FULLY PAID UP CAPITAL 50,000 Equity Shares of Rs. 10/- each.	5,00,000	5,00,000
	Total	5,00,000	5,00,000

S.No	Reconciliation of Number of Shares	No of Shares	Amount
1	Equity Shares Opening Balance Add- Changes During the Year	50,000 -	50,000 -
	Closing Balance	50,000	50,000

The Company has only one class of share referred to as Equity Shares having par value of Rs. 10/-. Each holder of one equity share is entitled to one vote per share.

S.No	Details of shares held by shareholders holding more than 5 % of the aggregate shares in the Company as on 31/3/2020	No of Shares	Percentage of holding
1	Equity Shares Shares of State Govt of Maharashtra Shares of Nashik Municipal Corporation	25,000 25,000	50.00% 50.00%
	Closing Balance	50,000	100.00%

Note:2 Reserve & Surplus

S.No	Particulars	31-03-2020	31-03-2019
	Profit and loss Account As per last Balance Sheet Add- Net Profit for the year	32,54,686 1,02,419	4,76,561 27,78,125
	Total	33,57,105	32,54,686

Notes : 3 Other Long Term Liabilities

Contribution from GOI, GOM & NMC (Refer Annexure 6)

S.No	Particulars	31-03-2020	31-03-2019
A	Grant from GOI (1) Opening Balance Add- Received in During Year Add- Interest Received During Year to be Capitalised	2,03,85,09,411.58 - 16,21,60,897.50	1,95,55,82,459 - 14,19,64,789
	Total	2,20,06,70,309.08	2,09,75,47,248
	Grant Capitalized with Project Completion	2,03,70,234.50	5,90,37,836
	Total	2,18,03,00,074.58	2,03,85,09,412
B	Grant from GOM (1) Opening Balance Add- Received in During Year Add- Interest Received During Year to be Capitalised	1,01,90,04,706.00 - 8,10,80,448.75	97,75,41,229 - 7,09,82,395
	Total	1,10,00,85,154.75	1,04,85,23,624
	Grant Capitalized with Project Completion	1,01,85,117.25	2,95,18,918
	Total	1,08,99,00,037.50	1,01,90,04,706
C	Grant from NMC (1) Opening Balance Add- Received in During Year Add- Interest Received During Year to be Capitalised	1,54,27,18,617.00 50,00,00,000.00 8,10,80,448.75	99,77,46,153 50,00,00,000 10,00,01,586
	Total	2,12,37,99,065.75	1,59,77,47,739
	5% Grant Transfer to A& OE Grant	-	2,55,10,204
	Grant Capitalized with Project Completion	1,01,85,117.25	2,95,18,918
	Total	2,11,36,13,948.50	1,54,27,18,617
	Total (A+B+C)	5,38,38,14,061	4,60,02,32,735

Note : 4 Trade Payables			
S.No	Particulars	31-03-2020	31-03-2019
A	Total outstanding dues of micro enterprises & small enterprises	-	-
B	Total outstanding dues of creditors other than micro enterprises & small enterprises		
	i) Blaze Media Services	-	-157
	ii) Astral	-	99,002
	iii) Ulhas Borse & Co.	-	43,200
	iv) KPMG Advisory Services Private Limited	77,800	77,800
	v) C4 Infrastructures Pvt Ltd	1,32,21,543	-
	vi) AM Comutech Solutions	-	30,000
	Total	1,32,99,343	2,49,845
Note : 5 Other Current Liabilities			
S.No	Particulars	31-03-2020	31-03-2019
1	Security Deposit (Refer Annexure-8)	87,78,377	45,81,239
2	EMD Deposit (Refer Annexure-9)	35,35,650	74,22,446
3	Test Charges Deduction	1,05,581	25,650
4	Royalty Payable	-	93,172
5	Chair Recovery	2,87,000	2,87,000
6	Withheld- C4 Infrastructure Pvt. Ltd.	14,50,168	14,50,168
7	Withheld- Kalyani Enterprises	45,87,766	45,87,766
8	Withheld- KPMG Advisory Services Pvt. Ltd.	34,52,160	25,50,455
9	Other Laibilities	-	24,799
10	NMC Fees for Tender Payable	7,355	5,645
11	Tax Reimbursement	-	-
12	Revenue Grant Received from GOI, GOM & NMC (Refer Annexure- 5)	13,14,83,722	15,57,58,497
13	PT Interest Payable	4,600	-
14	Deductions from CIDCO of CUP	66,716	-
	Total	15,37,59,095	17,67,86,837
Note : 6 Short Term Provision			
S.No	Particulars	31-03-2020	31-03-2019
A	Duties & Taxes		
	Income Tax Payable	-	-
	Other Provision	-	-
B	Provision for Expenses		
	Audit Fees & Accounting Fees	1,92,270	81,000
	Other Expenses Provision (Refer Note below)	38,47,323	60,89,116
	Total	40,39,593	61,70,116
Note- Other Expenses Provision			
S.No	Particulars	31-03-2020	
1	Salary Payable	10,73,763	
2	CPF Payable Deduction	32,244	
3	DCPS Payable Deduction	19,964	
4	GIS Payable Deduction	960	
5	GST Payable on Audit Fees	5,000	
6	Electricity Bill Expenses Payable	31,030	
7	Office Expenses Payable	11,480	
8	PF Payable	95,013	
9	Professional Tax Payable	53,675	
10	TDS on Contractor Payable	3,47,566	
11	TDS on GST @ 2% Payable	3,35,762	
12	TDS on Professional Fees Payable	26,972	
13	TDS on Salary Payable	40,758	
14	CGST Tax Payable	4,31,630	
15	SGST Tax Payable	4,31,630	
16	ROC Charges Payable	5,100	
17	Telephone Bill Payable	3,023	
18	Travelling Expenses Payable	420	
19	Labour Cess Payable	1,97,977	
20	Royalty payable	53,373	
21	Website Design and Development Expenses Payable	43,200	
22	Advertisement Expenses Payable	6,06,784	
	Total Provision Amount	38,47,323	

ASSETS			
Note : 7 Fixed Assets			
(Refer Depreciation Annexure-1)			
S.No	Particulars	31-03-2020	31-03-2019
	Gross Block As per Books	58,01,839	7,35,915
	Add- Addition During the year	21,37,745	66,65,692
	Less- Depreciation Cost	20,26,592	15,99,768
	Total	59,12,992	58,01,839
Note : 8 Capital Work In Progress			
(Refer Annexure 4)			
S.No	Particulars	31-03-2020	31-03-2019
	Project Under Construction		
	Kalidas Kalamandir	-	-
	Mahatma Phule Kaladalan (WIP)	-	2,75,58,385
	Neharu garden (WIP)	-	1,13,28,482
	Crematorium at Amardham	-	-
	Smart Road Ashok Stambh to Trimbak Naka(WIP)	14,70,67,039	2,71,33,783
	Green Feild Project (WIP)	9,06,500	9,06,500
	Total	14,79,73,539	6,69,27,150
Note : 9 Deferred Tax			
S.No	Particulars	31-03-2020	31-03-2019
	Deferred Tax Asset (Refer Deferred Tax Annexure-3)	4,89,209	2,60,628
	Total	4,89,209	2,60,628
Note : 10 Trade Receivables			
S.No	Particulars	31-03-2020	31-03-2019
	A) Trade receivables outstanding for a period exceeding six months from the date they were due for payment-		
	Secured, considered good	-	-
	Unsecured, considered good	-	-
	Doubtful	-	-
	B) Other Trade Receivables-		
	Secured, considered good-	-	-
	Unsecured, considered good-	-	-
1	Kalika Electricals	-	1,690
2	Kalyani Enterprises	-	97,484
3	Neev Infrastructure Pvt. Ltd.	2,216	2,216
4	R. K. Sawant	51,922	51,922
5	Rohit Pansare	19,924	19,924
6	Sangam Renewables Ltd.	3,81,600	3,81,600
7	Skylark Construction	1,25,639	91,530
	Total-	5,81,301	6,46,366
Note : 11 Cash & Bank Equivalents			
S.No	Particulars	31-03-2020	31-03-2019
A	Cash & Cash Equivalents		
	i) Balance With Banks-		
	Yes Bank Nidhi A/c- 141 (A & OE Fund)	20,65,048	58,03,826
	Yes Bank Project A/c- 200 (Project Fund)	24,92,130.00	1,51,65,70,994
	State Bank of India A/c-(A & OE Fund)	14,49,99,989	-
	State Bank of India A/c- (Project Fund)	2,00,83,874	-
	Total	16,96,41,041	1,52,23,74,820
B	Cash in Hand	10,000	10,000
	Total	10,000	10,000
C	Fixed Deposits (Refer Annexure-7)	5,06,23,74,223	3,00,00,00,000
	Total	5,23,20,25,264	4,52,23,84,820

Notes : 12 Other Current Assets			
S.No	Particulars	31-03-2020	31-03-2019
1	Advance Tax Paid	-	4,00,000
2	Interest Accrued	14,67,26,949	9,16,39,752
3	Receivable From NMC	5,29,990	69,96,930
4	Deposit (Assets)	1,23,398	52,398
5	Prepaid Expenses	-	20,182
6	Staff Advances	21,982	-
7	TDS on FD Interest Receivable	2,19,20,417	20,64,154
8	Income Tax Refund Receivable	24,64,154	-
9	Grant Receivable on Sanction basis from GOI & GOM	-	9,00,00,000
	Total	17,17,86,890	19,11,73,416

Note : 13 Other Income			
S.No	Particulars	31-03-2020	31-03-2019
	A & OE Income		
1	Grant Received from Govt utilised for A & OE Expenses (Refer Annexure 5)	3,24,12,709	4,98,92,903
2	Tender Fees Received	93,078	1,03,500
3	Insurance Deduction	-	26,235
4	Interest on IT Refund	-	1,060
5	Labour Cess @ 1%	11,814	17,097
6	Penalty Deduction	-	14,70,920
7	Service charges	-	21,20,000
8	Provisions written back	24,799	-
8	Misc Income	-	300
	Total	3,25,42,401	5,36,32,015
Note : 14 Employee Benefits Expenses			
S.No	Particulars	31-03-2020	31-03-2019
1	Salary Expenses	1,98,88,095	60,62,364
	Total	1,98,88,095	60,62,364
Notes: 15 Depreciation and Amortization Expenses (Refer Annexure-1)			
S.No	Particulars	31-03-2020	31-03-2019
1	Depreciation and amortization expenses	20,26,592	15,99,768
	Total	20,26,592	15,99,768
Notes : 16 Other Expenses			
S.No	Particulars	Current Year	Previous Year
1	Advertisement Expenses	30,83,639	48,23,560
2	Business Communication Expenses	2,63,765	94,749
3	Consultancy Services Expenses	31,78,630	3,48,29,437
4	Fuel Expenses	-	11,196
5	Hospitality expenses	1,63,151	1,11,745
6	Inauguration Expenses	-	40,000
7	GST on Reverse Charge and Interest on GST	49,060	55,464
8	Legal Fees	1,44,668	31,210
9	Meeting Expenses	1,23,040	1,23,900
10	Misc Expenses	6,000	83,503
11	News paper Expenses	21,175	10,511
12	Office Expenses	1,89,595	63,105
13	Postage Expenses	11,237	9,924
14	Printing & Stationery Exp	2,23,183	79,528
15	Professional Expenses	7,88,523	1,44,000
16	Repairs & Maintenance	1,23,684	49,499
17	Staff Refreshment Expenses	95,266	1,14,498
18	Travelling Expenses	13,11,528	15,48,792
19	Water Charges	23,710	6,150
18	Credai Metro Nashik - Sheltar 2020	52,695	-
20	Electricity Expenses	3,33,060	-
21	Audit Fees	1,02,000	-
22	Other Admin Expenses	2,10,412	
	Total	1,04,98,022	4,22,30,771

NASHIK MUNICIPAL SMART CITY DEVELOPMENT CORPORATION LIMITED NASHIK

NOTE 17. NOTES TO ACCOUNTS AND SIGNIFICANT ACCOUNTING POLICIES

BACKGROUND

NASHIK MUNICIPAL SMART CITY DEVELOPMENT CORPORATION LIMITED, NASHIK is incorporated under the COMPANIES ACT, 2013 on 26TH of August 2016 with the main objective to plan design and to carry out the projects envisaged under Smart City Proposal of Nashik Municipal Corporation under the Smart City Mission of Government of India.

ACCOUNTING OF NMSCDCL

As per section 128(1) of the Companies Act, 2013 the following Cumulative conditions are to be followed by the Smart City, Nashik regarding maintenance of books of accounts of the Company.

- A. Books of accounts of the company present a true and fair view of the state of affairs of the company.
- B. Books of accounts of the company are kept on accrual basis and according to double entry system of accounting.
- C. All books of accounts of the company are maintained in electronic mode.
- D. As per section 128 (5) the company has an obligation to maintain books of accounts not less than eight years immediately preceding the current year.

SIGNIFICANT ACCOUNTING POLICIES

A. BASIS OF ACCOUNTING AND PREPARATION OF FINANCIAL STATEMENTS

The financial statements of the Company have been prepared in accordance with the Generally accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013 and the relevant provisions of the Companies Act, 2013. The financial statements have been prepared on accrual basis under the historical cost convention.

B. USE OF ESTIMATES

The preparation of financial statements in conformity with GAAP requires management to make assumptions, critical judgments and estimates, which it believes are reasonable under the circumstances, that affect the reported amounts of assets, liabilities and contingent liabilities on the date of financial statements and the reported amounts of revenue and expenses during the period. Actual results could differ from those estimates. Difference between the actual results and estimates are recognized in the period in which the results are known or materialize.

C. PROPERTY PLANT & EQUIPMENT -

Property Plant & Equipment (PPE) are carried at cost less accumulated depreciation/amortization and impairment losses, if any. The cost of PPE comprises its purchase price net of any trade

discounts and Rebates but inclusive of taxes (other than those subsequently recoverable from the tax authorities), any directly attributable expenditure on making the asset ready for its intended use, other incidental expenses and interest on borrowings attributable to acquisition of qualifying PPE up to the date the asset is for its intended use.

D. DEPRECIATION AND AMORTIZATION

Depreciable amount for assets is the cost of an asset, or other amount substituted for cost. Depreciation on Property Plant and Equipment has been provided on the WDV method as per the useful life prescribed in Schedule III to the Companies Act, 2013. (Refers Annexure-1) Whereas depreciation as per Income tax Act charged as per section 32 of Income tax Act 1961. (Refer annexure- 2)

E. CAPITAL WORK IN PROGRESS:

Projects under development which are not yet ready for their intended use are carried at cost, comprising direct cost, related incidental expenses. Cost of under development Project is accounted under capital work in progress (CWIP). For calculation refers annexure-4 enclosed herewith and forming part of Financial Statements. During financial year 2019-20, 2 projects are completed (Nehru Garden, Crematorium at Amardham) and it is capitalized with project grant.

F. REVENUE RECOGNITION

Revenue is recognized on accrual basis of accounting.

Interest Income received on account of Government Grants for Capital Projects is capitalized and not shown as income. Expenses such as Payments to Works contractors are recognized as and when the bills are approved for payment by the competent authority.

G. GOVERNMENT GRANTS

Government grants are not recognized until there is reasonable assurance that the company will comply with the conditions attaching to them and that the grants will be received.

G.1 REVENUE GRANTS

Revenue Grants received are credited to the Statement of Profit & Loss to the extent of its eligible utilization as per applicable stipulation of the sanction of the grant. Government grants related to A & OE Expenses are to be recognized on systematic basis in the profit and loss statement over the periods necessary to match them with the related costs which they are intended to compensate. These grants are shown under the head "Direct Income" in the Statement of Profit & Loss.

G.2 CAPITAL GRANTS

In case of Capital Grants as received during the period under consideration are considered as Long term liabilities. Further interest received on these grants is also credited to the respective grant. Capital Grants are utilized only when bills are duly approved for payment by the competent authority irrespective of work completion status.

H. EMPLOYEE BENEFITS

Employee benefits payable wholly within twelve months of receiving employee services are classified as short-term employee benefits. These benefits include salaries and wages, bonus and ex-gratia. The undiscounted amount of short-term employee benefits to be paid in exchange for employee services is recognized as an expense as the related service is rendered by employees.

Post-employment and other long-term employee benefits

The company does not provide and nor expects to provide any post-employment or other long-term employee benefits to employees.

I. PROVISIONS

During the end of financial year company has made the various type of provision for future payment like Salary payable, TDS payable, & Other Expenses payable at the end of financial year.

A disclosure for a contingent liability is made where there is a possible obligation that arises from past events and the existence of which will be confirmed only by the occurrence or non occurrence of one or more uncertain future events not wholly within the control of the Company or a present obligation that arises from the past events where it is either not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount cannot be made. Contingent liabilities are not recognized in the financial statements. A contingent asset is neither recognized nor disclosed in the financial statements.

J. CASH AND CASH EQUIVALENTS

Cash comprises cash on hand and cash equivalents are demand deposits with banks. It also includes the bank balance as on 31st March 2020.

K. TAXATION

Income tax expense comprises current tax expense and the net change in the deferred tax asset or liability during the year. Current and deferred tax are recognized in profit or loss, except when they relate to items that are recognized in other comprehensive income or directly in equity, in which case, the current and deferred tax are also recognized in other comprehensive income or directly in equity, respectively. Income tax expense represents the sum of the tax currently payable and deferred tax.

DEFERRED TAX

Deferred tax Liability/Asset resulting from timing difference between book profit and taxable profit is accounted, to the extent that there is a reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized.

L. MANAGERIAL REMUNERATION AND SITTING FEES

During FY 2019-20, The Nashik Municipal Smart City Development Corporation Ltd., has given the key Managerial remuneration and sitting fees of Rs. 44,43,496.00

Name of KMP	Amount Paid
CEO Prakash Thavil	2002581
CFO Baburao Nirmal	1611240
CS Mahendra Shinde	709675
Director Sitting Fees	120000
Total	44,43,496

M. EARNINGS PER SHARE (EPS)

The Company reports basic and diluted earnings per share in accordance with AS 20 on Earnings per share. Basic earnings per share is computed by dividing the net profit or loss for the period by the weighted average number of equity shares outstanding during the period. Diluted earnings per share is computed by dividing the net profit or loss for the period by the weighted average number of equity shares outstanding during the period as adjusted for the effects of all diluted potential equity shares except where the results are anti-dilutive.

N. CASH FLOW STATEMENT

The Cash Flow Statement is prepared by the indirect method set out in AS 3 on Cash Flow Statements and presents cash flows by operating, investing and financing activities of the Company.

NOTES TO THE ACCOUNTS.

FIXED ASSETS.

As per Schedule III of the Companies Act 2013, Depreciation calculated on Fixed Assets at the end of financial Year as per Companies Act 2013 on the basis of Useful life of Assets. (Refer Annexure 1)

As per Section 32 of Income Tax Act 1961, Depreciation is calculated on Block of Assets at the end of Financial Year. (Refer Annexure 2)

Deferred Tax (Timing Difference) is calculated as per AS - 22. (Refer Annexure 3)

CURRENT ASSETS

A. TRADE RECEIVABLES (SUNDRY DEBTORS).

During FY 2018-19, NMSCDCL has charge penalty to following parties-

1. Kalika Electricals
2. Kalyani Enterprises
3. Neev Infrastructure Pvt. Ltd.
4. R. K. Sawant
5. Rohit Pansare
6. Skylark Construction

As per GST law NMSCDCL is liable to pay GST on penalty, and it is recovered from above parties. So Debtors amount is outstanding as on 31st March 2020 , hence it is shown as a receivable under Sundry Debtors in Balance sheet.

B. CASH IN HAND.

NMSCDCL has closing Balance of Cash Rs.10,000/- at the end of Financial Year.

C. BANK ACCOUNTS-

NMSCDCL has maintained 4 bank Accounts-

Bank Account	Balance as on 31.03.2020
Yes Bank Nidhi A/c- 141 (A & OE Fund)	20,65,048
Yes Bank Project A/c- 200 (Project Fund)	24,92,130
State Bank of India A/c (A & OE Fund)	14,49,99,989
State Bank of India A/c (Project Fund)	2,00,83,874

Bank Reconciliation is done on the basis of comparing the entries in the Records and with the bank statement for the financial year 2019-20. It provides an important check on the accuracy of the Bank entries.

Balance in Project Loan Account is due to Interest credited by the bank on 31.03.2020. and Amount in A & OE Account is kept for payment of salary for the month of march paid in the month of April. Remaining balance has been subsequently transferred to SBI Accounts .

D. ADVANCE TAX.

NMSCDCL has not paid any Advance Tax during the year

E. TAX DEDUCTION AT SOURCE (TDS).

Company having a TDS (Tax Deduction at Source) for the year of Rs 2,21,76,271.40 -, out of which tax liability is Rs. 255854.00 /- so balance TDS amount of Rs. 2,19,20,417.00/ - is shown under current asset in Balance sheet, it is receivable from income Tax department.

F. WORK IN PROGRESS-

During the year 2017-18, 2018-19 and 2019-20 , NMSCDCL has undertaken 6 Projects out of which 3 projects is completed during FY 2019-20. (Crematorium at Amardham, Kalidas Kalamandir, Mahatma Phule Kaladalan) and 3 projects are under work in progress till the end of Financial Year 2019-20 and there expenses are capitalized for the respective project under Work In Progress. Projects are as follows –

Sr. No.	Projects Name	Total Cost of CWIP	Capitalized With Grant	Closing CWIP
1	Crematorium at Amardham	9,17,553	917553	-
2	Kalidas Kalamandir	-	-	-
3	Mahatma Phule Kaladalan(WIP)	2,75,58,385	27558385	-
4	Nehru Garden(WIP)	1,22,64,531	12264531	-
5	Smart Road-C4(WIP)	14,70,67,039	-	14,70,67,039
6	Green Field Project (WIP)	9,06, 500	-	9,06,500
	Total	18,87,14,008	3,98,22,916.00	14,79,73,539

LONG TERM LIABILITY

A. SHARE CAPITAL -

Sr. No	Equity Shares	Amount
1	Shares of State Govt of Maharashtra	250000
2	Shares of Nashik Municipal Corporation	250000
3	Reserve and Surplus (Including current year Profit)	3332304
		3832304

B. GOVERNMENT GRANT

NMSCDCL have been received grants form Govt. of India, Govt. of Maharashtra, and Nashik Municipal Corporation (NMC) during the year as a Project Grant as well as Revenue Grants .

As per Guidelines issued by Smart Cities, we classified grants as - 93 % as a project grant, 5 % as a Revenue grants and 2 % as Admin grant.

Accounting for Admin Grant is not done since details thereof have not been received from the Government. Under Grants Accounting, Grants have been classified as a Project grant and Revenue

(A&OE) Grant. For accounting purpose, we are considering the all grants received as 98% and 2% admin grant not received respective authority.

Closing Balances of Grant are as follows-

A & OE GRANT UTILISATION FOR EXPENSES				
Sr. No.	Particulars of Grants	GOI	GOM	NMC
a	Opening Balance of A & OE Grants- 1.4.2019	5,82,14,952	3,55,06,466.50	6,20,37,078.50
b	Addition During the Year- Interest	40,68,967	20,34,483.50	20,34,483.50
	Total Grants	5,82,14,952	3,55,06,466.50	6,20,37,078.50
c	Utilisation for A & OE Expenses-	1,21,37,387	60,68,694	60,68,694
d	Closing balance of A & OE Grants- 31.3.2020	4,60,77,565	2,94,37,772	5,59,68,384
PROJECT GRANTS UTILIZED FOR PROJECT COSTS				
Sr. No.	Particulars of Grants	GOI	GOM	NMC
a	Opening Balance of Project Grants- 1.4.2019	2,03,85,09,412	1,01,90,04,706	1,54,27,18,617
b	Addition During the Year- Grant Received	-	-	50,00,00,000
c	Addition During the Year- Interest Received	16,21,60,898	8,10,80,449	8,10,80,449
	Total Grants	2,20,06,70,310	1,10,00,85,155	2,12,37,99,066
d	Utilisation for Capitalisation of WIP-	2,03,70,235	10185117	10185117
	Closing balance of project -31.3.2020	218,03,00,075	108,99,00,038	211,36,13,949

SHORT TERM LIABILITIES.

1. PROVISIONS- NMSCDCL having a provision of Rs. 40,39,593.00/- for the FY 2019-20. It includes Employee benefits payable (Salary & Other Deduction), TDS of contractors and professional fees payables, GST Payable, Audit fees and Accounting fees Payable and provision for work in progress.

2. TRADE PAYABLE-

NMSCDCL have trade payable of Rs. 1,32,21,543.00/- at the end of creditors for expenses and creditors for assets.

3. AMOUNT WITHHELD

Name of Contractor	Amount Withheld	Reason
Kalyani Enterprises	45,87,766.00	Amount withheld for operation and maintenance as per tender condition.
C4 Infrastructure Pvt. Ltd.	14,50,168.00	Due to approval of GSB work which is outside the work area. – Rs.224745.00 Rs.1225423- For want of Extension of Time 3 rd RA Bill 10 % Withheld.

KPMG Advisory Services Pvt. Ltd.	34,52,160.00	PMC Work order issue date is 01 /09/2017 time completed from work order issued is 56 % and amount of work completed is 35 % and out of sites of MLCP / parking project only 1site dpr was completed so that 10 % amount from 3rd bill is with held. From 4th bills various deliverables are not delivered so that amount was withheld.
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REVENUE INCOME-

1. REVENUE INCOME.

1. NMSCDCL has received the grants from GOI, GOM and NMC, Capital grants are used for the development of projects and A & OE Grants for expenses in the ratio of 93 % & 5 % as per smart city mission development.
2. Total Expenses during the year of NMSCDCL is Rs 3,24,12,709.00 excluding income tax expenses
3. Amount of Rs 3,24,12,709.00/- is adjusted from A & OE Grant and Interest received during the year on A & OE Grants for revenue expenses 1 St utilized bank interest and balance amount utilized from A & OE Grants in the ration of 50:25:25 of GOI, GOM and NMC respectively. (refer Annexure 5)

All expenses of the NMSCDCL are accounted as per guideline of accounting policies and accounting rules.

For C. R. SAGDEO & CO.
CHARTERED ACCOUNTANTS
FRN : 108959W



CA SANJEEVAN V. TAMBULWADIKAR
M. NO.: 140333

28 AUG 2020

Mr. Mahendra Shinde
(Company Secretary)

Mr. Sitaram Kunte
(DIN- 02670899)
(Chairman)

Mr. Prakash Thavil
(Chief Executive Officer)

Mr. Tushar Pagar
(DIN- 07121656)
(Independent Director)

Mr. Baburao Nirmal
(Chief Financial Officer)

NASHIK MUNICIPAL SMART CITY DEVELOPMENT CORPORATION LIMITED

CIN: U93090MH2016SGC285193

ANNEXUTRE-1

Fixed Assets Depreciation Calculation as per Companies Act 2013

1-Apr-2019 to 31-Mar-2020

Sr. No.	Particulars	Gross Block			Depreciation Block			Net Block		
		Opening WDV 01/04/19	Addition	Deletion	Closing Balance	Accumulated Depreciation	Current Depreciation	Total Depreciation	Closing WDV 31/03/20	Opening WDV 01/04/20
1	Computer Software Licences	1,76,403	-	-	1,76,403	1,61,890	1,11,416	2,73,306	64,987	64,987
2	Computers & Peripherals	89,621	15,84,034	-	16,73,655	4,38,968	4,23,136	8,62,104	12,50,519	12,50,519
3	Cupboard	23,264	-	-	23,264	10,171	6,023	16,194	17,241	17,241
4	Furniture & Fixtures	36,28,531	68,803	-	36,97,334	9,74,312	9,41,666	19,15,978	27,55,668	27,55,668
5	Xerox Machine	1,24,559	-	-	1,24,559	30,441	22,545	52,986	1,02,014	1,02,014
6	Electrical Equipment	17,59,461	4,84,908	-	22,44,369	3,05,651	5,21,806	8,27,457	17,22,563	17,22,563
	Grand Total	58,01,839	21,37,745	-	79,39,584	19,21,433	20,26,592	39,48,025	59,12,992	59,12,992

NASHIK MUNICIPAL SMART CITY DEVELOPMENT CORPORATION LIMITED

CIN: U93090MH2016SGC285193

ANNEXURE- 2

Depreciation as per Income Tax Act 1961

1-Apr-2019 to 31-Mar-2020

Sr. No.	Particulars	Opening WDV 01/04/19	Addition During the Year		Deletion	Net WDV	Rate	Depreciation	Closing WDV 31/03/2020
			< 180 days	> 180 days					
1	Computer Software Licences	1,87,761	-	-	-	1,87,761	40%	75,104	1,12,657
2	Computers & Peripherals	2,27,631	7,395	15,76,639	-	18,11,665	40%	4,09,338	14,02,327
3	Cupboard	28,364	-	-	-	28,364	10%	2,836	25,528
4	Furniture & Fixtures	41,42,810	-	68,803	-	42,11,613	10%	4,17,721	37,93,892
5	Xerox Machine	1,21,869	-	-	-	1,21,869	15%	18,280	1,03,589
6	Electrical Equipment	19,27,451	1,43,312	3,41,596	-	24,12,359	10%	2,24,156	21,88,203
	Grand Total	66,35,886	1,50,707	19,87,038	-	87,73,631		11,47,435	76,26,196

NASHIK MUNICIPAL SMART CITY DEVELOPMENT CORPORATION LIMITED

CIN: U93090MH2016SGC285193

Deferred Tax Calculation**ANNEXURE - 3**

Sr. No.	Particulars	Amount
A	Depreciation as per Company Act- 2013	20,26,592
B	Depreciation as per Income Tax Act-1961	11,47,435
C	Timing Difference in Assets-	8,79,157
	Tax @26% (C*26%) (Basic Tax Rate- 25% Plus 4% Edu Cess on Basic tax)	2,28,581
D	Opening Bal of Deffered Tax Assets	2,60,628
	Closing Bal of Deferred Tax Assets	4,89,209

DEFERRED TAX

Deferred Tax Liability/Asset resulting from timing difference between book profit and taxable profit is accounted, to the extent that there is a reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. AS PER AS 22

NASHIK MUNICIPAL SMART CITY DEVELOPMENT CORPORATION LIMITED
CIN: U93090MH2016SGC285193

ANNEXURE - 4
Capital Work In Progress(CWIP) During the Year

Sr. No.	Projects Name	Opening CWIP	Addition During Year	Less Liquidated damages recovered	Total Cost of CWIP	Capitalized With Grant	Closing CWIP
1	Crematorium at Amardham	-	9,17,553	-	9,17,553	9,17,553	-
2	Kalidas Kalamandir	-	-	-	-	-	-
3	Mahatma Phule Kaladalan(WIP)	2,75,58,385	-	-	2,75,58,385	2,75,58,385	-
4	Neharu Garden(WIP)	1,13,28,482	11,25,545	1,89,496	1,22,64,531	1,22,64,531	-
5	Smart Road-C4(WIP)	2,71,33,783	13,25,88,423	1,26,55,167	14,70,67,039	-	14,70,67,039
6	Green Feild Project (WIP)	9,06,500	-	-	9,06,500	-	9,06,500
	Total	6,69,27,150	13,46,31,521	1,28,44,663	18,87,14,008	4,07,40,469	14,79,73,539

Note

During FY 2017-18, 2018-19 & 2019-20 , NMSCDCL has undertaken 6 projects, out of which 3 projects are completed during the FY 2019-20. The total Cost of 3 project 40740469/- and it is capitalized with the grant in the ratio of 50:25:25. (GOI, GOM, NMC Respectively). Out of the total cost of Rs20370234.5 /- (50% of 40740469/-) is capitalized with the grant received from GOI, Rs 10185117.25/- (25% of 40740469/-) is capitalized with the grant received from and Rs 10185117.25/- (25% of 40740469/-) is capitalized with the grant received from NMC.

NASHIK MUNICIPAL SMART CITY DEVELOPMENT CORPORATION LIMITED						
CIN: U93090MH2016SGC285193						
ANNEXURE - 5						
A & OE GRANT UTILISATION FOR EXPENSES						
Sr. No.	Particulars of Grants	GOI	GOM	NMC	Bank Interest	Total Grant Amt.
a	Opening Balance of A & OE Grants-1.4.2019	5,82,14,952	3,55,06,467	6,20,37,079	-	15,57,58,497
b	Addition During the Year-				81,37,934	81,37,934
	Total Grants	5,82,14,952	3,55,06,467	6,20,37,079	81,37,934	16,38,96,431
c	Utilisation for A & OE Expenses- (Refer below Note)	1,21,37,387	60,68,694	60,68,694	81,37,934	3,24,12,709
d	Closing balance of A & OE Grants-31.3.2020	4,60,77,565	2,94,37,773	5,59,68,385	-	13,14,83,722
Note						
Sr no.	Particulars of Grant Utilised for Expenses	Amount				
A	Total Expenses		3,24,12,709			
1	Bank Interest Received	81,37,934	2,42,74,775			
2	A & OE Grants from GOI	1,21,37,387	50% of Expenses			
3	A & OE Grants from GOM	60,68,694	25% of Expenses			
4	A & OE Grants from NMC	60,68,694	25% of Expenses			
	Total	3,24,12,709				
Note-						
Utilization of Revenue Grants- Revenue Grants received are credited to the Statement of Profit & Loss to the extent of its eligible utilization as per applicable stipulation of the sanction of the grant. Government grants related to A & OE Expenses are to be recognized on systematic basis in the profit and loss statement over the periods necessary to match them with the related costs which they are intended to compensate. There grants are shown under the head "Direct Income" in the Statement of Profit & Loss. During the year total expenses including depreciation cost of tangible assets is Rs 31793863.75/- and same A & OE grant were transfer to the statement of profit & loss account to compensate the A & OE Expenses in the ratio of 50% grant received from Govt of India (GOI), 25% grant received from Govt of Maharashtra (GOM) and 25% grant received from Nashik Municipal Corporation (NMC). Remaining balance of A & OE grant is carry forward under the head of "Other Current Liabilities" in Balance sheet.						

NASHIK MUNICIPAL SMART CITY DEVELOPMENT CORPORATION LIMITED CIN: U93090MH2016SGC285193					
ANNEXURE - 6 PROJECT GRANTS UTILIZED FOR PROJECT COSTS					
Sr. No.	Particulars of Grants	GOI	GOM	NMC	Total Grant Amt.
a	Opening Balance of Project Grants-1.4.2019	2,03,85,09,412	1,01,90,04,706	1,54,27,18,617	4,60,02,32,735
b	Addition During the Year- Grant Received	-	-	50,00,00,000	50,00,00,000
c	Addition During the Year- Interest Received (Refer Note)	16,21,60,898	8,10,80,449	8,10,80,449	32,43,21,795
d	Total Grants	2,20,06,70,310	1,10,00,85,155	2,12,37,99,066	5,42,45,54,530
	Utilisation for Capitalisation of WIP- (Refer below Note)	2,03,70,235	1,01,85,117	1,01,85,117	4,07,40,469
e	Closing balance of project -31.3.2020	2,18,03,00,075	1,08,99,00,038	2,11,36,13,949	5,38,38,14,061
A	Total Interest Received against FDR				
1	Bank Interest Received		32,43,21,795.00		
2	Interest Added to Grants from GOI	16,21,60,898	50% of Above		
3	Interest Added to Grants from GOM	8,10,80,449	25% of Above		
4	Interest Added to Grants from NMC	8,10,80,449	25% of Above		
	Total	32,43,21,795			
A	Capitalized With Grant				
1	Total Cost of CWIP		4,07,40,469.00		
2	Utilised From Grants from GOI	2,03,70,235	50% of Above		
3	Utilised From Grants from GOM	1,01,85,117	25% of Above		
4	Utilised From Grants from NMC	1,01,85,117	25% of Above		
	Total	4,07,40,469			
Note-	In case of Capital Grants as received during the period under consideration are considered as Long term liabilities. Further interest received on this grants is also credited to the respective grant since none of the project under implementation are completed. Projects under development which are not yet ready for their intended use are carried at cost, comprising direct cost, related incidental expenses. Cost of under development Project is accounted under capitalwork in progress (CWIP). For calculation refers annexure-4 enclosed herewith and forming part of Financial Statements. During financial year 2019-20, 2 projects are completed (Neharu Garden, Crematorium at Amardham) and it is capitalized with project grant.				

NASHIK MUNICIPAL SMART CITY DEVELOPMENT CORPORATION LIMITED		
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ANNEXURE - 7 FIXED DEPOSITS		
S.No	Particulars	Current Year
	Fixed Deposit's	
1	Corporation Bank Ltd.	50,00,00,000
2	Punjab National Bank FD	70,00,00,000
3	Union Bank	50,00,00,000
4	SBI Auto Sweep FDR-38426028557	95,09,19,167
5	SBI Auto Sweep FDR- 38591989789	59,45,00,000
6	SBI Auto Sweep FDR -38598338898	39,27,23,812
7	SBI Auto Sweep FDR 38998632670	29,13,00,000
8	SBI Auto Sweep FDR-39055342363	14,98,31,244
9	SBI Auto Sweep FDR- 39237052702	98,31,00,000
	Total	5,06,23,74,223
ANNEXURE - 7A Interest Accrued on Fixed Deposit		
S.No	Particulars	Current Year
1	Corporation Bank Ltd.	45,20,161
2	Punjab National Bank FD	3,33,45,214
3	Union Bank	43,65,591
4	SBI Autosweep FDR	11,61,06,648
	Total (Interest Accrued at year end)	15,83,37,614
	Less : TDS on Accrued Interest	1,16,10,665
	Total (Accrued Interest Receivable at year end)	14,67,26,949
ANNEXURE - 7C Interest Received on FDR/Savings Account - Bank Wise		
S.No	Particulars	Current Year
1	Auto Swipe - Sbi	12,11,73,524
2	FDR - Axis Bank	4,25,62,200
3	FDR - Corporation Bank	2,18,76,577
4	FDR - HDFC	79,73,962
5	FDR - IDBI	1,70,39,644
6	FDR - Indian Bank	1,12,98,009
7	FDR - Kotak	62,79,003
8	FDR - PNB	3,33,45,214
9	FDR - Union Bank	2,18,68,399
10	FDR - Yes Bank	2,44,11,722
11	FDR - RBL	64,86,198
	Total (Interest Received on FDR)	31,43,14,452
	Interest Received on YES Bank Savings Account	1,00,07,343
	Total (Interest Received)	32,43,21,795

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**ANNEXURE - 8
SECURITY DEPOSIT**

S.No	Party Name	Year	Amount
1	Neev Infrastructre Pvt. Ltd	2017-18	25,02,686
2	R. K. Sawant	2018-19	4,84,197
3	Rohit Pansare	2018-19	1,10,136
4	Skylark Construction Pvt. Ltd.	2018-19	3,08,332
5	Kalyani Enterprises	2017-18	1,87,148
6	Kalyani Enterprises	2018-19	3,86,324
7	C4 Infrastructure Pvt. Ltd.	2018-19	6,25,890
Total- (A)			46,04,713
1	Kalyani Enterprises	2019-20	22,939
2	C4 Infrastructure Pvt. Ltd.	2019-20	33,55,029
3	B T Kadlag	2019-20	5,80,000
4	Kalika Enterprises	2019-20	55,712
5	New Kredible Technologies	2019-20	1,59,984
Total- (B)			41,73,664
Total Amount (A+B)			87,78,377

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ANNEXURE - 9**EMD**

S.No	Party Name	Year	Amount
1	Kalika Electricals	2017-18	19946
2	Rohit Pansare	2017-18	50000
3	Sabdra & Sabadra	2017-18	3000
4	Ulhas Borse & Co	2017-18	9000
5	Skylark Construction Pvt.Ltd	2017-18	120758
6	Neev Infrastructure Pvt.Ltd	2017-18	966827
7	Kalyani Enterprises	2017-18	202594
8	C4 Infrastructures Pvt Ltd	2017-18	807525
Total- (A)			2179650
1	Sangam Advisory Ltd	2018-19	2,50,000
2	C R Sagdeo and Co	2018-19	5,000
3	Bekem Infra Projects Private Limit	2018-19	9,54,000
4	R.Devendra Kumar & Associates	2018-19	25,000
Total- (B)			12,34,000
1	New Credible Technology	2019-20	50,000
2	E R Kadbhane	2019-20	72,000
Total- (C)			1,22,000
Total- (A+B+C)			35,35,650