



NASHIK MUNICIPAL SMART CITY DEVELOPMENT CORPORATION LIMITED

5TH ANNUAL REPORT 2020-21

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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/CS/839 /2021

Date: 23/09/2021

NOTICE

Notice is hereby given that 5th Annual General Meeting (AGM) of **NASHIK MUNICIPAL SMART CITY DEVELOPMENT CORPORATION LIMITED** will be held on **Monday, 27th September, 2021 at 10:30 a.m.** through video Conferencing (“VC”)/Other Audio-Visual Means (“OAVM”) at (deemed venue) 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 2021, the reports of the Board of Directors and Auditor’s thereon.
- 2) To appoint a director in place of Mr. Shahu Sahdevrao Khaire, who retires by rotation and being eligible, offers himself for re-appointment.
- 3) To appoint a director in place of Mr. Suraj Dinkarrao Mandhare, IAS, who retires by rotation and being eligible, offers himself for re-appointment.

SPECIAL BUSINESS:

4) TO REGULARISE APPOINTMENT OF MR. SHIVRAJ SHRIKANT PATIL 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. Shivraj Shrikant Patil, IAS, Joint Managing Director, CIDCO - the representative of State Government he and is hereby regularized and appointed as Nominee Director of the Company.”

5) TO REGULARISE APPOINTMENT OF MR. KAMLESH MOHAN BODAKE 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. Kamlesh Mohan Bodake, Leader of House, 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. SUMANT GANPATRAO MORE AS EXECUTIVE-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. Sumant Ganpatrao More, who was appointed as an Additional Executive-Director by the Board, be and is hereby regularized and appointed as an Executive-Director of the Company.”

7) TO CONSIDER AND APPROVE REMUNERATION OF MR. SUMANT GANPATRAO MORE, CHIEF EXECUTIVE DIRECTOR & EXECUTIVE-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 the provisions of Section 197 & Schedule V of the Companies Act, 2013 and Rules made thereunder, the consent of the members be and is hereby accorded for remuneration of Mr. Sumant Ganpatrao More, Executive Director and Chief Executive Officer of the Company as per Government of Maharashtra pay scales pre-determined by the Government.”

8) TO CONSIDER AND RE-APPOINT MR. BHASKARRAO SHANKARRAO MUNDHE AS AN INDEPENDENT DIRECTOR:

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

“RESOLVED THAT pursuant to the provisions of sections 149, 152(2) of the Companies Act, 2013 (Act) read with Schedule IV to the Act and Urban Development Department, Government Decision No. Smart C/ ANS.2016/ Ward No.58/ Navi-23 dated 18th June 2016 and clause 12.1 of Articles of Associations, Mr. Bhaskarrao Shankarrao Mundhe, be and is hereby re-appointed as Independent Non-Executive Director of the Company to hold office for a term of 5 years or till existence of company whichever is earlier with effect from 11th April 2021 and whose office shall not be liable to retire by rotation.”

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

Note(s):

1. The meeting is being called on Shorter Notice pursuant to section 101 of the Companies Act, 2013.
2. The explanatory statement pursuant to section 102 of the Companies Act, 2013, relating to special business to be transacted at the Meeting is annexed.
3. The Company has enabled the members to participate at AGM through VC/OAVM facility and it is herewith informed that members of the Company may attend Annual General Meeting for which this notice is given through video conferencing or other audio-visual means. The link of the meeting for participating through VC with relevant information will be shared prior to meeting to all members on their registered email addresses.
4. If you are (member) is going to participate through video conferencing mode, kindly give prior intimation to the undersigned (Email ID: cs@nashiksmartcity.in) to that effect sufficiently in advance to Company. In the absence of your confirmation, it shall be presumed that you will be attending the Meeting physically and not through audio-visual means.
5. In pursuance to MCA Circulars 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 and attendance slip are not Annexed to this notice.
6. In pursuance to General Circular No 20/2020 dated 5th May 2020 point No B-V, clarification on holding of AGM through VC/OAVM owing to difficulties involved in dispatching of physical copies of financial statements including Board's Report and its annexure(s), Auditors Report its Annexure(s), other relevant documents shall be sent through e-mail on registered email id of the members.
7. All documents referred to in the accompanying Notice and explanatory statement shall be available for inspection by members. Members seeking to inspect such documents can send an email to undersigned at cs@nashiksmartcity.in.

8. The 5th AGM of the Company is being conducted through VC/OAVM facility, which does not require physical presence of members at a common venue. The deemed venue for the 5th AGM shall be Meeting Hall, Loknete Panditrao Khaire Panchavati Divisional Office, 4th Floor, Makhmalabad Naka, Panchavati, Nashik – 422003.
9. As AGM is being held on VC/OAVM, the route map is not annexed to this notice.

To: All Members/Directors/Auditor

Through - Electronic mode on registered email id

**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 and 5:

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 19th June, 2021 confirmed and appointed Mr. Shivraj Shrikant Patil, IAS, Joint Managing Director, CIDCO - the representative of State Government, as an Additional Director in place of Mr. Prashant Narnaware.
- b) The Board at its meeting held on 19th June, 2021 confirmed and appointed Mr. Kamlesh Mohan Bodake, Leader of House, Nashik Municipal Corporation - the representative of Nashik Municipal Corporation, as an Additional Director in place of Mr. Satish Sonawane.

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 5, in relation to regularization of Directors as Nominee Directors, for the approval by the members 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 and 5 of this Notice.

Item Nos. 6:

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, the Board at its meeting held on 2nd July 2021 confirmed and appointed Mr. Sumant Ganpatrao More as Additional-Executive Director in place of Mr. Prakash Sakharam Thavil.

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 No. 11, in relation to regularization of Additional Director, for the approval by the members of the Company as an ordinary resolution.

None of the Directors, except Mr. Sumant Ganpatrao More and Key Managerial Personnel of the Company or their relatives are in any way concerned or interested in this Resolution.

Item No. 7:

As per the provisions of Articles of Association of the Company, Chief Executive Officer shall be a Government officer. The Chief Executive Officer is appointed by Government of Maharashtra on deputation having experience in the functioning of Government Organizations. Being a State Government Company, the Chief Executive Director draw remuneration as per the Government of Maharashtra pay scales pre-determined by the Government and as per the terms and conditions of their appointment.

Mr. Sumant Ganpatrao More is appointed on deputation by Government of Maharashtra and the remuneration is paid to him as per Government of Maharashtra pay scales pre-determined by the Government.

None of the Directors, except Mr. Sumant Ganpatrao More and Key Managerial Personnel of the Company or their relatives are in any way concerned or interested in this Resolution.

Item No. 8:

Pursuant to Urban Development Department, Government Decision No. Smart C/ ANS.2016/ Ward No.58/ Navi-23 dated 18th June 2016 read with Section 149 and read with Schedule IV to the Act and Article 12.1 of the Articles of Association of the Company, Mr. Bhaskarrao Shankarrao Mundhe was appointed as an Independent (Non-Executive) Director of the company for term of 3 years, or till the existence of the company whichever is earlier, with effect from 11th April 2018. The first term of three years of his appointment expired on 10th April 2021. As per the provisions independent director shall hold office for a term up to 5 consecutive years on the Board of a company but shall be eligible for re-appointment on passing of a special resolution by the company. It is proposed to make re-appointment of Mr. Bhaskarrao Shankarrao Mundhe for term of 5 years or till existence of company whichever is earlier.

Mr. Bhaskarrao Shankarrao Mundhe is Retired IAS Officer and Retired from the post of Secretary Labour and was working as Commissioner, Human Development (Post retirement assignment of Government of Maharashtra) having experience of 19.5 years at Joint Secretary and above level. In the opinion of the board Mr. Bhaskarrao Shankarrao Mundhe is possess the relevant expertise and experience, fulfill the conditions specified in the said Act and the rules made there under and is independent of the management of the Company.

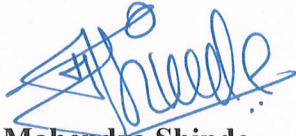
Accordingly, the board recommends the resolution No.8, in relation to re-appointment of Mr. Bhaskarrao Shankarrao Mundhe as an Independent Director, for the approval by the members of the Company as special resolution.

None of the Directors, except Mr. Bhaskarrao Shankarrao Mundhe and Key Managerial Personnel of the Company or their relatives are in any way concerned or interested in this Resolution.

To: All Members/Directors/Auditor

Through - Electronic mode on registered email id

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



**Mahendra Shinde
Company Secretary**

Place: Nashik

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100 East 57th Street
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New York 22, N.Y.
10022

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Nashik Municipal Smart City Development Corporation Ltd.

CIN: U93090MH2016SGC285193

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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 Fifth Annual Report on the business and operations of the company and the accounts for the financial year ended on 31st March 2021.

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 2020-21 as per below: -

Meeting Sr. No.	Date of Board Meeting	Number of Directors attended meeting
16	24/07/2020	9
17	29/10/2020	12
18	24/12/2020	10

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 Points		Explanation / Comments
1	Independent Auditor's Report – Para - 3	It has been observed that in case project pertaining to Smart Pilot Road, the said project has been completed as on 31 st March 2021 but the expenditure incurred for the same has not been utilized through the Capital Grant. The total expenditure incurred grouped under Capital Work in progress pertaining to this project is Rs. 1647.41 lakhs. This has resulted in under-utilization of Capital Grant to that extent and also overstatement of Capital Work in Progress and Capital Grant Balance as on the date of Balance Sheet.	The Contract for construction of Trimbak Road to Ashok Stambh (Pilot Smart Road) was awarded to the contractor- M/s. C4 Infrastructures Pvt. Ltd. on 16th April, 2018. The time to complete the work was 6 months. However, contractor had delayed the completion of Road work and therefor Liquidated Damages (LD) of Rs. 46,018/- per day levied from 1st April, 2019. As per the contract/RFP terms & conditions contractor has revoked the clause no. 34 of Settlement of Dispute. Presently, the same is

			under process of Arbitration. Also, work of Pilot Smart Road is physically completed but the final bill is under process/scrutiny and completion process is pending. Hence, the project is shown under CWIP and expenses is not capitalized.
2	Independent Auditor's Report – Para - 4	The Company has appointment third party consultant for Project Management Consultancy (PMC) for the projects to be undertaken. It has been observed during the year that projects have been initiated and conducted during the year but the provision for the PMC fees have not been made. This has resulted in under-utilization of A & OE Grant and understatement of expenditure to such extent. Due to non-availability of sufficient information the exact impact of the same on financial statements cannot be ascertained.	During the FY 2020-21, NMSCDCL issued Notice of suspension of payment under Clause No 18 of General Conditions of Contract of Consultant Services to PMC. However, in the case of PMC, bill booking and payment is based on deliverable and completion basis. Once the deliverable completed, PMC issues Invoice for the same and SPV approve and book for expenses.
3	Independent Auditor's Report – Para - 6	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. The Communication is awaited from MoHUA GOI. Further from the FY 2021-22 regarding 2% share of MoUD- this will be disclosed in Notes to account.
4	Independent Auditor's Report – Annexure B – Emphasis of Matter – Clause 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	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 Control of the company. It will be seen that the consultant is doing the work within the time.

		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.	Further, the Board has accorded their approval to appointment of Internal Auditor.
5	Independent Auditor's Report – Annexure B – Emphasis of Matter – Clause b	The company has weak internal control over statutory compliances under Goods & Service Tax and Income Tax. The reconciliation of the books and returns is not being prepared on regular intervals.	The company has appointed Chartered Accountant Firm as Consultant and the scope of appointed consultant is covering all the areas of statutory compliances. Consultant is doing the work within the time and strengthen the internal control over statutory compliances and also instructed to prepare regularly reconciliation statements.
6	Independent Auditor's Report – Annexure B – Emphasis of Matter – Clause c	The internal controls for information technology system and data security are weak. In computerized environment the IT control and IT security is of vital importance. The accounting data entry software is not password protected. It is observed that there is no internal control mechanism over who has access to the data and the rights available to the person. This would result in loss of data and further to sharing of information with undesired personnel.	NMSCDCL is currently using multi users Tally software for accounting. Further, for the internal controls over IT system and data security, NMSCDCL instructed tally to create multiple user logins with access control for Individual Users with required rights.

(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 of Companies Act, 2013- Form AOC – 2 enclosed as **Annexure-II**.

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

COMPLETED PROJECTS DURING THE YEAR

1. Pilot Smart Road:

Project Funding: Smart City Fund

Project Cost: INR 21.72 Cr

Total Expenditure (as on 17/09/2021): 18.12 Cr

Expenditure in last Year: 18.12 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. This project is physically completed during the year.

ONGOING PROJECTS

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

Project Funding: Smart City Funds

Project Cost: INR 237.21

Total Expenditure (as on 17/09/2021): 44.03Cr

Expenditure in last Year: 30.94 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.

2. River Front Development (Project Goda):

Project Funding: Smart City Fund

Project Cost: 119.73 Cr

a) Goda Beautification:

Project Cost: 73.74 Cr

Total Expenditure as on (as on 17/09/2021): 16.31 Cr

Expenditure in last Year: 10.91 Cr

b) Goda Civil

Project Cost: 9.43 Cr

Total Expenditure as on (as on 17/09/2021): 2.72 Cr

Expenditure in last Year: 1.68 Cr

c) Desilting

Project Cost: 10.55 Cr

Total Expenditure as on (as on 17/09/2021): 6.80Cr

Expenditure in last Year: NIL

d) Mechanical Gate

Project Cost: 26.01 Cr

Total Expenditure as on: 3.54 Lakh

Expenditure in last Year: 3.54 Lakh

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

3. Renovation of Pandit Paluskar Auditorium:

Project Funding: Smart City Fund

Project Cost: 3.37 Cr

Total Expenditure as on (as on 17/09/2021): 47.57 lakhs

Expenditure in last Year: 47.57 lakhs

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

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

Project Funding: Convergence and SCF

Project Cost: INR 157.55 Cr

Total Expenditure as on (as on 17/09/2021): 45.43 Cr

Expenditure in last Year: 45.43 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

5. Street Lights:

Project Funding: PPP

Project Cost: INR 171 Cr

Total Expenditure as on: NA

Expenditure in last Year: NA

The project would overhaul traditional system of street lightning 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

6. Solar Panel Rooftop Installation:

Project Funding: PPP

Project Cost: INR 4.74 Cr

Total Expenditure as on: NA

Expenditure in last Year: NA

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.

7. Smart Parking:

Project Funding: PPP

Project Cost: INR 79.54 Cr

Total Expenditure as on: NA

Expenditure in last Year: NA

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.

8. Construction of Entrance Gate for Nashik Collectorate Office, Nashik:

Project Funding: Smart City Fund

Project Cost: INR 57.06 Lakhs

Total Expenditure as on (as on 17/09/2021): 11.73 Lakhs

Expenditure in last Year: NIL

The project is proposed at the Entrance of District Collector Office. The suitable entrance is provided for the precious building & grand Entrance from the Smart Pilot Road.

9. ESR and GSR:

Project Funding: Smart City Fund

Project Cost: INR 25.56 Cr

Total Expenditure as on (as on 17/09/2021): 1.18 Cr

Expenditure in last Year: NIL

Three ESR and one GSR are under construction. These ESR and GSR shall supply the water in ABD Area of Nashik City for 24*7 time period.

10. Skill Development Centre:

Project Funding: Smart City Funds

Project Cost: INR 18.06 Cr

Total Expenditure as on (as on 17/09/2021): 13.67 Lakhs

Expenditure in last Year: 4.16 Lakhs

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.

In addition, Nashik Smart City implementing 'The Urban Learning Internship Program' (TULIP), an internship program to provide internship opportunities to fresh graduates in Urban Local Bodies. Such a program would mutually benefit ULBs and Smart Cities through infusion of fresh ideas and energy with engagement of youth in co-creation of solutions for solving India's urban challenges. More importantly, it will further our endeavors to boost community partnership and Government- Academia-Industry-Civil Society linkages.

TULIP would help enhance the value-to-market of India's graduates and help create a potential talent pool in diverse field like urban planning, transport engineering, environment, innovative finance etc. thus creating prospective city managers.

Also, Lighthouse Communities Foundation (LCF), earlier known as Pune City Connect approached NMSCDCL to explore the possibilities of collaboration with Nashik Smart City and Municipal Corporation for setting up Lighthouses: Centre for Skilling and Livelihood to facilitate large scale social transformation through collective action. This model enables Government, Corporates, Non-profits and Citizens to come together for the common purpose of social development. For example, LCF works in partnership with the local Government through a unique PPP model – Locations and CAPEX by Municipal Corporation or Government and OPEX through CSR funds from local and global firms.

The collective action approach has enabled scale, while the program design comprising innovative solutions to building Agency, lifelong learning and citizenship, ensures depth of impact. Since the program began in 2015, 11,000 youth have enrolled into the Lighthouses; 50,000 citizens are digitally empowered; capacity building has been implemented for 1200 PMC Teachers and 2500 children impacted through Social Emotional Learning.

UPCOMING PROJECTS - TENDERING / DPR STAGE

1. WTP and SCADA Project:

Project Funding: Smart City Fund

Project Cost: INR 165 Cr

The Upgradation & Augmentation of Bara Bungalow Water Treatment Plant (WTP) and also the improvements to Panchavati WTP 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 MRTTP 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 Gumphra.

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

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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: -

Risk Management is an integral part of the Company's strategic planning and ensuring that the risks are reduced to an acceptable and manageable level on an on-going basis. The company is committed to identify potential risks before they occur so that the risk management activities may be planned and invokes as and when needed across the life of the project and to mitigate its adverse impacts on achieving the larger objective. The Company is under process of identifying the risk areas and factors affecting business of company and preparing the efficient Risk Management Policy.

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 2020-21: -

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

Particulars	Year Ended on 31st March 2021 (Figures in Rs)	Year Ended on 31st March 2020 (Figures in Rs)
Revenue from Operations	NIL	NIL
Other Income	4,01,77,187	3,25,42,401
Total Revenue	4,01,77,187	3,25,42,401
Total Expenses	3,74,69,992	3,24,12,709
Net Profit/(Loss) before Tax	27,07,195	1,29,692
Tax Expenses:		
Current Tax	7,03,871	2,55,854
Deferred Tax	(2,90,029)	(2,28,581)
Prior Period Items	13,626	NIL
Net Profit/(Loss) after tax	23,06,979	1,02,419

(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. Deepak Shivanand Pandey	04/09/2020
2	Mr. Ganesh Baban Gite	24/07/2020
3	Mr. Kailash Vishnu Jadhav	27/08/2020

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. Prashant Bholanath Narnaware	31/08/2020
2	Mr. Vishwas Narayan Nangre Patil	04/09/2020
3	Mr. Radhakrishna Vitthal Game	27/08/2020

Details of Appointment of Key Managerial Personnel: -

During the year, no Key Managerial Personnel were appointed or ceased in the Company. However, Mr. Mahendra Shinde, Company Secretary (CS) was appointed for term of 11 months on contract basis and the term of 11 months of CS ended on 02/05/2020 and the as per HR Policy term of appointment as CS renewed for further 3 (Three) years subject to yearly review on contract basis and Mr. Baburao Nirmal, Chief Financial Officer was appointed for term of three years on contract basis. The contract period will be 3 (Three) years if required subject to yearly review. The term 1 (One) year ended on 30th April 2020 and the as per HR Policy term of appointment as CS 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 2020-21 as per below: -

Meeting Sr. No.	Date of Committee Meeting	Number of Directors attended meeting
4	23/07/2020	3
5	29/10/2020	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: 27/09/2021

ANNEXURE- I**FORM NO. MGT 9****EXTRACT OF ANNUAL RETURN
As on financial year ended on 31.03.2021**

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	Regd. Office: Nashik Municipal Corporation, Rajiv Gandhi Bhavan, Purandare Colony, Sharanpur, Nashik – 422002, Maharashtra. Office: Loknete Panditrao Khaire Panchavati Divisional Office, 4th Floor, Makhmalabad Naka, Panchavati, Nashik – 422003. 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						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	Commissioner, Nashik Municipal Corporation (Mr. Kailas Vishnu Jadhav)	24995	49.99%	-	-	-	-	24995	49.990%
2	Mayor, Nashik Municipal Corporation Mr. Satish Laxman Kulkarni	1	0.002%	-	-	-	-	1	0.002%
3	Leader of House, Nashik Municipal Corporation Mr. Satish Yadavrao	1	0.002%	-	-	-	-	1	0.002%

	Sonawane								
4	Chairperson, Standing Committee, Nashik Municipal Corporation (Mr. Ganesh Baban Gite)	1	0.002%	-	-	-	-	1	0.002%
		Total Shareholding of Directors and Key Managerial Personnel						24998	49.996%

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	50,000	50,000	-	-	1,00,000
	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	50,000	50,000	-	-	1,00,000

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	16,20,593	19,99,500	8,29,751	44,49,844
	(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	16,20,593	19,99,500	8,29,751	44,49,844

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: 27/09/2021

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 s/ transactions	Duration of the contracts / arrangements/ transactions	Salient terms of the contracts or arrangements or transactions 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: 27/09/2021

AUDIT REPORT
OF
NASHIK MUNICIPAL SMART CITY DEVELOPMENT
CORPORATION LIMITED
FOR THE YEAR ENDED 31.03.2021

REGISTERED OFFICE

1, RAJIV GANDHI BHAWAN,
C/O NASHIK MUNICIPAL CORPORATION
SHARANPUR ROAD, CANADA CORNER,
PURANDARE COLONY, NASHIK – 422002.

OFFICE

LOKNETE PANDITRAO KHAIRE
PANCHAVATI DIVISIONAL OFFICE,
4TH FLOOR, MAKHMALABAD NAKA,
PANCHAVATI, 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

Qualified 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, 2021, 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, 2021, and its profit, total comprehensive income and the changes in equity for the year ended on that date.

Basis of Qualified Opinion

3. It has been observed that in case project pertaining to Smart Pilot Road, the said project has been completed as on 31st March 2021 but the expenditure incurred for the same has not been utilized through the Capital Grant. The total expenditure incurred grouped under Capital Work in progress pertaining to this project is Rs. 1647.41 lakhs. This has resulted in under-utilization of Capital Grant to that extent and also overstatement of Capital Work in Progress and Capital Grant Balance as on the date of Balance Sheet.
4. The Company has appointment third party consultant for Project Management Consultancy (PMC) for the projects to be undertaken. It has been observed during the year that projects have been initiated and conducted during the year but the provision for the PMC fees have not been made. This has resulted in under-utilization of A & OE Grant and understatement of expenditure to such extent. Due to non-availability of sufficient information the exact impact of the same on financial statements cannot be ascertained.



5. 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

6. **Others**

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

7. **Our opinion is not qualified in respect of these matters noted above from para 6.**

8. **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

9. 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.
10. Our opinion on the standalone financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.
11. 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.
12. 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

13. 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.
14. 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.
15. 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

16. 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

17. 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.
18. 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, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2021 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:
- The Company has disclosed the impact of pending litigations on its financial position in its standalone financial statements;
 - The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Circle.
 - 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: 24.08.2021

Place: Nashik

UDIN – 21140333AAAAEQ5729



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

CA. Sanjeevan V. Tambulwadikar
Partner

Membership No.: 140333



ANNEXURE A TO INDEPENDENT AUDITOR'S REPORT

REFERRED TO IN PARAGRAPH 17 UNDER THE HEADING "REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS" OF OUR REPORT OF EVEN DATE OF:

NASHIK MUNICIPAL SMART CITY DEVELOPMENT CORPORATION LIMITED
FOR THE YEAR ENDED 31ST MARCH 2021

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 2021 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 2020-21 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: 24.08.2021

Place: Nashik
UDIN - 21140333AAAAEQ5729



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 18(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 2021

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

We have audited the Internal Financial Controls Over Financial Reporting of Nashik Municipal Smart City Development Corporation Limited ("the Company") as of 31st March 2021 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 and Income Tax. The reconciliation of the books and returns is not being prepared on regular intervals.
- c. The internal controls for information technology system and data security are weak. In computerized environment the IT control and IT security is of vital importance. The accounting data entry software is not password protected. It is observed that there is no internal control mechanism over who has access to the data and the rights available to the person. This would result in loss of data and further to sharing of information with undesired personnel.

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, 2021, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

Date: 24.08.2021

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



Place: Nashik
UDIN - 21140333AAAAEQ5729

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



NASHIK
SMART CITY

Registered Office

1, Rajiv Gandhi Bhavan, C/O Nashik Municipal Corporation,
Sharanpur Road, Canada Corner, Purandare Colony, Nashik - 422002

Office

Nashik Municipal Smart City Development Corporation Ltd.
Loknete Panditrao Khaire Panchavati Divisional Office, 4th Floor,
Makhmalabad Naka, Panchavati, Nashik – 422003.

FINANCIAL STATEMENTS

F.Y. 2020-21

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 2021

(Amount in Rupees)

S No.	Particulars	Notes	31-03-2021	31-03-2020
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	56,64,084	33,57,105
2	<u>Non-Current Liabilities</u>			
	(a) Long Term Borrowings		-	-
	(b) Deferred Tax Liability		-	-
	(c) Other long Term Liabilities	3	5,60,18,26,973	5,38,38,14,061
	(d) Long Term Provisions		-	-
4	<u>Current Liabilities</u>			
	(a) Short Term Borrowings		-	-
	(b) Trade Payables		-	-
	(a) total outstanding dues of micro enterprises & small enterprises		-	-
	(b) total outstanding dues of creditors other than micro enterprises & small enterprises	4	2,01,40,287	1,32,99,343
	(c) Other Current Liabilities	5	15,47,93,881	15,37,59,096
	(d) Short-Term Provisions	6	68,09,699	40,39,592
	Total-		5,78,97,34,923	5,55,87,69,195
B	<u>ASSETS</u>			
1	<u>Non-Current Assets</u>			
	(a) Property, Plant and Equipment			
	(i) Tangible Asset	7	92,31,635	59,12,992
	(ii) Intangible Asset	7	41,064	-
	(iii) Capital Work- in- Progress	8	86,40,28,900	14,79,73,539
	(b) Deferred Tax Asset (Net)	9	7,79,238	4,89,209
	(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	11,78,379	5,81,301
	(d) Cash and Bank Balances	11	4,60,76,53,882	5,23,20,25,264
	(e) Short Term Loans and Advances			
	(f) Other Current Assets	12	30,68,21,824	17,17,86,890
	Total-		5,78,97,34,923	5,55,87,69,196

Significant accounting policies and other disclosures as per note no 17
As per our separate report of even date attached

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

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



CA SANJEEVAN V. TAMBULWADIKAR
M. NO.: 140333
PLACE: NASHIK
DATE: 24 AUG 2021

[Signature]
Mr. Mahendra Shinde
(Company Secretary)

[Signature]
Mr. Sitaram Kunte
(DIN-02670899)
(Chairman)

[Signature]
Mr. Sumant More
(Chief Executive Officer)

[Signature]
Mr. Tushar Pagar
(DIN-07121656)
(Independent Director)

[Signature]
Mr. Sadek Shaikh
(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 2021				
(Amount in Rupees)				
Sr. No	Particulars	Notes	31-03-2021	31-03-2020
1	INCOME			
	Revenue from operations			
	Other Income	13	4,01,77,187	3,25,42,401
	TOTAL REVENUE		4,01,77,187	3,25,42,401
2	EXPENDITURE			
	Cost of Material Consumed			
	Changes in WIP			
	Employee Benefits Expense	14	2,43,87,743	1,98,88,095
	Depreciation and Amortization Expense	15	29,64,899	20,26,592
	Other Expenses	16	1,01,17,350	1,04,98,022
	TOTAL EXPENSES		3,74,69,992	3,24,12,709
	Profit before exceptional and extraordinary items and tax		27,07,195	1,29,692
	Exceptional Items and Extraordinary items		-	-
	Profit before tax(PBT)		27,07,195	1,29,692
	Tax expense:			
	Current tax		7,03,871	2,55,854
	Deferred tax (Refer Annexure- 3)		(2,90,029)	(2,28,581)
			22,93,353	1,02,419
	Prior Period items:			
	Change in provision of Income Tax payable FY 2019-20		6,431	-
	Change in provision of Provident Fund payable FY 2019-20		1,333	-
	Opening Difference in SBI Auto Sweep FDR		4,154	-
	Opening Difference in Depreciation		(25,544)	-
	Profit from Continuing operations transferred to General Reserves(PAT)		23,06,979	1,02,419
	Earning Per Share			
	1.Basic (50000 shares of 10 Rs Each)		46	2
	2.Diluted		46	2

Significant accounting policies and other disclosures as per note no 17
As per our separate report of even date attached

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

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



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

24 AUG 2021

Mr. Mahendra Shinde
(Company Secretary)

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

Mr. Sumant More
(Chief Executive Officer)

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

Mr. Sadek Shaikh
(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 2021

(Amount in Rupees)

S No.	Particulars	31-03-2021	31-03-2020
1	Cash flows from Operating Activities		
	Net profit before taxation, and extraordinary item	27,07,195	1,29,692
	Add :- Depreciation	29,64,899	20,26,592
	Prior Period expenses	(11,918)	-
	Income Tax Paid	(7,03,871)	(2,55,854)
	Deferred Tax Asset	2,90,029	2,28,581
	Operating profit before working capital changes	52,46,334	21,29,011
	Increase/(Decrease) in Trade Payables	68,40,944	1,30,49,497
	Increase/(Decrease) in Trade Receivables	(5,97,078)	65,065
	Increase/(Decrease) in Short Term Provisions	27,70,107	(21,30,523)
	(Increase)/Decrease in Other Current Assets	(13,50,34,934)	1,93,86,526
	(Increase)/Decrease in wip	(71,60,55,361)	(8,10,46,389)
	Increase/(Decrease) in other current liabilities	(3,29,09,463)	(4,73,02,517)
	Increase/(Decrease) in Revenue grant From GOI, GOM & NMC	3,39,44,249	2,42,74,775
	(Increase)/Decrease in Deferred Tax Asset	(2,90,029)	(2,28,581)
	Cash generated from operations	(83,60,85,231)	(7,18,03,136)
	Net cash used in Operating Activities	(83,60,85,231)	(7,18,03,136)
2	Cash flows from Investing Activities		
	Addition to Fixed Assets	(62,99,062)	(21,37,745)
	Net cash used in Investing Activities	(62,99,062)	(21,37,745)
3	Cash flows from Financing Activities		
	Grant received from GOM & NMC	16,68,21,980	64,17,90,663
	Grant received from GOI	5,11,90,931	14,17,90,663
	Net Cash used in Financing Activities	21,80,12,911	78,35,81,326
4	Net increase in cash and cash equivalents	(62,43,71,382)	70,96,40,445
5	Cash and cash equivalents at beginning of period	5,23,20,25,264	4,52,23,84,820
6	Cash and Cash Equivalents at end of period	4,60,76,53,882	5,23,20,25,264

Significant accounting policies and other disclosures as per note no 17

As per our separate report of even date attached

For and on behalf of the board of directors of Nashik
Municipal Smart City Development Corporation Ltd.For C. R. SAGDEO & CO.
CHARTERED ACCOUNTANTS
FRN: 108959WCA SANJEEVAN V. TAMBULWADIKAR
M. NO.: 140333
PLACE: NASHIK
DATE: 24 AUG 2021

Mr. Mahendra Shinde
(Company Secretary)

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

Mr. Sumant More
(Chief Executive Officer)

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

Mr. Sadek Shaikh
(Chief Financial Officer)

NASHIK MUNICIPAL SMART CITY DEVELOPMENT CORPORATION LIMITED

Notes on Financial Statements for the period ended on 31st March 2021

Note:1 Share Capital

S.No	Particulars	31-03-2021	31-03-2020
	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

S.No	Details of shares held by shareholders holding more than 5 % of the aggregate shares in the Company as on 31/3/2021	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	31-03-2021	31-03-2020
	Profit and loss Account As per last Balance Sheet Add- Net Profit for the year	33,57,105 23,06,979	32,54,686 1,02,419
	Total	56,64,084	33,57,105

Notes : 3 Other Long Term Liabilities

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

S.No	Particulars	31-03-2021	31-03-2020
A	Grant from GOI (1) Opening Balance Add/(Less)- Opening Differences Add- Interest Received During Year to be Capitalised	2,18,03,00,075 (3,25,32,885) 9,97,92,773	2,03,85,09,412 - 16,21,60,898
	Total	2,24,75,59,962	2,20,06,70,309
	Grant Capitalized with Project Completion	1,60,68,956	2,03,70,235
	Total	2,23,14,91,006	2,18,03,00,075
B	Grant from GOM (1) Opening Balance Add/(Less)- Opening Differences Add- Interest Received During Year to be Capitalised	1,08,99,00,038 (1,62,82,340) 4,98,84,032	1,01,90,04,706 - 8,10,80,449
	Total	1,12,35,01,729	1,10,00,85,155
	Grant Capitalized with Project Completion	80,34,478	1,01,85,117
	Total	1,11,54,67,251	1,08,99,00,038
C	Grant from NMC (1) Opening Balance Add/(Less)- Opening Differences Add- Interest Received During Year to be Capitalised	2,11,36,13,949 4,88,15,225 10,04,74,020	1,54,27,18,617 50,00,00,000 8,10,80,449
	Total	2,26,29,03,194	2,12,37,99,066
	5% Grant Transfer to A& OE Grant Grant Capitalized with Project Completion	80,34,478	1,01,85,117
	Total	2,25,48,68,716	2,11,36,13,949
	Total (A+B+C)	5,60,18,26,973	5,38,38,14,061

Note : 4 Trade Payables

S.No	Particulars	31-03-2021	31-03-2020
A	Total outstanding dues of micro enterprises & small enterprises	-	-
B	Total outstanding dues of creditors other than micro enterprises & small enterprises		
	i) KPMG Advisory Services Private Limited	77,800	77,800
	ii) C4 Infrastructures Pvt Ltd	-	1,32,21,543
	iii) M/s. B G Shirke Construction tech Pvt Ltd	1,99,07,834	-
	iv) Super System (Bio-matric Machine)	1,08,201	-
	v) MagnusIdeas Pvt Ltd	46,452	-
	Total	2,01,40,287	1,32,99,343

Note : 5 Other Current Liabilities

S.No	Particulars	31-03-2021	31-03-2020
1	Withheld- against Project work (Refer Annexure-11)	1,60,03,249	94,90,094
2	Security Deposit (Refer Annexure-8)	3,65,89,517	87,78,377
3	EMD Deposit (Refer Annexure-9)	42,25,946	35,35,650
3	Revenue Grant Received from GOI, GOM & NMC (Refer Annexure- 5)	9,75,39,473	13,14,83,722
4	Chair Recovery	2,87,000	2,87,000
5	Test Charges Deduction	1,05,581	1,05,581
6	NMC Fees for Tender Payable	8,255	7,355
7	PT Interest Payable	-	4,600
8	Deductions from CIDCO of CUP	34,860	66,716
	Total	15,47,93,881	15,37,59,095

Note : 6 Short Term Provision

S.No	Particulars	31-03-2021	31-03-2020
A	Duties & Taxes		
	Income Tax Payable	-	-
	Other Provision	-	-
B	Provision for Expenses		
	Audit Fees & Accounting Fees	1,22,525	1,92,270
	Other Expenses Provision (Refer Note below)	66,87,174	38,47,322
	Total	68,09,699	40,39,592

Note- Other Expenses Provision

S.No	Particulars	31-03-2021	31-03-2020
1	Salary Payable	16,79,129	10,73,763
2	TDS on Contractor Payable	8,19,653	3,47,566
3	GST TDS @ 2% Payable	11,26,080	3,35,762
4	TDS on Professional Fees Payable	1,78,032	26,972
5	TDS on Salary Payable	1,99,300	40,758
6	Provision for EL encashment	4,60,432	-
7	Printing & stationery payable	29,958	-
8	Professional Fees payable-CEIL	13,83,304	-
9	Labour Cess Payable	6,34,579	1,97,977
10	CPF Payable Deduction	21,396	32,243
11	DCPS Payable Deduction	21,173	19,964
12	GIS Payable Deduction	960	960
13	GST Payable on Audit Fees	-	5,000
14	Electricity Bill Expenses Payable	-	31,030
15	Office Expenses Payable	-	11,480
16	PF Payable	79,071	95,013
17	Professional Tax Payable	6,300	53,675
18	CGST Tax Payable	19,584	4,31,630
19	SGST Tax Payable	19,584	4,31,630
20	ROC Charges Payable	-	5,100
21	Telephone Bill payable (BSNL)	6,639	3,023
22	Traveling Expenses Payable	-	420
23	Royalty payable	-	53,373
24	Website Design and Development Expenses Payable	-	43,200
25	Advertisement Expenses Payable	-	6,06,784
26	Water Bill	2,000	-
	Total Provision Amount	66,87,174	38,47,322

ASSETS**Note : 7 Fixed Assets****(Refer Depreciation Annexure-1)**

S.No	Particulars	31-03-2021	31-03-2020
	Gross Block As per Books	98,61,017	77,23,272
	Add- Addition During the year	62,99,062	21,37,745
	Less- Accumulated Depreciation	68,87,380	39,48,025
	Total	92,72,699	59,12,992

Note : 8 Capital Work In Progress**(Refer Annexure 4)**

S.No	Particulars	31-03-2021	31-03-2020
	Project Under Construction		
	Smart Road Ashok Stambh to Trimbak Naka(WIP)	16,47,40,586	14,70,67,039
	Green Field Project (WIP)	9,06,500	9,06,500
	Godavari Riverfront - Beautification (WIP)	10,91,63,719	-
	Godavari Riverfront - Goda Civil (WIP)	1,66,91,263	-
	Nashik Smart & Safe city Solutions (WIP)	45,43,00,000	-
	Major & Minor Road ABD Area (WIP)	11,34,69,479	-
	Pandit Paluskar Auditorium (WIP)	47,57,353	-
	Total	86,40,28,900	14,79,73,539

Note : 9 Deferred Tax

S.No	Particulars	31-03-2021	31-03-2020
	Deferred Tax Asset (Refer Deferred Tax Annexure-3)	7,79,238	4,89,209
	Total	7,79,238	4,89,209

Note : 10 Trade Receivables

S.No	Particulars	31-03-2021	31-03-2020
	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	Neev Infrastructure Pvt. Ltd.	2,216	2,216
2	R. K. Sawant	-	51,922
3	Rohit Pansare	19,924	19,924
4	Sangam Renewables Ltd.	3,81,600	3,81,600
5	Skylark Construction	1,25,639	1,25,639
6	KPMG Recievable	6,49,000	-
	Total-	11,78,379	5,81,301

Note : 11 Cash & Bank Equivalents

S.No	Particulars	31-03-2021	31-03-2020
A	Cash & Cash Equivalents		
	i) Balance With Banks-		
	Yes Bank Nidhi A/c- 141 (A & OE Fund)	132	20,65,048
	Yes Bank Project A/c- 200 (Project Fund)	69	24,92,130
	State Bank of India A/c-(A & OE Fund)	2,32,40,663	14,49,99,989
	State Bank of India A/c- (Project Fund)	10,000	2,00,83,874
	Total	2,32,50,865	16,96,41,041
B	Cash in Hand	10,000	10,000
	Total	10,000	10,000
C	Fixed Deposits (Refer Annexure-7)	4,58,43,93,018	5,06,23,74,223
	Total	4,60,76,53,882	5,23,20,25,264

Notes : 12 Other Current Assets

S.No	Particulars	31-03-2021	31-03-2020
1	Advance Tax Paid	-	-
2	Interest Accrued (Refer Annexure-7A)	6,69,73,040	14,67,26,949
3	Interest Accrued on B G Shirke Mobilization Advance	1,67,93,989	-
4	Receivable From NMC	17,56,790	5,29,990
5	Deposit (Assets)	1,24,898	1,23,398
6	Advance to Contractors	21,07,94,286	-
7	Staff Advances	24,138	21,982
8	TDS on FD Interest Receivable	1,03,54,683	2,19,20,417
9	Income Tax Refund Receivable	-	24,64,154
10	Grant Receivable on Sanction basis from GOI & GOM	-	-
	Total	30,68,21,824	17,17,86,890

Note : 13 Other Income

S.No	Particulars	31-03-2021	31-03-2020
	A & OE Income		
1	Grant Received from Govt utilised for A & OE Expenses (Refer Annexure 5)	3,74,69,992	3,24,12,709
2	Tender Fees Received	55,000	93,078
3	Interest on IT Refund	13,69,230	-
4	Labour Cess @ 1%	32,151	11,814
5	Penalty Deduction	65,187	-
6	Provisions written back	-	24,799
7	Performance Bank Guarantee	11,77,966	-
8	Right to Information Fees Received	7,661	-
	Total	4,01,77,187	3,25,42,401

Note : 14 Employee Benefits Expenses

S.No	Particulars	31-03-2021	31-03-2020
1	Salary Expenses	2,27,07,153	1,88,25,032
2	Leave Encashment	9,58,290	3,07,930
3	Conveyance Expenses	4,54,000	6,58,633
4	Other Allowances-Gratuity, Education Allowance, Ex-Gratia etc	2,68,300	96,500
	Total	2,43,87,743	1,98,88,095

Notes: 15 Depreciation and Amortization Expenses (Refer Annexure-1)

S.No	Particulars	31-03-2021	31-03-2020
1	Depreciation and amortization expenses	29,64,899	20,26,592
	Total	29,64,899	20,26,592

Notes : 16 Other Expenses

S.No	Particulars	31-03-2021	31-03-2020
1	Advertisement Expenses	5,07,738	30,83,639
2	Professional Fees-(Ref Annexure 10)	20,02,470	7,88,523
3	Business Communication Expenses	2,44,690	2,27,837
4	Consultancy Services Expenses	60,59,129	31,78,630
5	Printing & Stationery Exp	3,59,662	2,23,183
6	Electricity Expenses	2,57,510	3,33,060
7	GST on Reverse Charge and Interest on GST	26,770	49,060
8	Legal Fees	22,700	1,44,668
9	Meeting Expenses	1,34,900	1,23,040
10	News paper Expenses	17,491	21,175
11	Office Expenses	1,80,391	1,95,595
12	Postage Expenses	8,118	11,237
13	Telephone Expenses	38,184	35,928
14	Audit Fees	88,500	1,02,000
15	Other Admin Expenses	57,288	2,10,412
16	Repairs & Maintenance	-	1,23,684
17	Staff Refreshment Expenses	53,024	95,266
18	Travelling Expenses	32,844	13,11,528
19	Water Charges	24,110	23,710
20	Bank Charges	1,831	-
21	Credai Metro Nashik - Sheltar 2020	-	52,695
22	Hospitality expenses	-	1,63,151
	Total	1,01,17,350	1,04,98,022

NASHIK MUNICIPAL SMART CITY DEVELOPMENT CORPORATION LIMITED

NOTE 17. SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO ACCOUNTS

BACKGROUND

Nashik Municipal Smart City Development Corporation Limited ('NMSCDCL' OR Company) is a public company domiciled and incorporated in India under the COMPANIES ACT, 2013 on 26TH of August 2016. The Registered office of the company is situated at Nashik Municipal Corporation, Purandar Colony, Sharanpur road, Shri Rajiv Gandhi Bhavan, Nashik 422002. NMSCDCL is Special Purpose Vehicle (SPV) formed under Smart City Mission of Government of India for Implementation of smart city project in Nashik. The core objective of the company is 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 NMSCDCL 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 II to the Companies Act, 2013. Whereas depreciation as per Income tax Act charged as per section 32 of Income tax Act 1961.

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).

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.

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. Unutilized amount out of grant is shown under "Current liability" in the Balance Sheet.

CAPITAL GRANTS

In case of Capital Grants as received during the period under consideration are considered as long-term liabilities. Further interest received on this grant 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, leave encashment and ex-gratia etc. 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 neither provides and nor expects to provide any post-employment or other long-term employee benefits to employees.

I. PROVISIONS

A provision is recognized when the company has a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made. Provisions are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

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 disclosed in the notes. A contingent asset is neither recognized nor disclosed in the financial statements.

J. CASH AND CASH EQUIVALENTS

Cash comprises cash in hand and cash equivalents are demand deposits with banks

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.

L. 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.

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

1. SHARE CAPITAL -

Sr.No.	Equity Shares	Amount (Rs.)
1	Shares of State Govt of Maharashtra	2,50,000
2	Shares of Nashik Municipal Corporation	2,50,000
3	Reserve and Surplus (Including current year Profit)	56,64,084
	TOTAL	61,64,084

2. GOVERNMENT GRANT

NMSCDCL has not received any grants from 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 Fund, 5 % as a Administrative and Office Expenses (A&OE) funds for state / ULB and 2 % as A&OE funds for Ministry of Housing and Urban Affairs.

Accounting for A&OE Fund for Ministry of Housing and Urban Affairs 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 A&OE Grant. For accounting purpose, we are considering the all grants received as 98% and 2% A&OE grant not received from respective authority.

Further interest received on Project grants is also credited to the respective grant in the ratio of Grant available with each authority.

During FY 2019-20 Interest on grant allocate in the 50:25:25 ratio to GoI, GoM & NMC respectively, however, It is needs to be allocate as per Grant Available with authority, now it is corrected and allocate as per ration of fund available.

Closing Balances of Grant are as follows- Refer Annexure 5(A&OE) & Annexure 6(Project)

A & OE GRANT UTILISATION FOR EXPENSES			
(Amount in Rs.)			
Particulars of A&OE Grants	GOI	GOM	NMC
Opening Balance (1.4.2020)	4,60,77,565	2,94,37,773	5,59,68,385
Addition During the Year			
Total Grants	4,78,40,437	3,03,19,208	5,68,49,820
Utilisation for A & OE Expenses-	(1,69,72,125)	(84,86,062)	(86,86,062)
Closing balance (31/03/2021)	2,91,05,440	2,09,51,710	4,74,82,322
PROJECT GRANTS UTILIZED FOR PROJECT COSTS			
(Amount in Rs.)			
Particulars of Project Grants	GOI	GOM	NMC
Opening Balance (1.4.2020)	2,18,03,00,075	1,08,99,00,037	2,11,36,13,948
#Add/(Less) During the Year-			
Opening Balance Differences	(3,25,32,885)	(1,62,82,340)	4,88,15,225
Addition - Interest Received	9,97,92,773	4,98,84,032	10,04,74,020
Total Grants	2,24,75,59,962	1,12,35,01,729	2,26,29,03,193
Utilisation for Capitalisation of WIP-	(1,60,68,956)	(80,34,478)	(80,34,478)
Closing balance (31.3.2021)	2,23,14,91,006	1,11,54,67,251	2,25,48,68,715

3. SHORT TERM LIABILITIES.

3.1 TRADE PAYABLE

NMSCDCL have trade payable of Rs.2,01,40,287/- at the end of creditors for expenses and creditors for assets.

3.2 AMOUNT WITHHELD

NMSCDCL have withheld of Rs.1,60,03,249/- for various reasons for details (Refer Annexure 11).

3.3 PROVISIONS

NMSCDCL having a provision of Rs.68,09,699/- for the FY 2020-21. 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.

During the FY 2020-21, NMSCDCL invoked Clause No.46.2 regarding Liquidated Damages (LD) on PMC vide letter no. NMSCDCL/1555/2020 dated 18th September, 2020 of Rs.3,11,50,000/- and also issued Notice of suspension of payment under Clause No 18 of General Conditions of Contract of Consultant Services to PMC vide letter no. NMSCDCL/1561/2020 dated 21st September, 2020. However, provision for PMC services fees and liquidated damages is not accounted during the year.

3.4 CONTINGENT LIABILITY (DISCLOSURES AS REQUIRED BY ACCOUNTING STANDARDS AS 29)

Contingent liability is not recognized in the financial statements hence such disclosure for Contingent Liability is made.

Contract for construction of Trimbak Road to Ashok Stambh (Pilot Smart Road) was awarded to the Contractor- M/s. C4 Infrastructures Pvt. Ltd. on 16th April, 2018. The time to complete the work was 6 months. However, contractor had delayed the completion of road work and therefore as per Contract / RFP clause, NMSCDCL invoked Liquidated Damages clause and Liquidated Damages (LD) of Rs. 46,018/- per day levied from 1st April, 2019. Accordingly, an amount of Rs.1,69,96,589/- (Rs. One Crore Sixty-Nine Lakhs Ninety-Six Thousand Five Hundred Eighty-Nine Only (Including GST) has been recovered from the contractor.

As per the contract/RFP terms & conditions, contractor has invoked the Settlement of Dispute clause. NMSCDCL & Contractor have appointed Arbitrator and constituted Arbitral Tribunal. The Contractor has submitted 'Statement of Claim' of Rs. 6,25,84,452/- (Rs. Six Crores Twenty-Five Lakhs Eighty-Four Thousand Four Hundred Fifty-Two Only). It is not practicable to estimate the timing of Cash outflows, if any, in respect of above.

4. FIXED ASSETS

As per Schedule II of the Companies Act 2013, Depreciation calculated on Fixed Assets at the end of financial year 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)

During the year the company has developed COVID 19 Survey & Monitoring System application with the facility of Dashboard & Report analysis under IC application for activities related to Management of COVID 19 Pandemic (Nashik COVID-19 Sanjivani application). However, the application has been booked as intangible asset in the books of accounts and the life of it has been assumed as 5 years.

During the financial year it has been observed that depreciation on one Computers & Peripherals which was purchased on 28.02.2018 has been wrongly calculated for the whole financial year instead of number of days asset has been used due to which excess depreciation has been provided in financial year 2018-19 by Rs. 1,88,318/-. However, over period of time till the current financial year i.e. 2020-21 the difference has been reduced to Rs. 25,544/- and the same has been shown in statement of Profit & Loss.

During the financial year New Extension of existing office contract work done which create additional assets of NMSCDCL.

5. CAPITAL WORK IN PROGRESS

NMSCDCL has undertaken 13 Projects out of which 3 projects (Mahatma Phule Kaladalan, Cremetorium-Additional at Amardham, and Procurement & Maintenance of Trash Skimmer) is completed and 2 projects Operation & Management work (Kalidas Kalamandir and Neharu Garden) done during FY 2020-21. and 7 projects are under work in progress till the end of Financial Year 2020-21 and their expenses are capitalized for the respective project under Work in Progress. Further, Skill Development & Training Expenses related to above completed project is also capitalized with project grant.

Projects are as follows –

Sr. No.	Projects Name	Total Cost of CWIP	Capitalized With Grant	Closing CWIP
1	Renovation Work of Mahatma Phule Kaladalan	66,77,619	66,77,619	-
2	Electric Crematorium Furnace at Amardham Nashik (Additional)	72,21,600	72,21,600	-
3	Redevelopment of Major & Minor Road ABD Area under Nashik Smart City	11,34,69,479	-	11,34,69,479
4	Repair and Renovation of Kalidas Kala Mandir	3,69,956	3,69,956	-
5	Repair & Renovation OF Neharu Garden Nashik	2,41,514	2,41,514	-
6	Repairs and Maintenance of Trash Skimmer	1,70,44,093	1,70,44,093	-
7	Repairs & Renovation Work of Pandit Paluskar Auditorium	47,57,353	-	47,57,353
8	Skill Development & Training Exp	5,83,130	5,83,130	-
9	Smart Road-C4 (WIP)	16,47,40,586	-	16,47,40,586
10	Green Field Project (WIP)	9,06,500	-	9,06,500
11	Godavari Riverfront - Beautification	10,91,63,719	-	10,91,63,719
12	Godavari Riverfront - Goda Civil	1,66,91,263	-	1,66,91,263
13	Nashik Smart & Safe city Solutions	45,43,00,000	-	45,43,00,000
	Total	89,61,66,812	3,21,37,912	86,40,28,900

6. CURRENT ASSETS

6.1 TRADE RECEIVABLES (SUNDRY DEBTORS)

Sr No	Name Contractor	Name of Work/Project	Balance as on 31.03.2021
1	Neev Infrastructure Pvt Ltd	Renovation of Kalidas Kalamandir	2,216.00
2	Rohit Pansare	Office-Furniture & Interior work	19,924.00
3	Sangam Renewables Ltd	Solar Project	3,81,600.00
4	Skylark Construction	Development of Neharu Garden	1,25,639.00
5	KPMG	PMC Services	6,49,000.00
Total			11,78,379.00

As per GST law NMSCDCL is liable to pay GST on penalty, and it is to be recovered from above parties (Sr No.1 to 4) and for Sr No.5 amount is related to expenses made on behalf of KPMG i.e. Professional fees paid to IIT & VIIT for their survey and reports. So, debtors' amount is outstanding as on 31st March 2021, hence it is shown as a receivable under Sundry Debtors in Balance sheet.

6.2 CASH IN HAND

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

6.3 BANK ACCOUNTS-

NMSCDCL has maintained 4 bank Accounts-

Bank Account	Balance as on 31.03.2021
Yes Bank Nidhi A/c- 141 (A & OE Fund)	132.00
Yes Bank Project A/c- 200 (Project Fund)	69.00
State Bank of India A/c (A & OE Fund)	2,32,40,663.40
State Bank of India A/c (Project Fund)	10,000.24
Total	2,32,50,864.64

Bank Reconciliation is done on the basis of comparing the entries in the records and with the bank statement for the financial year 2020-21. It provides an important check on the accuracy of the Bank entries.

6.4 TAX DEDUCTION AT SOURCE (TDS).

Company having a TDS (Tax Deduction at Source) for the year of Rs 1,10,58,554/-, out of which tax liability is Rs.7,03,871/- so balance TDS amount of Rs. 1,03,54,683/- is shown under current asset in Balance sheet, it is receivable from Income Tax department.

6.5 ADVANCE TO CONTRACTOR

One of the contractor named M/s. B.G. Shirke Construction Technology Private Limited to whom mobilization advance has been given on 04.06.2020 of Rs. 11,39,36,914/- and on 05.08.2020 of Rs. 11,39,36,914/- out of which Rs. 1,07,00,166/- has been received and Rs.63,79,376/- accounted for receivable on 08.03.2021 and 31.03.2021 respectively. However, as per contract, Interest @ 10% p.a. of Rs.1,6793,989/- has been provided and the same is capitalized.

7. REVENUE INCOME

1. MSCDCL 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. During the year NMSCDCL encash Performance Bank Guarantee of Rs.13,90,000/- of Hero Youon Ltd against the Cycle Project and Rs.11,77,966/- accounted as Income after paying GST of Rs.2,12,034/-
3. During the year reported various Direct Income i.e. RTI Fees, Tender Fees, Labour Cess, Interest on Income Tax, Penalty Deductions.

8. EXPENSES

1. Total Expenses during the year of NMSCDCL is Rs.3,74,69,992/- excluding income tax expenses.
2. Amount of Rs.3,74,69,992/- is adjusted from A & OE Grant and Interest received during the year on A & OE Grants for revenue expenses 1st 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).
3. All expenses of the NMSCDCL are accounted as per guideline of accounting policies and accounting rules.
4. Managerial Remuneration and Director's Sitting Fees
During FY 2020-21, NMSCDCL has given the Key managerial remuneration and sitting fees to directors of Rs.45,67,844/- as follows

Particulars	Amount Paid (Rs.)
Shri. Prakash Thavil, CEO	16,20,593.00
Shri. Baburao Nirmal, CFO	19,99,500.00
Shri. Mahendra Shinde, CS	8,29,751.00
Directors Sitting Fees	1,18,000.00
Total	45,67,844.00

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

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

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

24 AUG 2021

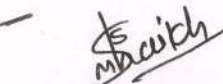



Mr. Mahendra Shinde
(Company Secretary)


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


Mr. Sumant More
Chief Executive Officer


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


Mr. Sadek Shaikh
(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-2020 to 31-Mar-2021

Sr. No.	Particulars	Gross Block				Depreciation Block				Net Block	
		Opening WDV 01/04/2020	Addition	Deletion	Closing Balance 31/03/2021	Accumulated Depreciation 01/04/2020	Current Depreciation	Opening Difference	Accumulated Depreciation 31/03/2021	Closing WDV 31/03/2021	Closing WDV 31/03/2020
	TANGIBLE ASSET										
1	Computer Software Licences	3,38,293	-	-	3,38,293	2,73,306	39,598	-	3,12,904	25,389	64,986
2	Computers & Peripherals	21,12,623	33,236	-	21,45,859	8,62,104	8,09,232	(25,544)	16,45,792	5,00,067	12,50,520
3	Cupboard	33,435	-	-	33,435	16,194	4,463	-	20,657	12,778	17,241
4	Furniture & Fixtures	46,71,646	21,29,705	-	68,01,351	19,15,978	11,72,674	-	30,88,652	37,12,699	27,55,668
5	Xerox Machine	1,55,000	-	-	1,55,000	52,986	18,465	-	71,451	83,549	1,02,014
6	Electrical Equipment	25,50,020	12,83,406	-	38,33,426	8,27,457	6,88,546	-	15,16,003	23,17,423	17,22,563
7	Building	-	28,01,385	-	28,01,385	-	2,21,655	-	2,21,655	25,79,730	-
	Total	98,61,017	62,47,732	-	1,61,08,749	39,48,025	29,54,633	(25,544)	68,77,114	92,31,635	59,12,992
	INTANGIBLE ASSET										
1	COVID-19 Survey & Monitoring System (Sanjivani App)	-	51,330	-	51,330	-	10,266	-	10,266	41,064	-
	Total	-	51,330	-	51,330	-	10,266	-	10,266	41,064	-
	Grand Total	98,61,017	62,99,062	-	1,61,60,079	39,48,025	29,64,899	(25,544)	68,87,380	92,72,699	59,12,992

NASHIK MUNICIPAL SMART CITY DEVELOPMENT CORPORATION LIMITED

CIN: U93090MH2016SGC285193

ANNEXURE- 2

Depreciation as per Income Tax Act 1961

1-Apr-2020 to 31-Mar-2021

Sr. No.	Particulars	Opening WDV 01/04/20	Addition During the Year		Deletion	Net WDV	Rate	Depreciation	Closing WDV 31/03/2021
			> 180 days	< 180 days					
1	Computer Software Licences	1,12,657	-	-	-	1,12,657	40%	45,063	67,594
2	Computers & Peripherals	14,02,327	-	33,236	-	14,35,563	40%	5,67,578	8,67,985
3	Cupboard	25,528	-	-	-	25,528	10%	2,553	22,975
4	Furniture & Fixtures	37,93,892	21,29,705	-	-	59,23,597	10%	5,92,360	53,31,237
5	Xerox Machine	1,03,589	-	-	-	1,03,589	15%	15,538	88,051
6	Electrical Equipment	21,88,203	11,35,311	1,48,095	-	34,71,609	10%	3,39,756	31,31,853
7	Building		28,01,385	-	-	28,01,385	10%	2,80,139	25,21,246
8	Intangible Asset	-	-	51,330	-	51,330	25%	6,416	44,914
	Grand Total	76,26,196	60,66,401	2,32,661	-	1,39,25,258		18,49,403	1,20,75,855

NASHIK MUNICIPAL SMART CITY DEVELOPMENT CORPORATION LIMITED

CIN: U93090MH2016SGC285193

**Deferred Tax Calculation
ANNEXURE - 3**

Sr. No.	Particulars	Amount
A	Depreciation as per Companies Act, 2013	29,64,899
B	Depreciation as per Income Tax Act, 1961	18,49,403
C	Timing Difference in Assets-	11,15,496
D	Tax (Basic Tax Rate- 25% Plus 4% Edu Cess on Basic tax)	26%
D	Deferred Tax	2,90,029
E	Opening Balance of Deffered Tax Assets	4,89,209
F	Closing Balance of Deffered Tax Assets	7,79,238

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
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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	-	72,21,600	-	72,21,600	72,21,600	-
2	Kalidas Kalamandir	-	3,69,956	-	3,69,956	3,69,956	-
3	Mahatma Phule Kaladalan	-	66,77,619	-	66,77,619	66,77,619	-
4	Neharu Garden	-	2,41,514	-	2,41,514	2,41,514	-
5	Smart Road-C4 (WIP)	14,70,67,039	1,94,22,261	17,48,714	16,47,40,586	-	16,47,40,586
6	Green Feild Project (WIP)	9,06,500	-	-	9,06,500	-	9,06,500
7	Godavari Riverfront - Beautification (WIP)	-	10,91,63,719	-	10,91,63,719	-	10,91,63,719
8	Godavari Riverfront - Goda Civil (WIP)	-	1,66,91,263	-	1,66,91,263	-	1,66,91,263
9	Nashik Smart & Safe city Solutions (WIP)	-	45,43,00,000	-	45,43,00,000	-	45,43,00,000
10	Major & Minor Road ABD Area (WIP)	-	11,34,69,479	-	11,34,69,479	-	11,34,69,479
11	Pandit Paluskar Auditorium (WIP)	-	47,57,353	-	47,57,353	-	47,57,353
12	Skill Development & Training Expenses	-	5,83,130	-	5,83,130	5,83,130	-
13	Trash Skimmer	-	1,70,44,093	-	1,70,44,093	1,70,44,093	-
	Total	14,79,73,539	74,99,41,987	17,48,714	89,61,66,812	3,21,37,912	86,40,28,900

Note -During FY 2017-18, 2018-19, 2019-20 & 2020-21 , NMSCDCL has undertaken 13 projects, out of which 3 project is completed during the FY 2020-21 and 2 project O&M expenses completed. The total Cost of a project 32137912/- and it is capitalized with the grant in the ratio of 50:25:25. (GOI, GOM, NMC Respectively). Out of the total cost of Rs16068956 /- (50% of 32137912/-) is capitalized with the grant received from GoI, Rs 8034478/- (25% of 32137912/-) is capitalized with the grant received from GoM and Rs 8034478/- (25% of 32137912/-) 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	Total Grant Amt.
a	Opening Balance of A & OE Grants - 01.04.2020	4,60,77,565	2,94,37,773	5,59,68,385	13,14,83,722
b	Addition During the Year-				-
	Total Grants	4,60,77,565	2,94,37,773	5,59,68,385	13,14,83,722
c	Utilisation for A & OE Expenses- (Refer below Note)	1,69,72,125	84,86,062	84,86,062	3,39,44,249
d	Closing Balance of A & OE Grants - 31.03.2021	2,91,05,440	2,09,51,710	4,74,82,322	9,75,39,473

Note

Sr no.	Particulars of Grant Utilised for Expenses	Amount	
A	Total Expenses		3,74,69,992
1	Bank Interest Received	6,617	3,74,63,375
2	Interest on FDR	35,19,126	3,39,44,249
3	A & OE Grants from GOI	1,69,72,125	50% of Expenses
4	A & OE Grants from GOM	84,86,062.30	25% of Expenses
5	A & OE Grants from NMC	84,86,062.30	25% of Expenses
	Total	3,74,69,992	

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 is Rs.3,74,69,992 /- 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

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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 - 01.04.2020	2,18,03,00,075	1,08,99,00,037	2,11,36,13,948	5,38,38,14,061
b	#Add/(Less) During the Year- Opening Balance Differences	(3,25,32,885)	(1,62,82,340)	4,88,15,225	(0)
		2,14,77,67,190	1,07,36,17,697	2,16,24,29,174	5,38,38,14,061
c	*Addition During the Year- Interest Received (Refer Note)	9,97,92,773	4,98,84,032	10,04,74,020	25,01,50,824
	Total Grants	2,24,75,59,962	1,12,35,01,729	2,26,29,03,193	5,63,39,64,885
d	Utilisation for Capitalisation of WIP- (Refer below Note)	1,60,68,956	80,34,478	80,34,478	3,21,37,912
e	Closing Balance of Project Grants - 31.03.2021	2,23,14,91,006	1,11,54,67,251	2,25,48,68,715	5,60,18,26,973

A	Total Interest Received against FDR, Others & Allocation		
1	Bank Interest Received		23,33,56,835
2	Interest on Mobilisation Advance given to B G Shirke		1,67,93,989
			25,01,50,824
1	Interest Added to Grants from GOI	9,97,92,772.60	Allocate in the ratio of Grant available with each authority
2	Interest Added to Grants from GOM	4,98,84,031.77	
3	Interest Added to Grants from NMC	10,04,74,019.63	
	Total	25,01,50,824.00	

A	Capitalized With Grant		
1	Total Cost of CWIP		3,21,37,912
2	Utilised From Grants from GOI	1,60,68,956	50% of Above
3	Utilised From Grants from GOM	80,34,478	25% of Above
4	Utilised From Grants from NMC	80,34,478	25% of Above
	Total	3,21,37,912	

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 in the ratio of Grant available with each authority.

#During FY 2019-20 Interest on grant allocate in the 50:25:25 ratio to GoI, GoM & NMC respectively, however It is needs to be allocate as per Grant Available with authority, now it is corrected and allocate as per ration of fund available.

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 2020-21, 3 projects (Mahatma Phule Kaladalan, Cremetorium-Additional at Amardham and Procurement & Maintenance of Trash Skimmer) are completed and 2 projects (Kalidas Kalamandir, Neharu Garden) O&M completed for the year and it is capitalized with project grant. Further, Skill Development & Training Expenses related to above completed project is also capitalized with project grant.

NASHIK MUNICIPAL SMART CITY DEVELOPMENT CORPORATION LIMITED		
CIN: U93090MH2016SGC285193		
ANNEXURE - 7 FIXED DEPOSITS		
S.No	Particulars	Current Year
	Fixed Deposit's	
1	Indian Bank - 698419507	50,00,00,000
2	Indian Bank - 6985149461	50,00,00,000
3	Punjab National Bank 036200UR00000134	50,00,00,000
4	Punjab National Bank 036200UR00000143	50,00,00,000
5	Union Bank FD696903030004670	95,00,00,000
6	SBI Auto Sweep FDR - 39237052702	99,75,99,937
7	SBI Auto Sweep FDR- 39310503899	4,24,00,000
8	SBI Auto Sweep FDR -1644-39902602411	3,70,000
9	SBI Auto Sweep FDR 39286444431	11,78,09,378
10	SBI Auto Sweep FDR-39328310912	47,14,36,702
11	SBI Auto Sweep FDR- 39964894628	47,77,000
	Total	4,58,43,93,018
ANNEXURE - 7A Interest Accrued on Fixed Deposit		
S.No	Particulars	Current Year
1	Indian Bank	37,69,864
2	Punjab National Bank FD	37,71,506
3	Union Bank	4,32,29,143
4	SBI Autosweep FDR	1,62,02,527
	Total (Accrued Interest Receivable at year end)	6,69,73,040
	Less : TDS on Accrued Interest	16,20,253
	Total (Accrued Interest Receivable at year end)	6,53,52,787
ANNEXURE - 7B Interest Received on FDR/Savings Account - Bank Wise		
S.No	Particulars	Current Year
1	Auto Swipe - Sbi	11,48,26,129
2	FDR - Corporation Bank	2,56,38,968
3	FDR - Indian Bank	37,69,864
4	FDR - PNB	2,41,25,394
5	FDR - Union Bank	6,85,00,421
	Total (Interest Received)	23,68,60,776
	Interest Received on YES Bank Savings Account	21,802
	Total (Interest Received)	23,68,82,578

NASHIK MUNICIPAL SMART CITY DEVELOPMENT CORPORATION LIMITED

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**ANNEXURE - 8
SECURITY DEPOSIT**

Sr. No.	Party Name	2020-21	2019-20
1	Neev Infrastructre Pvt. Ltd	25,02,686	25,02,686
2	R. K. Sawant	6,36,231	4,84,197
3	Rohit Pansare	29,814	1,10,136
4	Skylark Construction Pvt. Ltd.	3,08,332	3,08,332
5	Kalyani Enterprises	3,44,306	5,96,411
6	C4 Infrastructure Pvt. Ltd.	44,87,190	39,80,919
7	B T Kadlag-Performance Security	5,80,000	5,80,000
8	Kalika Enterprises	12,571	55,712
9	New Kredible Technologies	1,59,984	1,59,984
10	C4 Infrastructure Pvt. Ltd.- Performance Security	32,31,000	-
11	SD Sahyadri Construction Ltd -Performance Security	1,16,99,000	-
12	SD B G Shirke Construction Tech Pvt Ltd	56,73,474	-
13	B T Kadlag	2,37,868	-
14	SD Cleantech Infra Pvt Ltd	8,52,205	-
15	SD Sitaram Infrastructure Pvt Ltd (Goda Beautification)	50,00,442	-
16	SD Sitaram Infrastructure Pvt Ltd	8,34,414	-
Total		3,65,89,517	87,78,377

NASHIK MUNICIPAL SMART CITY DEVELOPMENT CORPORATION LIMITED

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ANNEXURE - 9**EMD**

S.No	Party Name	2020-21	2019-20
1	Sabdra & Sabadra	3,000.00	3,000.00
2	Ulhas Borse & Co	9,000.00	9,000.00
3	Neev Infrastructure Pvt.Ltd	9,66,827.00	9,66,827.00
4	Kalyani Enterprises	2,02,594.00	2,02,594.00
5	C4 Infrastructures Pvt Ltd	8,07,525.00	8,07,525.00
6	Kalika Electricals	-	19,946.00
7	Rohit Pansare	-	50,000.00
8	Bekem Infra Projects Private Limited	9,54,000.00	9,54,000.00
9	Sangam Advisory Ltd	-	2,50,000.00
10	C R Sagdeo and Co		5,000.00
11	R Devendra Kumar & Associates		25,000.00
12	New Credibal Technology		50,000.00
13	E R Kadbhane		72,000.00
14	Skylark Construction Pvt Ltd		1,20,758.00
15	Kalpataru	61,000.00	
16	Sahyadri Construction	12,22,000.00	
	Total- (A+B+C+D)	42,25,946.00	35,35,650.00

NASHIK MUNICIPAL SMART CITY DEVELOPMENT CORPORATION LIMITED

CIN: U93090MH2016SGC285193

ANNEXURE - 10
Professional Fees

S.No	Party Name	Amounts
1	R. Devendra Kumar & Associates (Accounting Charges)	2,55,604
2	Veermata Jijabai Technological Institute	1,77,000
3	Link Intime india Pvt Ltd	5,900
4	Certification Engineers International Limited	15,71,938
5	Opening difference of FY 2019-20	(7,972)
	Total	20,02,470

NASHIK MUNICIPAL SMART CITY DEVELOPMENT CORPORATION LIMITED				
CIN: U93090MH2016SGC285193				
ANNEXURE - 11				
Withheld Amount				
S.No	Party Name	2020-21	2019-20	Reason
1	Kalyani Enterprises	36,70,213	45,87,766	Operation and Maintenance as per tender condition.
2	C4 Infrastructure Pvt. Ltd.	3,96,914	14,50,168	Due to technical inspections report
3	KPMG Advisory Services Pvt. Ltd.	39,28,633	34,52,160	Various deliverables are not delivered so that amount was withheld.
4	B G Shirke Construction Technology Pvt Ltd	58,36,416	0	Withheld due to Safety & Other Compliance
5	Sitaram Infra Project-Goda Beatification	21,71,073	0	Withheld amount for Pile Testing & CAR Policy.
	Total	1,60,03,249	94,90,094	