



NASHIK MUNICIPAL SMART CITY DEVELOPMENT CORPORATION LIMITED

6TH ANNUAL REPORT 2021-22

INDEX

Sr. No.	PARTICULARS	Page No.
1	Notice of 6 th Annual General Meeting	1
2	Board's Report	5
3	Audit Report	21
4	Financial Statement	38
5	Notes to Accounts and Significant Accounting Policies	47



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/ 892 /2022

Date: 27/09/2022

NOTICE

Notice is hereby given that 6th Annual General Meeting (AGM) of **NASHIK MUNICIPAL SMART CITY DEVELOPMENT CORPORATION LIMITED** will be held on **Friday, 30th September, 2022 at 03:00 p.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 2022, the reports of the Board of Directors and Auditor’s thereon.
- 2) To appoint a director in place of Mr. Ram Charan Meena, who retires by rotation and being eligible, offers himself for re-appointment.

SPECIAL BUSINESS:

- 3) **TO REGULARISE APPOINTMENT OF MR. ANAND MADHUKAR LIMAYE 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 Government Resolution No. Smart C/ ANS.2020/ Pra.Kra.207/ Navi-23 dated 20th December, 2021, Mr. Anand Madhukar Limaye, IAS, Additional Chief Secretary (Home), Maharashtra State Government - the representative of Maharashtra State Government be and is hereby regularized and appointed as Nominee Director of the Company.”

4) TO REGULARISE APPOINTMENT OF MR. GANGATHARAN D. 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 read with Government Resolution No. AEO-1122/5/2022/Daha dated 09/03/2022, Mr. Gangatharan D., IAS, District Collector, Nashik - the representative of Maharashtra State Government be and is hereby regularized and appointed as Nominee Director of the Company.”

5) TO REGULARISE APPOINTMENT OF MR. JAYANT JAGANNATH NAIKNAWARE 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 read with Government Resolution No. IPS/2022/Pra.Kra.150/Ek/Pol-1 dated 20/04/2022, Mr. Jayant Jagannath Naiknaware, IPS, Commissioner of Police, Nashik - the representative of Maharashtra State Government be and is hereby regularized and appointed as Nominee Director of the Company.”

6) TO REGULARISE APPOINTMENT OF MR. CHANDRAKANT LAXMANRAO PULKUNDWAR 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 read with Government Resolution No. AEO-1122/5/2022/Daha dated 22/07/2022, Mr. Chandrakant Laxmanrao Pulkundwar, IAS, Commissioner, Nashik Municipal Corporation - the representative of Nashik Municipal Corporation be and is hereby regularized and appointed as Nominee Director of the Company.”

7) 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. This is in accordance with the requirements laid down in General Circular No 20/2020 dated 5th May 2020.
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 6th 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 6th 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

Encl:

1. Board of Directors Report for the FY 2021-22
2. Financial Statements for the FY 2021-22
3. Explanatory Statement under section 102 of the Companies Act, 2013

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

Item Nos. 3 to 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: -

- a) The Board at its meeting held on 26th February, 2022 confirmed and appointed Mr. Anand Madhukar Limaye, IAS, Additional Chief Secretary (Home), Maharashtra State Government - the representative of Maharashtra State Government, as an Additional Director in place of Mr. Sitaram Kunte.
- b) The Board at its meeting held on 24th September, 2022 confirmed and appointed Mr. Gangatharan D., IAS, District Collector, Nashik - the representative of Maharashtra State Government, as an Additional Director in place of Mr. Suraj Mandhare.
- c) The Board at its meeting held on 24th September, 2022 confirmed and appointed Mr. Jayant Jagannath Naiknaware, IPS, Commissioner of Police, Nashik - the representative of Maharashtra State Government, as an Additional Director in place of Mr. Deepak Pandey.
- d) The Board at its meeting held on 24th September, 2022 confirmed and appointed Mr. Chandrakant Laxmanrao Pulkundwar, IAS, Commissioner, Nashik Municipal Corporation - the representative of Nashik Municipal Corporation, as an Additional Director in place of Mr. Ramesh Pawar.

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 3 to 6, 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. 3 to 6 of 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



Nashik Municipal Smart City Development Corporation Ltd.

CIN: U93090MH2016SGC285193

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

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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 Sixth Annual Report on the business and operations of the company and the accounts for the financial year ended on 31st March 2022.

A) The web address, where extract of the Annual Return referred to in sub-section (3) of section 92 will be placed: -

<https://nashiksmartcity.in/application/en/content/annual-reports>

B) Number of Meetings of the Board: -

The details board meetings held during Financial Year 2021-22 as per below: -

Meeting Sr. No.	Date of Board Meeting	Number of Directors attended meeting
19	19/06/2021	11
20	02/07/2021	12
21	27/09/2021	10
22	26/02/2022	11

C) Directors' Responsibility Statement: -

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

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

- The directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

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

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

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

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

E) In case of a company covered under sub- section (1) of section 178, company's policy on directors' appointment and remuneration including criteria for determining qualifications, positive attributes, independence of a director and other matters provided under sub-section (3) of section 178: -
Section 178 of the Companies Act 2013 is not applicable.

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

(i) by the auditor in his report: -

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

Sr. No.	Audit 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 2022 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. 1650.00 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 – 5	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 has been disclosed in Notes to account.
3	Independent Auditor's Report – Para - 6	As mentioned in the Note No. 3.1 in the Notes to Accounts, 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.
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 accountancy and statutory	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.

		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.	
5	Independent Auditor's Report – Annexure B – Emphasis of Matter – Clause b	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 have protected accounting data entry software i.e. tally by way of creating multiple user logins with access control for Individual Users with required rights for finance dept and Auditor and consultant.

(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-I**.

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

ONGOING PROJECTS

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

Project Funding: Smart City Funds

Project Cost: INR 237.21

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: 122.45 Cr

a) Goda Beautification:

Project Cost: 73.74 Cr

b) Goda Civil

Project Cost: 9.43 Cr

c) Desilting

Project Cost: 10.55 Cr

d) Mechanical Gate

Project Cost: 26.02 Cr

e) Trash Skimmer

Project Cost: 2.71 Cr.

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 is 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: 4.15 Cr

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

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

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

Project Funding: Convergence and SCF

Project Cost: INR 159.15 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

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

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. Digital Mapping of Utility Services and related assets in Geographical Information System (GIS) under Area Based Development, Nashik

Project Funding: Smart City Fund

Project Cost: INR 1.05 Cr.

Project Scope Area consisting of 10 sq. km. GIS based Drone Survey, Digitization and preparation of GIS base map, Door to Door Water Consumer Survey with Geo tagging, Digital Mapping of Water Network System Digital Mapping of Sewerage Network System, Digital Mapping of Storm Water System, Digital Mapping of Electrical Line Network System, Digital Mapping of Telecom Network System, Scanning and Digitization of existing Maps

11. Skill Development Centre:

Project Funding: Smart City Funds

Project Cost: INR 18.06 Cr

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

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.

12. WTP and SCADA Project:

Project Funding: Smart City Fund

Project Cost: INR 206.15 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.

UPCOMING PROJECTS - TENDERING / DPR STAGE

1. Establishing & Maintenance of Smart School in Nashik

Project Funding: Smart City Fund

Project Cost: INR 83 Cr

Establishment of 656 Smart Classrooms for 1st Standard to 10th Standard which includes supply, installation, commissioning, functioning of Hardware, delivering Digital Educational Content as per the State educational board prescribed as per the board including maintenance and uploading and maintenance of Educational Digital contents and future up gradation as per changes in syllabus prescribed by boards concerned, networking and setting up of server, training to teachers, providing Helpdesk support, Supply and installation of CCTV cameras including NVR, Storage, LED Screen, electrical, furniture and allied services and onsite comprehensive warranty for 5 years in designated Nashik Municipal Schools.

2. Implementation & Maintenance of Integrated Surveillance & City Operations Platform (ISCOP) for Emergency Operating Center (EOC) in Nashik

Project Funding: Smart City Fund

Project Cost: INR 71 Cr

Establishment of Emergency Operation Centre (EOC) at Head Quarter, Nashik Municipal Corporation i.e., Rajiv Gandhi Bhawan and Divisional EOC's at all 6 Divisional Offices of NMC (Nashik Road, Nashik East, Nashik West, Panchavati, CIDCO, Satpur) to cater Disaster situation by connecting to each other. The scope also includes the installation of 200 CCTV cameras across the city for monitoring flood prone river banks across Nashik City. Also, the scope includes Drone Procurement and Operation will also be managed which will help in surveillance and reach out to remote areas during disaster situation. The scope also includes implementation of Disaster Management Software, Disaster management web Portal for NMC and Social Media Analytics Software along with Upgradation/ Customization of Web Portal for Nashik Police, Video conferencing System for NMC and Nashik Police.

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

K) Dividend: -

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

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

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

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

Conservation of energy and Technology absorption-

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

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

Foreign Exchange Earnings: Rs. Nil

Foreign Exchange Outgo: Rs. Nil

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

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 2021-22: -

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

Particulars	Year Ended on 31 st March 2022 (Figures in Rs)	Year Ended on 31 st March 2021 (Figures in Rs)
Revenue from Operations	NIL	NIL
Other Income	2,7761,955	4,01,77,187
Total Revenue	2,7761,955	4,01,77,187
Total Expenses	2,76,36,792	3,74,69,992
Net Profit/(Loss) before Tax	1,25,163	27,07,195
Tax Expenses:		
Current Tax	48,618	7,03,871
Deferred Tax	(1,75,761)	(2,90,029)
Prior Period Items	24,924	13,626
Net Profit/(Loss) after tax	2,27,382	23,06,979

(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. Bhaskarrao Mundhe	11/04/2021
2	Mr. Shivraj Patil	16/06/2021
3	Mr. Sumant More	02/07/2021
4	Mr. Kamlesh Bodake	12/08/2021
5	Mr. Anand Limaye	20/12/2021
6	Mr. Ramesh Pawar	24/03/2022

Note: Mr. Bhaskarrao Mundhe reappointed as an Independent (Non-Executive) Director of the company for term of 5 years or till existence of company whichever is earlier, with effect from 11th April 2021.

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. Satish Sonawane	30/05/2021
2	Mr. Gurumeetsing Bagga	27/10/2021
3	Mr. Sitaram Kunte	30/11/2021
4	Mr. Satish Kulkarni	13/03/2022
5	Mr. Ganesh Gite	13/03/2022
6	Mr. Kamlesh Bodake	13/03/2022
7	Mr. Shahu Khaire	13/03/2022
8	Mr. Kailash Vishnu Jadhav	24/03/2022

Details of Appointment of Key Managerial Personnel: -

During the year, Mr. Sumant More appointed as Chief Executive Officer w.e.f. 02/07/2021.

No other Key Managerial Personnel were appointed or ceased in the Company. Mr. Baburao Nirmal was working as Chief Financial Officer. His services have been stopped w.e.f. 7th May, 2021. The charge of Chief Financial Officer has been handed over to Mr. Sadek Shaikh, Dy General Manager (Finance) till further order.

(iii) a statement regarding opinion of the Board with regard to integrity, expertise and experience (including the proficiency) of the independent directors appointed during the year;

In the opinion of the board Independent Directors have possess the relevant expertise and experience, fulfill the conditions specified in the Act and the rules made there under and are independent of the management of the Company.

(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.

(xi) the details of application made or any proceeding pending under the Insolvency and Bankruptcy Code, 2016 (31 of 2016) during the year along with their status as at the end of the financial year.

This clause is Not Applicable to the Company.

(xii) the details of difference between amount of the valuation done at the time of one-time settlement and the valuation done while taking loan from the Banks or Financial Institutions along with the reasons thereof.

This clause is Not Applicable to the Company.

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 2021-22 as per below: -

Meeting Sr. No.	Date of Committee Meeting	Number of Directors attended meeting
6	20/09/2021	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. Anand Limaye
(Chairman, DIN - 02672619)

Date: 24/09/2022

Annexure-I
Form No. AOC-2

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

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

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

Sr. no.	Name(s) of the related party	Nature of relationship	Nature of contracts/arrangements/transactions	Duration of the contracts / arrangements/ transactions	Salient terms of the contracts or arrangements 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. Anand Limaye
(Chairman, DIN - 02672619)

Date: 24/09/2022

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

FOR THE YEAR ENDED 31.03.2022

REGISTERED OFFICE

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

OFFICE

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

AUDITORS

C. R. SAGDEO & CO.

CHARTERED ACCOUNTANTS,

S. NO. 7023, PLOT NO. 6, MAMTA BUNGLOW, NEAR YMCA HALL,
BEHIND AMARON BATTERY SHOWROOM,
CANADA CORNER, SHARANPUR ROAD,
NASHIK-422002

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

PH NO. 0253-2316060

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INDEPENDENT AUDITOR'S 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, 2022, the Statement of Profit and Loss and Cash Flow statement for the year 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, 2022, its profit, cash flow, 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 projects pertaining to Pilot Smart Road, the said project has been completed as on 31st March 2022 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 these projects is Rs. 1650.00 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. 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

5. In the absence of supporting documents / records accounting for 2% MOUD share of Income & transfer to expenses is not done.
6. As mentioned in the Note No. 3.1 in the Notes to Accounts, 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.
7. **Our opinion is not qualified in respect of these matters noted above in para 5 and 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. These 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. Interest received on account of Government Grants was capitalized till the previous year, but from the current year, the same is being returned to the authority as per the directions issued by the Govt. of India. The Interest earned on Government grant is shown as Short-Term Liability under Current Liabilities.



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, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2022 from being appointed as a director in terms of Section 164 (2) of the Act.
- f) In our opinion and to the best of our information and according to the explanations given to us, there are no significant matters which are not routine in nature and have an adverse effect on the functioning of the company.
- g) With respect to the adequacy of the internal financial controls over financial reporting of the Company, refer to our separate Report in "Annexure B".
- h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us:



- i. The Company has disclosed the impact of pending litigations on its financial position in its standalone financial statements;
- ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Circle.
- iv. Based on the Audit procedures and representations provided to us by the management, we report that the disclosures are in accordance with the books of accounts maintained by the company and as produced to us by the Management.

Date: 24.09.2022



Place: Nashik

UDIN - 22140333AUOWFV1428

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 2022

(i) (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of property, plant and equipment, capital work-in-progress, right of use assets and investment property except for number-wise identification of assets.

(B) The company is not having any intangible assets; hence this clause is not applicable;

(b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the property, plant and equipment, capital work-in-progress, right of use of assets and investment property have been physically verified by the management during the year and no material discrepancies were noticed on such verification. In our opinion, the frequency of physical verification program adopted by the Company, is reasonable having regard to the size of the Company and the nature of its assets.

(c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, no immovable properties are held by the Company, hence this clause is not applicable.

(d) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not revalued its property, plant and equipment, capital work-in progress, right of use of assets or intangible assets during the year.

(e) According to the information and explanations given to us and on the basis of our examination of the records of the Company, no proceedings have been initiated or are pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder. Accordingly, reporting under clause 3(i)(e) of the Order is not applicable to the Company.

(ii) (a) The company assigns the contracts of Capital infrastructure development projects to the vendors and no inventory is held by the company. Further, the management has conducted physical verification of project sites at reasonable intervals during the year and Capital Work in Progress has been certified by the management. In our opinion, the coverage and procedure of such verification by the management is appropriate and no discrepancies of 10% or more in the aggregate for each class of inventory were noticed.

(b) The Company has not been sanctioned any working capital limit during the year, hence this clause is not applicable.



(iii) (a) The Company has provided loans to Subsidiaries/Joint Ventures/Associates/Others during the year as per details given below:

Aggregate amount Provided during the year to:	Guarantees	Security	Loans	Advances in Nature of Loans
Subsidiaries	-	-	-	-
JVs	-	-	-	-
Associates	-	-	-	-
Others	-	-	-	-
Balance Outstanding at Balance Sheet date	Guarantees	Security	Loans	Advances in Nature of Loans
Subsidiaries	-	-	-	-
JVs	-	-	-	-
Associates	-	-	-	-
Others	-	-	-	1240.35 Lakhs

(b) In our opinion, and according to the information and explanations given to us, the investments made and terms and conditions of the grant of all loans are, prima facie, not prejudicial to the interest of the Company. Further, the Company has not provided any guarantee or given any security during the year.

(c) There are no loans and advances in respect of which the nature of loans, the schedule of repayment of principal and payment of interest has not been stipulated and the repayments or receipts are regular.

(d) There is no overdue amount in respect of loans granted to such other parties.

(e) The Company has not granted loans which had fallen due during the year and were repaid on or before the due date. Further, no fresh loans were granted to any party to settle the overdue loans/advances in nature of loan.

(f) The company has not granted loans or advances in the nature of loans either repayable on demand or without specifying any terms or period of repayment.

(iv) In our opinion, and according to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has complied with the provisions of section 186 of the Act in respect of investments, as applicable. Further, the Company has not entered into any transaction covered under section 185 and section 186 of the Act in respect of loans, guarantees and security.

(v) In our opinion, and according to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not accepted from any depositors any amount or there is no amount which has been considered as deemed deposit within the meaning of sections 73 to 76 of the Act and the Companies (Acceptance



of Deposits) Rules, 2014(as amended). Accordingly, reporting under clause 3(v) of the Order is not applicable to the Company.

(vi) The Central Government has not prescribed the maintenance of cost records under section 148(1) of the Act, for any of the services rendered by the Company.

(vii) (a) The Company does not have undisputed liability in respect of Sales tax, Service tax, excise-duty and Value Added Tax during the year since, effective July 1, 2017, these statutory dues have been subsumed into GST. According to the information and explanations given to us and on the basis of our examination of the records of the Company, except for delays in deposit / adjustment against ITC available of part amounts of monthly GST dues, the Company is generally regular in depositing undisputed statutory dues including, GST, provident fund, income-tax, and other material statutory dues applicable to it to the appropriate authorities.

According to the information and explanations given to us, no undisputed amounts payable in respect of GST, provident fund, Income-tax, and other material statutory dues were in arrears as at March 31, 2022 for a period of more than six months from the date they became payable;

(b) According to the information and explanations given to us, there are no statutory dues referred in sub-clause (a) which have not been deposited with the appropriate authorities on account of any dispute except for the following:

Name of the statute	Nature of Dues	Gross Amount (Rs.)	Amount paid under protest (Rs.)	Period to which the amount relates	Forum where dispute is pending
NIL					

(viii) According to the information and explanations given to us and on the basis of our examination of the records of the Company, no transactions were surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961) which have not been recorded in the books of accounts.

(ix) (a) According to the information and explanations given to us, the Company has not availed any loans or borrowings during the years, hence this clause is not applicable to the company.

(b) According to the information and explanations given to us including confirmations received from banks and representation received from the management of the Company, and on the basis of our audit procedures, we report that the Company has not been declared a willful defaulter by any bank or financial institution or other lender.

(c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the company has not raised any money by way of term loans, hence this clause is not applicable to the company.



(d) In our opinion and According to the information and explanations given to us and on the basis of our examination of the records of the Company, the company has not raised any money by way of term loans, hence this clause is not applicable to the company.

(e) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries or joint venture.

(f) According to the information and explanations given to us and on the basis of our examination of the Balance Sheet of the Company, we report that the Company has not raised any loans during the year on the pledge of securities held in its subsidiaries or joint venture.

(x) (a) The Company did not raise any money by way of initial public offer or further public offer (including debt instruments); hence this clause is not applicable;

(b) The Company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year; hence this clause is not applicable.

(xi) (a) To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company or on the Company has been noticed or reported during the period covered by our audit.

(b) No report under sub-section (12) of section 143 of the Companies Act has been filed by the auditors in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government for the period under audit.

(c) According to the information and explanations given to us including the representation made to us by the management of the Company, there are no whistle-blower complaints received by the Company during the year.

(xii) (a) The Company is not a Nidhi Company hence compliance of Net Owned Funds to Deposits in the ratio of 1: 20 to meet out the liability is not applicable to the company;

(b) The Company is not a Nidhi Company hence maintaining ten percent unencumbered term deposits as specified in the Nidhi Rules, 2014 to meet out the liability is not applicable to the company;

(c) The Company is not a Nidhi Company hence this clause is not applicable to the company.

(xiii) According to the information and explanation given to us and based on our examination of the records of the company, all transactions with the related parties are in compliance with sections 177 and 188 of Companies Act where applicable and the details have been disclosed in the financial statements, etc., as required by the applicable accounting standards.



(xiv) (a) The Central Government has not prescribed to appoint internal auditor under section 138 of the Act, for any of the services rendered by the Company:

(b) This clause is not applicable to the company.

(xv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him as restricted in section 192 of Companies Act, 2013.

(xvi) The Company is not required to be registered under section 45- IA of the Reserve Bank of India Act, 1934 (2of 1934). Accordingly, provisions of paragraph 3(xvi) of the Order is not applicable to the Company

(xvii) The Company has not incurred any cash loss in the current as well as the immediately preceding financial year.

(xviii) There has been no resignation of the statutory auditors during the year. Accordingly, reporting under clause of the Order is not applicable to the Company.

(xix) According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the standalone financial statements, our knowledge of the plans of the Board of Directors and management and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that, any material uncertainty exists as on the date of the audit report that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the company as and when they fall due.

(xx) According to the information and explanations given to us and based on our examination of the records of the Company, the Company does not have any unspent amount in respect of any ongoing or other than ongoing project as at the expiry of the financial year. Accordingly, reporting under clause 3(xx) of the Order is not applicable to the Company.



(xxi) There are no any qualifications or adverse remarks given by the respective auditors in the Companies (Auditor's Report) Order (CARO) reports, hence this clause is not applicable to the company.

Date: 24.09.2022



Place: Nashik

UDIN -22140333AUOWFV1428

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 OF NASHIK MUNICIPAL SMART CITY DEVELOPMENT
CORPORATION LIMITED FOR YEAR ENDED 31ST MARCH 2022

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 2022 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 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, 2022, 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: 24.09.2022

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



Place: Nashik
UDIN -22140333AUOWFV1428

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. 2021-22

(A.Y. 2022-23)

NASHIK MUNICIPAL SMART CITY DEVELOPMENT CORPORATION LIMITED

CIN - U93090MH2016SGC285193

Part I : BALANCE SHEET

Balance sheet as at 31 March 2022

(Amount in '000)

S No.	Particulars	Note No.	31-03-2022	31-03-2021
I	EQUITY AND LIABILITIES			
1	Shareholder's Funds			
	(a) Share Capital	1	500	500
	(b) Reserves and Surplus	2	5,891	5,664
2	Non-Current Liabilities			
	(a) Long Term Borrowings		-	-
	(b) Deferred Tax Liability (Net)		-	-
	(c) Other long Term Liabilities	3	45,87,826	56,46,390
	(d) Long Term Provisions		-	-
4	Current Liabilities			
	(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	1,16,582	20,062
	(c) Other Current Liabilities	5	13,57,878	1,10,308
	(d) Short-Term Provisions	6	4,305	6,810
	Total		60,72,982	57,89,735
II	ASSETS			
1	Non-Current Assets			
	(a) Property, Plant and Equipment and Intangible Assets			
	(i) Property, Plant and Equipment	7	9,223	9,232
	(ii) Intangible Asset	7	-	41
	(iii) Project Work- in- Progress	8	16,65,207	8,64,029
	(b) Deferred Tax Asset (net)	9	955	779
	(c) Non-Current Investments			
	(d) Long Term Loans and Advances			
	(e) Other Non-Current Assets			
2	Current Assets			
	(a) Current Investments			
	(b) Inventories			
	(c) Trade Receivables	10	1,156	1,178
	(d) Cash and Cash Equivalents	11	41,78,911	46,07,654
	(e) Short Term Loans and Advances			
	(f) Other Current Assets	12	2,17,530	3,06,822
	Total		60,72,982	57,89,735

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: 24/09/2022

V DIN: 22140333 AVOWFV1428

Mr. Sumant More
(Chief Executive Officer)

Mr. Anand Limaye
(DIN- 02672619)
(Chairman)

Mr. Mahendra Shinde
(Company Secretary)

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

Mr. Sadek Shaikh
(Chief Financial Officer)

NASHIK MUNICIPAL SMART CITY DEVELOPMENT CORPORATION LIMITED

CIN - U93090MH2016SGC285193

Part II - STATEMENT OF PROFIT & LOSS

Profit and Loss Statement for the year ended 31.03.2022

(Amount in '000)

Sr. No	Particulars	Notes	31-03-2022	31-03-2021
I	Revenue from operations			
II	Other Income	13	27,762	40,177
III	TOTAL INCOME		27,762	40,177
IV	EXPENDITURE			
	Employee Benefits Expense	14	20,325	24,388
	Depreciation and Amortization Expense	15	2,405	2,965
	Other Expenses	16	4,907	10,117
	TOTAL EXPENSES		27,637	37,470
	Profit before exceptional and extraordinary items and tax		125	2,707
	Exceptional Items and Extraordinary items		-	-
	Profit before tax(PBT)		125	2,707
	Tax expense:			
	Current tax		49	704
	Deferred tax (Refer Annexure- 3)		(176)	(290)
			252	2,293
	Prior Period items:			
	Change in provision of Income Tax payable FY 2020-21		-	6
	Change in provision of Provident Fund payable FY 2019-20		-	1
	Opening Difference		25	4
	Opening Difference in Depreciation		-	(26)
	Profit from Continuing operations transferred to General Reserves(PAT)		227	2,307
	Earning Per Share			
	1.Basic (50000 shares of 10 Rs Each)		0.005	0.046
	2.Diluted		0.005	0.046

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: 24/09/2022

UDIN: 22140333 AU0W FU1428

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(Chief Executive Officer)

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(DIN- 02672619)
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(Company Secretary)

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 2022

(Amount in '000)

S No.	Particulars	31-03-2022	31-03-2021
1	Cash flows from Operating Activities		
	Net profit before taxation, and extraordinary item	125	2,707
	Add :- Depreciation	2,405	2,965
	Prior Period expenses	(25)	(12)
	Income Tax Paid	(49)	(704)
	Deferred Tax Asset	176	290
	Operating profit before working capital changes	2,632	5,246
	Increase/(Decrease) in Trade Payables	96,519	6,841
	Increase/(Decrease) in Long term liabilities	23,481	-
	Increase/(Decrease) in Trade Receivables	22	(597)
	Increase/(Decrease) in Short Term Provisions	(2,504)	2,770
	(Increase)/Decrease in Other Current Assets	89,291	(1,35,035)
	(Increase)/Decrease in wip	(8,01,178)	(7,16,055)
	Increase/(Decrease) in other current liabilities	11,94,673	(32,909)
	Increase/(Decrease) in Revenue grant From GOI, GOM & NMC	52,897	33,944
	(Increase)/Decrease in Deferred Tax Asset	(176)	(290)
	Cash generated from operations	6,55,658	(8,36,085)
	Net cash used in Operating Activities	6,55,658	(8,36,085)
2	Cash flows from Investing Activities		
	Addition to Fixed Assets	(2,355)	(6,299)
	Net cash used in Investing Activities	(2,355)	(6,299)
3	Cash flows from Financing Activities		
	Grant received from GOM & NMC	(5,81,303)	1,66,822
	Grant received from GOI	(5,00,743)	51,191
	Net Cash used in Financing Activities	(10,82,045)	2,18,013
4	Net increase in cash and cash equivalents	(4,28,743)	(6,24,371)
5	Cash and cash equivalents at beginning of period	46,07,654	52,32,025
6	Cash and Cash Equivalents at end of period	41,78,911	46,07,654

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: 24/09/2022

UDIN: 22140333 AUOWFV1428

Mr. Anand Limaye
(DIN- 02672619)
(Chairman)

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

Mr. Sumant More
(Chief Executive Officer)

Mr. Mahendra Shinde
(Company Secretary)

Mr. Sadek Shaikh
(Chief Financial Officer)

NASHIK MUNICIPAL SMART CITY DEVELOPMENT CORPORATION LIMITED					
Notes on Financial Statements for the period ended on 31st March 2022					
Note:1 Share Capital					
(Amount in '000)					
S.No	Particulars	31-03-2022	31-03-2021		
	AUTHORIZED CAPITAL 50,000 Equity Shares of Rs. 10/- each. (Previous Year 50,000 Shares of Rs. 10/- each)	500	500		
	ISSUED , SUBSCRIBED AND FULLY PAID UP CAPITAL 50,000 Equity Shares of Rs. 10/- each.	500	500		
Total		500	500		
S.No	Reconciliation of Number of Shares	No of Shares	Amount		
1	Equity Shares Opening Balance	50	50		
	Add- Changes During the Year	-	-		
Closing Balance		50	50		
S.No	Details of shares held by shareholders holding more than 5 % of the aggregate shares in the Company as on 31/3/2022	No of Shares	Percentage of holding		
1	Equity Shares Shares of State Govt of Maharashtra	25	50.00%		
	Shares of Nashik Municipal Corporation	25	50.00%		
Closing Balance		50	100.00%		
S.No	Details of shareholdings by the Promoter's of the Company as on 31/3/2022	No of Shares	Percentage of holding		
1	Promoter's Name State Govt of Maharashtra	25	50.00%		
	Nashik Municipal Corporation	25	50.00%		
Total		50	100.00%		
Note:2 Reserve & Surplus					
S.No	Particulars	31-03-2022	31-03-2021		
	Profit and loss Account As per last Balance Sheet	5,664	3,357		
	Add- Net Profit for the year	227	2,307		
Total		5,891	5,664		
Notes : 3 Other Long Term Liabilities					
S.No	Particulars	31-03-2022	31-03-2021		
1	Contribution from GOI, GOM & NMC (Refer Annexure 6)	45,19,782	56,01,827		
2	Trade Payables - Long Term	192	78		
3	Security Deposit (Refer Annexure-8)	63,052	36,590		
4	EMD Deposit (Refer Annexure-9)	2,048	4,226		
5	Withheld - Long Term (Refer Annexure-11A)	2,753	3,670		
Total		45,87,826	56,46,390		
3A. Contribution from GOI, GOM & NMC (Refer Annexure 6)					
S.No	Particulars	31-03-2022	31-03-2021		
A	Grant from GOI	17,30,748	22,31,491		
B	Grant from GOM	8,65,108	11,15,467		
C	Grant from NMC	19,23,925	22,54,869		
Total (A+B+C)		45,19,782	56,01,827		
3B. Trade Payables (Long Term)					
S.No	Particulars	31-03-2022	31-03-2021		
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	78	78		
	ii) NMC Payable	114	-		
Total		192	78		
Ageing for trade payables from the due date of payment for each of the category as at 31st March,2022					
Outstanding for following periods from due date of payment					
Particulars	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
MSME	-	-	-	-	-
Others	-	192	-	-	192
Disputed dues-MSME	-	-	-	-	-
Disputed dues-Others	-	-	-	-	-
TOTAL	-	192	-	-	192
Ageing for trade payables from the due date of payment for each of the category as at 31st March,2021					
Outstanding for following periods from due date of payment					
Particulars	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
MSME	-	-	-	-	-
Others	-	78	-	-	78
Disputed dues-MSME	-	-	-	-	-
Disputed dues-Others	-	-	-	-	-
TOTAL	-	78	-	-	78

Note : 4 Trade Payables (Short Term)				
S.No	Particulars	31-03-2022	31-03-2021	
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	-	-	
	ii) C4 Infrastructures Pvt Ltd	-	-	
	iii) M/s. B G Shirke Construction tech Pvt Ltd	77,860	19,908	
	iv) Super System (Bio-matrix Machine)	-	108	
	v) Kalyani Enterprises	-	-	
	vi) Kalpatru Construction	1,304	-	
	vii) M/s Sitaram Infraprojects Pvt Ltd	37,417	-	
	viii) MagnusIdeas Pvt Ltd	-	46	
	Total	1,16,582	20,062	
Ageing for trade payables from the due date of payment for each of the category as at 31st March, 2022				
Particulars	Outstanding for following periods from due date of payment			
	Less than 1 year	1-2 years	2-3 years	More than 3 years
MSME	-	-	-	-
Others	1,16,582	-	-	-
Disputed dues-MSME	-	-	-	-
Disputed dues-Others	-	-	-	-
TOTAL	1,16,582	-	-	-
Ageing for trade payables from the due date of payment for each of the category as at 31st March, 2021				
Particulars	Outstanding for following periods from due date of payment			
	Less than 1 year	1-2 years	2-3 years	More than 3 years
MSME	-	-	-	-
Others	20,062	-	-	-
Disputed dues-MSME	-	-	-	-
Disputed dues-Others	-	-	-	-
TOTAL	20,062	-	-	-
Note : 5 Other Current Liabilities				
S.No	Particulars	31-03-2022	31-03-2021	
1	Withheld- Short Term against Project work (Refer Annexure-11B)	15,315	12,333	
2	Revenue Grant Received from GOI, GOM & NMC (Refer Annexure- 5)	44,643	97,539	
3	Chair Recovery	-	287	
4	Test Charges Deduction	-	106	
5	NMC Fees for Tender Payable	-	8	
6	Salary Deductions for CIDCO	-	35	
7	Interest on Govt Grants	12,97,921	-	
	Total	13,57,878	1,10,308	
Note : 6 Short Term Provision				
S.No	Particulars	31-03-2022	31-03-2021	
A	Duties & Taxes			
	Income Tax Payable	-	-	
	Other Provision (Refer Note below)	3,271	3,082	
B	Provision for Expenses			
	Audit Fees & Accounting Fees	179	123	
	Other Expenses Provision (Refer Note below)	856	3,605	
	Total	4,305	6,810	
Note- Other Expenses Provision				
S.No	Particulars	31-03-2022	31-03-2021	
	Duties & Taxes			
1	TDS on Contractor Payable	742	820	
2	GST TDS Payable	748	1,126	
3	TDS on Professional Fees Payable	19	178	
4	TDS on Salary Payable	95	199	
5	PF Payable	87	79	
6	GPF Payable	20	-	
7	Professional Tax Payable	6	6	
8	CGST Tax Payable	26	20	
9	SGST Tax Payable	26	20	
10	Labour Cess Payable	1,501	635	
		3,271	3,082	
	Employees Benefits			
1	Salary Payable	0	1,679	
2	Provision for EL encashment	783	460	
3	CPF Payable Deduction	-	21	
4	DCPS Payable Deduction	-	21	
5	GIS Payable Deduction	1	1	
		784	2,183	
	Other Expenses			
6	Printing & Stationery payable	-	30	
7	Professional Fees payable-CEIL	-	1,383	
8	Electricity Bill Expenses Payable	31	-	
9	Office Expenses Payable	16	-	
10	Telephone Bill payable (BSNL)	19	7	
11	Repairs & maintainance payable	4	-	
12	Water Bill	2	2	
		72	1,422	
		856	3,605	
	Total Provision Amount	4,127	6,687	

ASSETS

Note : 7 Fixed Assets

Property, Plant and Equipment

(Refer Depreciation Annexure-1)

S.No	Particulars	31-03-2022	31-03-2021
	Gross Block As per Books	9,232	9,861
	Add- Addition During the year	2,396	6,248
	Less- Accumulated Depreciation	2,405	6,877
	Total	9,223	9,232

Note: As per our knowledge, the Company has not revalued any of its Property Plant & Equipment

Intangible assets

(Refer Depreciation Annexure-1)

S.No	Particulars	31-03-2022	31-03-2021
	Gross Block As per Books	41.06	-
	Less: Prior Period Intems - no asset of NMSCDCL	(41.06)	
	Add- Addition During the year	-	51
	Less- Accumulated Depreciation	-	(10)
	Total	-	41

Note :As per our knowledge, the Company has not revalued any of its Intangible Assets

Note : 8 Project Work In Progress

(Refer Annexure 4 & Annexure 4A)

S.No	Particulars	31-03-2022	31-03-2021
	Project Under Construction		
	Smart Road Ashok Stambh to Trimbak Naka	1,65,000	1,64,741
	Green Feild Project	907	907
	Godavari Riverfront - Beautification	3,27,279	1,09,164
	Godavari Riverfront - Goda Civil	27,082	16,691
	Nashik Smart & Safe city Solutions	4,54,300	4,54,300
	Major & Minor Road ABD Area	5,47,263	1,13,469
	Pandit Paluskar Auditorium	25,232	4,757
	Construction of Entrance Gate	4,307	
	De-Silting Work of Godavari river	65,629	
	EPC of Three ESR, GSR Sump & Transmission Network	48,208	
	Total	16,65,207	8,64,029

Note : 9 Deferred Tax

S.No	Particulars	31-03-2022	31-03-2021
	Deferred Tax Asset (Refer Deferred Tax Annexture-3)	955	779
	Total	955	779

Disclosure in Relation to Undisclosed Income

During the year, the Company has not surrendered or disclosed any income in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961). Accordingly, there are no transaction which are not recorded in the books of accounts.

Note : 10 Trade Receivables

S.No	Particulars	31-03-2022	31-03-2021
	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
2	R. K. Sawant	-	-
3	Rohit Pansare	-	20
4	Sangam Renewables Ltd.	382	382
5	Skylark Construction	126	126
6	KPMG Recievable	649	649
	Total-	1,156	1,178

Ageing for trade receivables from the due date of payment for each of the category as at 31st March,2022

Outstanding for following periods from due date of payment

Particulars	Less than 6 months	6 months-1 year	1-2 years	2-3 years	More than 3 years	Total
Undisputed trade receivables-considered good	-	-	1,156	-	-	1,156
Undisputed trade receivables-considered doubtful	-	-	-	-	-	-
Disputed trade receivables-considered good	-	-	-	-	-	-
Disputed trade receivables-considered doubtful	-	-	-	-	-	-
TOTAL	-	-	1,156	-	-	1,156

Ageing for trade receivables from the due date of payment for each of the category as at 31st March,2021

Outstanding for following periods from due date of payment

Particulars	Less than 6 months	6 months-1 year	1-2 years	2-3 years	More than 3 years	Total
Undisputed trade receivables-considered good	354	295	-	529	-	1,178
Undisputed trade receivables-considered doubtful	-	-	-	-	-	-
Disputed trade receivables-considered good	-	-	-	-	-	-
Disputed trade receivables-considered doubtful	-	-	-	-	-	-
TOTAL	354	295	-	529	-	1,178

Note : 11 Cash & Bank Equivalents			
S.No	Particulars	31-03-2022	31-03-2021
A	Cash & Cash Equivalents		
	i) Balance With Banks-		
	Yes Bank Nidhi A/c- 141 (A & OE Fund)	0	0
	Yes Bank Project A/c- 200 (Project Fund)	0	0
	State Bank of India A/c-(A & OE Fund)	1,01,023	23,241
	State Bank of India A/c- (Project Fund)	13	10
	Total	1,01,036	23,251
B	Cash in Hand	9	10
	Total	9	10
C	Fixed Deposits (Refer Annexure-7)	40,77,866	45,84,393
	Total	40,77,866	45,84,393
	Grand Total	41,78,911	46,07,654
Notes : 12 Other Current Assets			
S.No	Particulars	31-03-2022	31-03-2021
1	Advance Tax Paid	-	-
2	Interest Accrued (Refer Annexure-7A)	75,801	66,973
3	Interest Accrued on B G Shirke Mobilization Advance	-	16,794
4	Receivable From NMC	250	1,757
5	Deposit (Assets)	126	125
6	Advance to Contractors	1,24,035	2,10,794
7	Staff Advances	68	24
8	TDS on FD Interest Receivable	7,165	10,355
9	Income Tax Refund Receivable	10,065	-
10	TDS on Salary	5	-
11	Prepaid Telephone Expenses	16	-
12	Total	2,17,530	3,06,822

(Amount in '000)			
Note : 13 Other Income			
S.No	Particulars	31-03-2022	31-03-2021
1	A & OE Income		
2	Grant Received from Govt utilised for A & OE Expenses (Refer Annexure 5)	27,637	37,470
3	Tender Fees Received	42	55
4	Interest on IT Refund	-	1,369
5	Labour Cess @ 1%	83	32
6	Penalty Deduction	-	65
7	Forfeite of Performance Bank Guarantee	-	1,178
8	Misc Income	0	-
9	Right to Information Fees	0	8
	Total	27,762	40,177
Note : 14 Employee Benefits Expenses			
S.No	Particulars	31-03-2022	31-03-2021
1	Salary Expenses	18,959	22,707
2	Leave Encashment	856	958
3	Conveyance Expenses	245	454
4	Other Allowances-Gratuity, Education Allowance, Ex-Gratia etc	265	268
	Total	20,325	24,388
Notes: 15 Depreciation and Amortization Expenses (Refer Annexure-1)			
S.No	Particulars	31-03-2022	31-03-2021
1	Depreciation and amortization expenses	2,405	2,965
	Total	2,405	2,965
Notes : 16 Other Expenses			
S.No	Particulars	31-03-2022	31-03-2021
1	Advertisement Expenses	725	508
2	Professional Fees-(Ref Annxure 10)	1,508	2,002
3	Business Communication Expenses	222	245
4	Consultancy Services Expenses	-	6,059
5	Printing & Stationery Exp	238	360
6	Electricity Expenses	365	258
7	GST on Reverse Charge and Interest on GST	-	27
8	Legal Fees	40	23
9	Meeting Expenses	156	135
10	News paper Expenses	23	17
11	Office Expenses	36	180
12	Postage Expenses	6	8
13	Telephone Expenses	38	38
14	Audit Fees	89	89
15	Repairs & Maintenance	11	-
16	Staff Refreshment Expenses	70	53
17	Travelling Expenses	673	33
18	Water Charges	23	24
19	Bank Charges	2	2
20	Credai Metro Nashik - Sheltar 2020	-	-
21	Sanjeevani App for NMC	246	-
22	Administrative Expenses (Refer Note below)	166	57
23	GST Expenses	54	-
24	Penalty on Contractor	-	-
25	Short Provision for Income Tax	217	-
	Total	4,907	10,117
Note - Administrative Expenses			
S.No	Particulars	31-03-2022	31-03-2021
1	Misc. Expenses	37	56
2	Office Cleaning Exp.	4	0
3	Photo Exp.	-	1
4	Computer Exp.	2	-
5	Digital Signature (DSC) Exp.	12	-
6	Office Exp.	12	-
7	Software Renewation Exp.	3	-
8	Event of Nashik Smart City		
9	a. Open Data Hackathon	75	-
10	b. Street for People Competition	20	-
	Total	166	57

NASHIK MUNICIPAL SMART CITY DEVELOPMENT CORPORATION LIMITED

CIN: U93090MH2016SGC285193

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 AND EQUIPMENT AND INTANGIBLE ASSETS-

Property Plant and Equipment and Intangible Assets are carried at cost less accumulated depreciation/amortization and impairment losses, if any. The cost Property Plant and Equipment and Intangible Assets 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 Property Plant and Equipment and Intangible Assets up to the date the asset is qualified 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 and Intangible Assets 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). Once the Project is completed and ready for their intended use the same handed over to the Nashik Municipal Corporation.

F. REVENUE RECOGNITION

Revenue is recognized on accrual basis of accounting. Expenses such as Payments to Works contractors are recognized as and when the bills are approved for payment by the competent authority. Interest received on account of Government Grants was capitalized till the previous year, but from the current year, the same is being paid back to the authority as per the directions issued by the Govt. of India. The Interest earned on Government grant is shown as Short-Term Liability under Current Liabilities.

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. Interest received on account of Government Grants was capitalized till the previous year, but from the current year, the same is being paid back to the authority as per the directions issued by the Govt. of India. The Interest earned on Government grant is shown as Short-Term Liability under Current Liabilities.

REVENUE GRANTS

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

by the competent authority irrespective of work completion status. As per the instructions received from Govt. of India via letter No. K-14012/101(03)/2022-SC-Desk (IV), it has been stated that the O&M expenses for the projects that extend beyond mission period, such O&M expenses should be provisioned as 'Deferred O & M Expenses' under 'Asset' in the Balance Sheet of the company. Liability for subsequent accounting periods that may arise as part of O&M for projects should be assessed and provisioned for from the 'Capital Grants, available with the SPV by debit to the new head of account 'Deferred O&M expenses. The account may be cleared in subsequent accounting periods as and when the invoices are raised by the O&M service provider after due check of bills by the SPV / Competent Authority.

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.

Interest received on account of Government Grants was capitalized till the previous year, but from the current year, the same is being paid back to the authority as per the directions issued by the Govt. of India. The interest earned on Government grant is shown as Short-Term Liability under Current Liabilities.

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.

O. DEFERRED O&M EXPENSES

Operation and Maintenance (O&M) component built into the contract, have their O&M period extending beyond the mission end date i.e. June 2023. In order to streamline the process of fund availability to meet O&M expenses for projects that extend beyond the Mission period, separate head of account under Assets in the Balance Sheet of the company may be created in the name of 'Deferred O&M expenses.

Liability for subsequent accounting periods that may arise as part of O&M for projects should be assessed and provisioned for from the 'Capital Grants' available with the SPV by debit to the new head of account Deferred O&M expenses. The account may be cleared in subsequent accounting periods as and when the invoices are raised by the O&M service provider after due check of bills by the SPV / Competent Authority.

NOTES TO THE ACCOUNTS

[Unless otherwise stated, all the amount to be read in thousands (Rs. In '000)]

1. GOVERNMENT GRANT [Refer Annexure 5(A&OE) & Annexure 6(Project)]

1. Total Funds will be received of Rs.1,000Crores (One Thousand Crores) for each smart city in 5 years during the Mission Smart Cities Period in the ratio of 50% from Central Government, 25% from State Government and 25% from Urban Local Body i.e. Nashik Municipal Corporation to implement Smart City Mission. Accordingly, the details of the grants received by Nashik Municipal Smart City Development Corporation Ltd. (NMSCDCL) till date are as follows:

(Rs. in Crores)		
Authority	Grants Receivable	Grants Received
Govt. of India (GOI)	500.00	196.00
Govt. of Maharashtra (GOM)	250.00	98.00
Nashik Municipal Corporation (ULB)	250.00	200.00
Total Grants (A)	1000.00	494.00

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 an 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.

2. LIST OF PROJECTS

The list of projects undertaken by Nashik Municipal Smart City Development Corporation Ltd. (NMSCDCL) are as follows:

Sr. No	Name of the Project	Project Cost (Cr)	Total Exp as on 31.03.22	#Progress (%)	Current status
01	Electric crematorium	2.33	2.33	100	Completed
02	Mahatma Phule Kaladan renovation	3.70	3.42	100	Completed
03	Nehru Garden renovation	1.32	1.30	100	Completed
04	Kalidas mandir renovation	9.96	9.50	100	Completed
05	Trash Skimmer- for Godavari River	2.71	1.70	100	Completed
06	Pilot Smart Road	21.72	16.50	95	Work In Progress
07	Electric crematorium phase II	0.90	0.78	100	Completed
08	Pandit Paluskar Auditorium Restoration	3.37	2.52	95	Work In Progress
09	De- silting for Godavari River	10.54	6.56	95	Work In Progress
10	Integrated Water Supply, Major & Minor Roads, Sewerage Project in ABD	237.21	54.72	36	Work In Progress
11	Godavari Riverfront Development Including Beautification and Infrastructure Components in ABD area	73.74	32.73	60	Work In Progress
12	Godavari riverfront Development Civil Work including Storm Water Drain, Sewer Lines and Water lines in ABD area.	9.43	2.71	68	Work In Progress
13	Automated mechanical gate	26.02	0.03	10	Work In Progress
14	Nashik Jeevan-water supply pan city project ESR and GSR Portion	25.56	4.82	35	Work In Progress
15	Selection of Master System Integrator (MSI)	100.00	45.43	45	Work In Progress
16	Construction of Entrance Gate of Nashik District Collectorate Office, Nashik	0.57	0.44	95	Work In Progress
17	Design and Redevelopment of WTP in ABD and allied Electro Mechanical Work, Supply Installation of SCADA-Instrumentation for (WTP, ESR, RWP) and Smart Water Meter (Non-Residential)	206.15	0.00	1	Work In Progress
18	Digital mapping of utility services and related assets in geographical information system (GIS) under area-based development	1.05	0.00	5	Work In Progress
19	Greenfield electrification project	52.42	0.00	0	DPR under Preparation
20	Green field infrastructure development project	209.59	0.09	0	DPR under Preparation

(#Physical Progress in % is shown as on Aug.2022)

3. SHORT TERM LIABILITIES.

3.1 PROVISIONS

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.31,150.00/- 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. Hence, provision for PMC services fees and liquidated damages is not accounted during the year.

3.2 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.46.02 per day levied from 1st April, 2019. Accordingly, an amount of Rs.16,996.58 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 'Claim' of Rs.91,585.26/- It is not practicable to estimate the timing of Cash outflows, if any, in respect of above.

3.3 INTEREST EARNED ON GRANTS

During the current year Gol has issued a letter for return of interest earned on Government grants, accordingly, based on previous Audited Financial Statement interest earned on Government grants cumulated and shown separately in short term liabilities under current liability.

Cumulative calculation of interest on government grants is as follows:

Year	A & OE (Rs.'000)	Project (Rs.'000)	Total (Rs.'000)
2016-17	487.95	-	487.95
2017-18	3,941.40	1,92,140.25	1,96,081.65
2018-19	9,167.11	3,12,948.77	3,22,115.88
2019-20	8,137.93	3,24,321.80	3,32,459.73
2020-21	3,525.74	2,33,356.84	2,36,882.58
2021-22	4,562.30	2,05,330.60	2,09,892.91
Total	29,822.43	12,68,098.25	12,97,920.68

4. PROPERTY PLANT AND EQUIPMENT AND INTANGIBLE 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).

Intangible Assets [Sanjeevani App (For survey & monitoring Covid 19)] was developed for NMC and handed over. It is not an intangible asset of NMSCDCL. However, it was wrongly classified as an Intangible Asset during the FY 2020-21 and depreciation was charged @ 20% of Rs.10.27. Therefore, in order to rectify the said effect, in current FY 2021-22, the expenses incurred for development of Sanjeevani app are capitalized and depreciation of last year reversed and transferred to Sanjeevani app expense head.

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)

5. CURRENT ASSETS

5.1 TRADE RECEIVABLES (SUNDRY DEBTORS)

(Rs.'000)

Sr No	Name Contractor	Name of Work/Project	Balance as on 31.03.2022
1	KPMG	PMC Services	649.00
2	Sangam Renewables Ltd	Service Charges	381.60
3	Skylark Construction	Repairs & Renovation of Nehru Garden	125.64
Total			1,156.24

- 1) Technical Advice taken from IIT in Smart Road Project and Underwater Survey for Mechanical Gate conducted on behalf of PMC (KPMG).
- 2) GST on service charges receivable from Sangam Renewables.
- 3) GST on penalty receivable from M/s. Skylark Constructions.

5.2 TAX DEDUCTION AT SOURCE (TDS).

Company having a TDS (Tax Deduction at Source) for the year of Rs.7,213.45 out of which tax liability is Rs.48.62 so balance TDS amount of Rs.7,164.83 is shown under current asset in Balance sheet as receivable from Income Tax department.

5.3 ADVANCE TO CONTRACTOR

One of the contractors named M/s. B.G. Shirke Construction Technology Private Limited to whom mobilization advance has been given on 04.06.2020 of Rs.1,13,936.91 and on 05.08.2020 of Rs.1,13,936.91 out of which Rs.67,735.62 has been received and Rs.19,023.17 accounted for receivable on 31.03.2022.

Further, as per contract, Interest @ 10% p.a. of Rs.18,284.83 has been provided and the same is capitalized.

6. REVENUE INCOME

1. NMSCDCL has received the grants from GOI, GOM and NMC, Capital grants are used for the development of Projects and A & OE Grants for expenses in the ratio of 93 % & 5 % as per Smart City Mission. 2% Share of A&OE for MoUDA not received hence accounting for the same not considered.
2. During the year reported various Direct Incomes i.e. RTI Fees, Tender Fees, Labour Cess.

7. EXPENSES

1. Total Expenses during the year of NMSCDCL is Rs.27,636.79 excluding income tax expenses and prior period expenses.
2. Amount of Rs.27,636.79 is adjusted from A & OE Grant 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 accounting policies and accounting rules of NMSCDCL.

4. Key Managerial Remuneration

Remuneration paid to Key Managerial Personnel as follows:

Key Managerial Personnel	Remuneration Amount (Rs.'000)
Shri. Prakash Thavil, CEO (April 21 to July 2021)	351.62
Shri Sumant More, CEO (July 2021 to March 2022)	1,431.91
Shri. Mahendra Shinde, CS	860.01
Total	2,643.54

5. Related Party Transactions (AS 18)

Sitting Fees paid to Independent Directors as follows:

Name of Independent Director	Amount (Rs.'000)
Shri. Bhaskarrao Mundhe	30.00
Shri. Tushar Pagar	50.00
Total	80.00

8. PRIOR PERIOD ITEMS

8.1 GST on Penalty – Rohit Pansare

GST of Rs.19.92 on penalty charged to Rohit Pansare for Interior and Furniture work of Office for year 2018-19 which was recovered in the year 2019-20. However, the recovery of GST on penalty was not considered and shown as receivable from contractor up to FY 2020-21. Thus, the same is now corrected and considered as Prior period items during current financial year and accounted accordingly.

8.2 EMD

EMD of Rs.5.00 of C R Sagdeo & Co. already paid in FY 2020-21. Excess amount showing in receivable from NMC is now corrected and considered as prior period items.

9. A letter received from Ministry of Housing & Urban Affairs, Government of India stating that Smart City Mission period extended up to 30th June, 2023.

10. ACCOUNTING RATIOS

Sr. No.	Name of Ratio	Calculation	Explanation for variance in excess of 25%
1	Capital to risk-weighted assets ratio (CRAR)	NA	NA
2	Tier I CRAR	NA	NA
3	Tier II CRAR	NA	NA
4	Liquidity Coverage Ratio	NA	NA

11. DISCLOSURE OF TRANSACTIONS WITH STRUCK OFF COMPANIES

The Company did not have any material transactions with companies struck off under Section 248 of the Companies Act, 2013 or Section 560 of Companies Act, 1956 during the financial year.

**12. NO TRANSACTIONS TO REPORT AGAINST THE FOLLOWING DISCLOSURE REQUIREMENTS
AS NOTIFIED BY MCA PURSUANT TO AMENDED SCHEDULE III**

- (a) Benami Property held under Prohibition of Benami Property Transactions Act, 1988 and rules made thereunder
- (b) Registration of charges or satisfaction with Registrar of Companies
- (c) Willful Defaulter & End use of Funds
- (d) Title Deed of Immovable Property not held in name of the Company
- (e) Disclosure on Loans/ Advance to Directors/ KMP/ Related parties
- (f) Intangible assets under development
- (g) Borrowings from banks and Financial Institutions
- (h) Compliance with number of layers of companies
- (i) Crypto Currency or Virtual Currency
- (j) Corporate Social Responsibility

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

FOR C. R. SAGDEO & CO
CHARTERED ACCOUNTANTS
PRN : 108959W



CA SANJEEVAN V. TAMBULWADIKAR
M. No.: 140333
PLACE: NASHIK
DATE: 24/09/2022

Mr. Sumant More
(Chief Executive Officer)

Mr. Anand Limaye
(DIN - 02672619)
(Chairman)

Mr. Tushar Pagar
(DIN - 07121666)
(Independent Director)

Mr. Mahendra Shinde
(Company Secretary)

Mr. Sadek Shaikh
(Chief Financial Officer)

UDIN: 22140333 AU0W FV1428

NASHIK MUNICIPAL SMART CITY DEVELOPMENT CORPORATION LIMITED CIN: U93090MH2016SGC285193											
ANNEXUTRE-1 Fixed Assets Depreciation Calculation as per Companies Act 2013 1-Apr-2021 to 31-Mar-2022											
(Amount in '000)											
Sr. No.	Particulars	Gross Block				Depreciation Block				Net Block	
		Opening WDV 01/04/2021	Addition	Deletion	Closing Balance 31/03/2022	Accumulated Depreciation 01/04/2021	Current Depreciation	Deletion	Accumulated Depreciation 31/03/2022	Closing WDV 31/03/2022	Closing WDV 31/03/2021
	A) TANGIBLE ASSET										
1	Computer Software Licences	338	80	-	418	313	32	-	345	73	25
2	Computers & Peripherals	2,146	440	-	2,586	1,646	454	-	2,100	486	500
3	Cupboard	33	-	-	33	21	3	-	24	9	13
4	Furniture & Fixtures	6,801	-	-	6,801	3,089	961	-	4,050	2,751	3,713
5	Xerox Machine	155	-	-	155	71	15	-	87	68	84
6	Electrical Equipment	3,833	1,380	-	5,214	1,516	654	-	2,170	3,044	2,317
7	Building	2,801	497	-	3,298	222	286	-	507	2,791	2,580
	Total - A	16,109	2,396	-	18,505	6,877	2,405	-	9,282	9,223	9,232
	B) INTANGIBLE ASSET										
1	COVID-19 Survey & Monitoring System (Sanjeevani App)	51	-	(51)	-	10	-	(10)	-	-	41
	Total - B	51	-	(51)	-	10	-	(10)	-	-	41
	Grand Total (A+B)	16,160	2,396	(51)	18,505	6,887	2,405	(10)	9,282	9,223	9,273

NASHIK MUNICIPAL SMART CITY DEVELOPMENT CORPORATION LIMITED

CIN: U93090MH2016SGC285193

ANNEXURE- 2

Depreciation as per Income Tax Act 1961

1-Apr-2021 to 31-Mar-2022

(Amount in '000)

Sr. No.	Particulars	Opening WDV 01/04/21	Addition During the Year		Deletion	Net WDV	Rate	Depreciation	Closing WDV 31/03/2021
			> 180 days	< 180 days					
1	Computer Software Licences	68	-	80	-	147	40%	43	104
2	Computers & Peripherals	868	172	268	-	1,308	40%	469	838
3	Cupboard	23	-	-	-	23	10%	2	21
4	Furniture & Fixtures	5,331	-	-	-	5,331	10%	533	4,798
5	Xerox Machine	88	-	-	-	88	15%	13	75
6	Electrical Equipment	3,132	47	1,333	-	4,512	10%	385	4,128
7	Building	2,521	64	497	-	3,081	10%	283	2,798
8	Intangible Asset	45	205	-	250	-	25%	-	-
	Grand Total	12,076	487	2,178	250	14,491		1,729	12,762

<u>NASHIK MUNICIPAL SMART CITY DEVELOPMENT CORPORATION LIMITED</u>
<u>CIN: U93090MH2016SGC285193</u>

<u>Deferred Tax Calculation</u> ANNEXURE - 3		
		(Amount in '000)
Sr. No.	Particulars	Amount
A	Depreciation as per Companies Act, 2013	2,405
B	Depreciation as per Income Tax Act, 1961	1,729
C	Timing Difference in Assets-	676
D	Tax (Basic Tax Rate- 25% Plus 4% Edu Cess on Basic tax)	26%
D	Deferred Tax	176
E	Opening Balance of Deffered Tax Assets	779
F	Closing Balance of Deffered Tax Assets	955

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

NASHIK MUNICIPAL SMART CITY DEVELOPMENT CORPORATION LIMITED CIN: U93090MH2016SGC285193								
ANNEXURE - 4 Project Work In Progress(PWIP) During the Year								
(Amount in '000)								
Sr. No.	Projects Name	Opening CWIP	Addition During Year	Penalty on Contractor	Less Liquidated damages recovered	Total Cost of CWIP	Capitalized With Grant	Closing CWIP
1	Construction of Entrance Gate	-	4,417	-	110	4,307	-	4,307
2	De-Silting Work of Godavari river	-	65,629	-	-	65,629	-	65,629
3	Mahatma Phule Kaladalan	-	-	-	-	-	-	-
4	Neharu Garden	-	344	-	-	344	344	-
5	Smart Road-C4	1,64,741	259	-	-	1,65,000	-	1,65,000
6	Green Feild Project	907	-	-	-	907	-	907
7	Godavari Riverfront - Beautification	1,09,164	2,19,519	855	548	3,27,279	-	3,27,279
8	Godavari Riverfront - Goda Civil	16,691	10,390	-	-	27,082	-	27,082
9	Nashik Smart & Safe city Solutions	4,54,300	-	-	-	4,54,300	-	4,54,300
10	Major & Minor Road ABD Area	1,13,469	4,33,794	-	-	5,47,263	-	5,47,263
11	Pandit Paluskar Auditorium	4,757	20,729	-	255	25,232	-	25,232
12	Skill Development & Training Expenses	-	2,222	-	-	2,222	2,222	-
13	EPC of Three ESR, GSR Sump & Transmission Network	-	48,208	-	-	48,208	-	48,208
14	New Installation of Electric Crematorium Furnace at Amardham, Nashik	-	204	-	-	204	204	-
15	Repairs & Renovation of Kalidas Kalamandir*	-	(287)	-	-	(287)	(287)	-
	Total	8,64,029	8,05,430	855	913	16,67,691	2,484	16,65,207

Note - NMSCDCL has undertaken various projects during the FY 2021-22 and 2 (Sr No. 4 & 14)project O&M expenses incurred. The total Cost of a project 2483.761/- and it is capitalized with the grant in the ratio of 50:25:25. (GOI, GOM, NMC Respectively). Out of the total cost of 1241.8805 /- (50% of 2483.761/-) is capitalized with the grant received from Gol, 620.94025/- (25% of 2483.761/-) is capitalized with the grant received from GoM and 620.94025/- (25% of 2483.761/-) is capitalized with the grant received from NMC.

Note - *Chair Recovery of Rs.287/- of FY 2018-19 i.r.o. Repairs and Renovation of Kalidas Kalamandir was shown under 'Other Current Liabilities', was required to be capitalized but the same was not capitalized till FY 2020-21. Hence, capitalized during current Financial Year.

NASHIK MUNICIPAL SMART CITY DEVELOPMENT CORPORATION LIMITED								
CIN: U93090MH2016SGC285193								
ANNEXURE - 4A								
a) For Capital-work-in-progress, following ageing schedule is given:								
(i) CWIP ageing schedule as at 31/03/2022								
(Amount in '000)								
Sr. No.	Projects Name	WO Date	Total (Closing CWIP)*	Amount in CWIP for a period of				Total*
				Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	
1	Construction of Entrance Gate	03-02-2021	4,307	4,307	-	-	-	4,307
2	De-Silting Work of Godavari River	11-09-2019	65,629	65,629	-	-	-	65,629
3	Smart Road-C4	16-04-2018	1,65,000	259	17,674	1,19,933	27,134	1,65,000
4	Green Feild Project		907	-	-	-	907	907
5	Godavari Riverfront - Beautification	07-09-2019	3,27,279	2,18,116	1,09,164			3,27,279
6	Godavari Riverfront - Goda Civil	07-09-2019	27,082	10,390	16,691			27,082
7	Nashik Smart & Safe city Solutions	10-01-2019	4,54,300	-	4,54,300			4,54,300
8	Major & Minor Road ABD Area	07-09-2019	5,47,263	4,33,794	1,13,469			5,47,263
9	Pandit Paluskar Auditorium	07-09-2019	25,232	20,474	4,757			25,232
10	EPC of Three ESR, GSR Sump & Transmission Network	10-03-2021	48,208	48,208				48,208
	Total		16,65,207	8,01,178	7,16,055	1,19,933	28,040	16,65,207

NOTE - *Total is as per Closing Value of CWIP amount in the balance sheet.

b) For capital-work-in-progress, whose completion is overdue or has exceeded its cost compared to its original plan, following CWIP completion schedule is given							
as at 31/03/2022							
Sr. No.	Projects Name	WO Date	Project Cost	To be completed in			
				Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years
1	Construction of Entrance Gate	03-02-2021	5,706	5,706	-	-	-
2	De-Silting Work of Godavari River#	11-09-2019	1,05,495	65,629	-	-	-
3	Smart Road-C4	16-04-2018	2,17,389	2,17,389	-	-	-
4	Green Feild Project #		907	907	-	-	-
5	Godavari Riverfront - Beautification	07-09-2019	7,37,349	7,37,349	-	-	-
6	Godavari Riverfront - Goda Civil	07-09-2019	94,276	94,276	-	-	-
7	Nashik Smart & Safe city Solutions	10-01-2019	10,00,000	10,00,000	-	-	-
8	Major & Minor Road ABD Area	07-09-2019	23,72,167	23,72,167	-	-	-
9	Pandit Paluskar Auditorium	07-09-2019	33,742	33,742	-	-	-
10	EPC of Three ESR, GSR Sump & Transmission Network	10-03-2021	2,55,647	2,55,647	-	-	-
11	Digital Mapping of Utility Services and related assets in GIS under ABD, Nashik	07-04-2022	10,550	10,550	-	-	-
12	Design & Redevelopment of WTP in ABD and allied EMW, SI of SCADA-Infrastructure for WTP, ESR, RWP and Smart Water Meter (Non-Residential)	04-04-2022	20,61,460	-	20,61,460	-	-
	Total		68,94,686	47,93,361	20,61,460	-	-

NOTE - #Projects Sr No. 2&4, Actual Expenses are considered only

NOTE - i) Project - Sr. No. 3 having original cost of Rs.1,45,330.035/- increased to Rs.2,17,388.672/- . Approval for Incremental Cost was granted in BOD No. 12 dt. 18/07/2019 vide resolution no. 187. However, actual expenses after reduction of LD, Penalty is Rs.1,64,999.764/-.

ii) Project - Sr. No.9 having original cost of Rs. 25,914.918/- increased to Rs.3,37,41.560/- . Approval for Incremental Cost was granted in BOD No. 17 dt. 29/10/2020 vide resolution no. 268. However, actual expenses till 31/03/2022 - Rs.25,231.775/-.

NASHIK MUNICIPAL SMART CITY DEVELOPMENT CORPORATION LIMITED

CIN: U93090MH2016SGC285193

ANNEXURE - 5

A & OE GRANT UTILISATION FOR EXPENSES

(Amount in '000)

Sr. No.	Particulars of Grants	GOI	GOM	NMC	Total Grant Amt.
a	Opening Balance of A & OE Grants - 01.04.2021	29,105	20,952	47,482	97,539
	Less Interest On Grant Received From Govt. (A& OE)#	(12,686)	(6,307)	(10,829)	(29,822)
b	Addition During the Year-				-
	Total Grants	16,419	14,645	36,653	67,717
c	Utilisation for A & OE Expenses- (Refer below Note)	11,537	5,769	5,769	23,074
d	Closing Balance of A & OE Grants - 31.03.2022	4,882	8,876	30,885	44,643

Note

Sr no.	Particulars of Grant Utilised for Expenses	Amount	
A	Total Expenses		27,637
1	Bank Interest Received	0	27,637
2	Interest on FDR	4,562	23,074
3	A & OE Grants from GOI	11,537	50% of Expenses
4	A & OE Grants from GOM	5,769	25% of Expenses
5	A & OE Grants from NMC	5,769	25% of Expenses
	Total	27,637	

Note-

#Interest received on account of Government Grants was capitalized till the previous year, but from the current year, the same is being paid back to the authority as per the directions issued by the Govt. of India. The Interest earned on Government grant is shown as Short-Term Liability under Current Liabilities. Yearwise Calculation of Interest received on Government Grants is shown in Notes to Account Sr. No. 3.3. 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.2,76,36,792/- and same A & OE grant were transfer to the statement of profit & loss account to compensate the A & OE Expenses in the ratio of 50% grant received from Govt of India (GOI), 25% grant received from Govt of Maharashtra (GOM) and 25% grant received from Nashik Municipal Corporation (NMC). Remaining balance of A & OE grant is carry forward under the head of "Other Current Liabilities" in Balance sheet.

NASHIK MUNICIPAL SMART CITY DEVELOPMENT CORPORATION LIMITED CIN: U93090MH2016SGC285193					
ANNEXURE - 6 PROJECT GRANTS UTILIZED FOR PROJECT COSTS					
(Amount in '000)					
Sr. No.	Particulars of Grants	GOI	GOM	NMC	Total Grant Amt.
a	Opening Balance of Project Grants - 01.04.2020	22,31,491	11,15,467	22,54,869	56,01,827
b	Addition During the Year- Interest Received (Refer Note)*	81,794	40,887	82,650	2,05,331
c	Less: Interest on Mobilization Advance**	(6,700)	(3,349)	(6,745)	(16,794)
		23,06,585	11,53,005	23,30,774	57,90,364
d	Less Interest On Grant Received From Govt. (Project)#	5,74,595	2,87,276	4,06,228	12,68,098
e	Total	17,31,990	8,65,729	19,24,546	45,22,265
f	Utilisation for Capitalisation of WIP- (Refer below Note)	1,242	621	621	2,484
g	Closing Balance of Project Grants - 31.03.2021	17,30,748	8,65,108	19,23,925	45,19,781
A	Total Interest Received against FDR, Others & Allocation				
1	Bank Interest Received		2,05,331		
2	Interest on Mobilisation Advance given to B G Shirke		-		
			2,05,331		
4	Interest Added to Grants from GOI	81,794	Allocate in the ratio of Grant available with each authority		
5	Interest Added to Grants from GOM	40,887			
6	Interest Added to Grants from NMC	82,650			
	Total	2,05,331			
B	Capitalized With Grant				
1	Total Cost of CWIP		2,483.76		
2	Utilised From Grants from GOI	1,242	50% of Above		
3	Utilised From Grants from GOM	621	25% of Above		
4	Utilised From Grants from NMC	621	25% of Above		
	Total	2,484			
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. #Interest received on account of Government Grants was capitalized till the previous year, but from the current year, the same is being paid back to the authority as per the directions issued by the Govt. of India. The Interest earned on Government grant is shown as Short-Term Liability under Current Liabilities. Yearwise Calculation of Interest received on Government Grants is shown in Notes to Account Sr. No. 3.3. 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 2021-22, no project is completed and 2 projects (Neharu Garden & Crematorium Furnace) 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. **For reversal of Interest earned on Govt grants, Interest on Mobilization Advance paid to M/s. B G Shirke Construction Technology Pvt. Ltd. as on 31.03.2022 was not considered and capitalised to Projects Grants. Hence, deducted from grants during this year.					

NASHIK MUNICIPAL SMART CITY DEVELOPMENT CORPORATION LIMITED		
CIN: U93090MH2016SGC285193		
(Amount in '000)		
ANNEXURE - 7 FIXED DEPOSITS		
S.No	Particulars	Current Year
	Fixed Deposit's	
1	Auto Sweep SBI-40122847155	20,200
2	FD PNB 376200PU00026520	20,883
3	FD PNB 376200PU00026539	20,883
4	FD PNB 376200PU00026548	20,883
5	FD PNB 376200PU00026557	20,883
6	FD PNB376200PU00026566	20,883
7	FD PNB 376200PU00026575	20,883
8	FD PNB 376200PU00026584	20,883
9	FD PNB 376200PU00026593	20,883
10	FD PNB 376200PU00026609	20,883
11	FD PNB 376200PU00026618	20,883
12	FD PNB 376200PU00026627	20,883
13	FD PNB 376200PU00026636	20,883
14	FD PNB 376200PU00026645	20,883
15	FD PNB 376200PU00026654	20,883
16	FD PNB 376200PU00026663	20,883
17	FD PNB 376200PU00026672	20,883
18	FD PNB 376200PU00026681	20,883
19	FD PNB 376200PU00026690	20,883
20	FD PNB376200PU00026706	20,883
21	FD PNB 376200PU00026715	20,883
22	FD PNB 376200PU00026724	20,883
23	FD PNB 376200PU00026742	20,883
24	FD PNB 376200PU00026751	20,883
25	FD PNB 376200PU00026760	20,883
26	FD PNB 376200PU00026779	20,883
27	FD PNB 376200PU00026788	20,883
28	FD PNB 376200PU00026797	20,883
29	FD PNB 376200PU00026803	20,883
30	FD PNB 376200PU00026812	20,883
31	FD PNB 376200PU00026821	20,883
32	FD PNB 376200PU00026830	20,883
33	FD PNB 376200PU00026849	20,883
34	FD PNB 376200PU00026858	20,883
35	FD PNB 376200PU00026867	20,883
36	FD PNB 376200PU00026876	20,883
37	FD PNB 376200PU00026885	20,883
38	FD PNB 376200PU00026894	20,883
39	FD PNB 376200PU00026900	20,883
40	FD PNB 376200PU00026919	20,883
41	FD PNB 376200PU00026928	20,883
42	FD PNB 376200PU00026937	20,883

43	FD PNB 376200PU00026946	20,883
44	FD PNB 376200PU00026955	20,883
45	FD PNB 376200PU00026964	20,883
46	FD PNB 376200PU00026973	20,883
47	FD PNB 376200PU00026982	20,883
48	FD PNB 376200PU00026991	20,883
49	FD PNB 376200PU00027006	20,883
50	FD PNB 376200PU00027015	20,883
51	FD PNB 376200PU00027024	20,883
52	SBI FD No.40193107954	20,000
53	SBI FD No.40193109338	20,000
54	SBI FD No.40193125226	20,000
55	SBI FD No.40193125497	20,000
56	SBI FD No.40193125678	20,000
57	SBI FD No.40193125872	20,000
58	SBI FD No.40193127041	20,000
59	SBI FD No.40193127314	20,000
60	SBI FD No.40193127450	20,000
61	SBI FD No.40193128090	20,000
62	SBI FD No.40193128294	20,000
63	SBI FD No.40193128737	20,000
64	SBI FD No.40193128975	20,000
65	SBI FD No.40193189097	20,000
66	SBI FD No.40193189382	20,000
67	SBI FD No.40193189698	20,000
68	SBI FD No.40193190115	20,000
69	SBI FD No.40193190513	20,000
70	SBI FD No.40193190681	20,000
71	SBI FD No.40193190807	20,000
72	SBI FD No.40193191084	20,000
73	SBI FD No.40193191288	20,000
74	SBI FD No.40193191368	20,000
75	SBI FD No.40193191630	20,000
76	SBI FD No.40193191834	20,000
77	FD-Union Bank 596903030005312	5,16,424
78	FD-Union Bank 596903030005313	5,16,424
52	SBI Auto Sweep FDR - 39237052702	9,75,227
53	Auto Sweep 40237683874	5,05,479
	Total	40,77,866

ANNEXURE - 7A Interest Accrued on Fixed Deposit		
S.No	Particulars	Current Year
1	Indian Bank	-
2	Punjab National Bank FD	1,240
3	Union Bank	43,229
4	SBI Autosweep FDR	31,332
	Total (Accrued Interest Receivable at year end)	75,801
	Less : TDS on Accrued Interest	3,133
	Total (Accrued Interest Receivable at year end)	72,668
ANNEXURE - 7B Interest Received on FDR/Savings Account - Bank Wise		
S.No	Particulars	Current Year
1	Auto Swipe - Sbi	1,14,826
2	FDR - Corporation Bank	25,639
3	FDR - Indian Bank	3,770
4	FDR - PNB	24,125
5	FDR - Union Bank	68,500
	Total (Interest Received)	2,36,861
	Interest Received on YES Bank Savings Account	0
	Total (Interest Received)	2,36,861

NASHIK MUNICIPAL SMART CITY DEVELOPMENT CORPORATION LIMITED

CIN: U93090MH2016SGC285193

**ANNEXURE - 8
SECURITY DEPOSIT**

(Amount in '000)					
Sr. No.	Party Name	2020-21	Received	Paid	2021-22
1	Neev Infrastructre Pvt. Ltd*	2,503	-	196	2,307
2	R. K. Sawant*	636	196	-	832
3	Rohit Pansare	30	-	-	30
4	Skylark Construction Pvt. Ltd.	308	-	67	242
5	Kalyani Enterprises	344	34	-	378
6	C4 Infrastructure Pvt. Ltd.	7,718	-	-	7,718
7	B T Kadlag-Performance Security	818	1,006	-	1,824
8	Kalika Enterprises	13	-	-	12.57
9	New Kredible Technologies	160	-	-	160
10	Sahyadri Construction Ltd	11,699	2,410	-	14,109
11	B G Shirke Construction Tech Pvt Ltd	5,673	16,934	2,504	20,103
12	Cleantech Infra Pvt Ltd	852	-	-	852
13	Sitaram Infrastructure Pvt Ltd (Goda Beautification)	5,000	-	-	5,000
14	Sitaram Infrastructure Pvt Ltd	834	520	-	1,354
15	S R Construction	-	2,403	-	2,403
16	Bekem Infra Projects Pvt Ltd	-	5,512	-	5,512
17	Kalpataru Construction	-	214	-	214
	Total	36,590	29,229	2,767	63,052

Note:

¹ *Opening Balance of R K Sawant for FY 2017-18 wrongly accounted in FY 2019-20, now corrected and transferred to R K Sawant

NASHIK MUNICIPAL SMART CITY DEVELOPMENT CORPORATION LIMITED

CIN: U93090MH2016SGC285193

ANNEXURE - 9**EMD**

(Amount in '000)

S.No	Party Name	2021-22	2020-21
1	Sabdra & Sabadra	3	3
2	Ulhas Borse & Company	9	9
3	Neev Infrastructure Private Limited	965	967
4	Kalyani Enterprises	203	203
5	C4 Infrastructures Private Limited	808	808
8	Bekem Infra Projects Private Limited	-	954
15	Kalpataru Construction	61	61
16	Sahyadri Construction Company	-	1,222
Total- (A+B+C+D)		2,048	4,226

NASHIK MUNICIPAL SMART CITY DEVELOPMENT CORPORATION LIMITED		
CIN: U93090MH2016SGC285193		
(Amount in '000)		
ANNEXURE - 10		
Indirect Expenses - Professional Fees		
S.No	Party Name	Amounts
1	R. Devendra Kumar & Associates (Accounting Charges)	266
2	Link Intime india Pvt Ltd	6
3	Certification Engineers International Limited	1,237
	Total	1,508

NASHIK MUNICIPAL SMART CITY DEVELOPMENT CORPORATION LIMITED				
CIN: U93090MH2016SGC285193				
(Amount in '000)				
ANNEXURE - 11 A				
Withheld Amount (Long Term)				
S.No	Party Name	2021-22	2020-21	Reason
1	Kalyani Enterprises	2,753	3,670	Operation and Maintenance Cost as per tender condition.
		2,753	3,670	

ANNEXURE - 11 B				
Withheld Amount (Short Term)				
S.No	Party Name	2021-22	2020-21	Reason
1	C4 Infrastructure Pvt. Ltd.	397	397	Due to technical inspections report
2	KPMG Advisory Services Pvt. Ltd.	3,929	3,929	Various deliverables are not delivered so that amount was withheld.
3	B G Shirke Construction Technology Pvt Ltd	4,935	5,836	Withheld due to Safety & Other Compliance
4	B T Kadlag Construction Pvt Ltd	1,600	-	Withheld for Electrical Firefighting and Audio Testing
5	Kalpataru Construction	25	-	CAR / EC Policy
6	E R Kadbhane	50	-	Compliance Pending
7	S R Construction	79	-	Insurance Policy not submitted
8	Prakruti Infocom	42	-	Compliance Pending
9	Sai Shraddha Enterprises	95	-	Compliance Pending
10	Sitaram Infra Project-Goda Beatification	3,137	2,171	Withheld amount for Pile Testing & CAR Policy.
11	Sitaram Infra Project-Goda Civil	1,000	-	Approximate Penalty withheld
12	B.G Nirmal	27	-	Recovery of Interest amount
	Total	15,315	12,333	