



Solutions for Sustainable Tomorrow

# 39<sup>TH</sup> ANNUAL REPORT 2020-2021

MITCON Consultancy &  
Engineering Services Ltd.

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Solutions for Sustainable Tomorrow





## ▶ Corporate Information

### Board of Directors

<b>Dr. Pradeep Bavadekar</b>	Managing Director
<b>Mr. Ajay Agarwal</b>	Non-Executive, Non-Independent Director
<b>Mr. Anand Chalwade</b>	Non-Executive, Non-Independent Director
<b>Mrs. Archana Lakhe</b>	Non-Executive, Independent Director
<b>Mr. Sanjay Phadke</b>	Non-Executive, Independent Director

### Key Managerial Personnel

**Mr. Ram Mapari**  
Chief Financial Officer

**Ms. Ankita Agarwal**  
Company Secretary &  
Compliance Officer

### Bankers

- Bank of Baroda
- Bank of Maharashtra
- ICICI Bank Ltd.
- HDFC Bank Ltd.
- State Bank of India
- IDBI Bank
- Yes Bank
- Axis Bank
- Kotak Mahindra Bank

#### Statutory Auditors

M/s J. Singh & Associates,  
Chartered Accountants

#### Internal Auditors

M/s Galgali and Associates,  
Chartered Accountants

#### Secretarial Auditor

M/s MMJB and Associates LLP

### Offices

#### Registered Office:

Kubera Chambers, Shivajinagar,  
Pune – 411005, Maharashtra (India)  
Tel: 020 – 2553 4322, 2553 3309  
Fax: 020 – 2553 3206  
CIN: L74140PN1982PLC026933

#### Corporate Office:

1402/1403, Dalamal Tower,  
Free Press Journal Marg,  
211, Nariman Point,  
Mumbai -400 021  
Email: cs@mitconindia.com  
Website: www.mitconindia.com

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## ▶ Board of Directors' Report

Dear Members,

Your Directors take pleasure in presenting the 39<sup>th</sup> Annual Report on the business and operations of your Company along with the Audited Standalone and Consolidated Financial Statement for the year ended 31<sup>st</sup> March 2021.



### 1 Company's Performance

During the year under review, the Company has achieved a gross turnover of INR 3,489.65 Lakhs in comparison to previous year's turnover of INR 4,271.97 Lakhs which represents a decrease of 18.31% over the previous year. Key aspects of Consolidated and Standalone Financial Performance of your Company for the current financial year 2020-21 along with the previous financial year 2019-20 are tabulated below:

### 2 Financial Highlights (Rupees in Lakhs)

Particulars	Consolidated		Standalone	
	31/03/2021	31/03/2020	31/03/2021	31/03/2020
Revenue from Operations	6,069.26	6,087.61	3,156.10	3,620.26
Other Income	290.74	289.57	333.55	651.71
<b>Total</b>	<b>6,360.00</b>	<b>6,377.18</b>	<b>3,489.65</b>	<b>4,271.97</b>
Profit before Depreciation & Amortization	321.46	858.71	(165.47)	724.42
Depreciation & Amortization	489.50	577.87	115.06	169.38
<b>Profit Before Tax</b>	<b>(168.04)</b>	<b>280.84</b>	<b>(280.54)</b>	<b>555.04</b>
Tax Expenses:				
1) Current Tax	37.20	150.00	-	150.00
2) Deferred Tax (Net)	(88.09)	(86.57)	69.43	19.49
3) Excess provision for Taxations for earlier years	--	(20.56)	--	(20.56)
<b>Profit After Tax (before adjustment for minority interest)</b>	<b>(117.15)</b>	<b>237.97</b>	<b>(211.11)</b>	<b>406.11</b>
Add: Share of Profit/ Loss of minority interest transferred	(54.83)	(45.81)	-	-
Less: Share in Loss of Associates	(8.08)	(0.47)	-	-
<b>Profit/(Loss) After Tax</b>	<b>(180.06)</b>	<b>191.69</b>	<b>(211.11)</b>	<b>406.11</b>





### 3 Dividend and Reserves

#### Dividend

The Directors recommend for your consideration a final dividend of INR 0.20 per Equity Shares of INR 10/- for the Financial Year 2020-21.

#### Transfer to Reserves

During the year under review, no amount was transferred to General Reserves.

### 4 Directors

- Pursuant to Article 99 of the Articles of Association of the Company, Mr. Ajay Agarwal (DIN: 00200167) who retires by rotation and being eligible, offers himself for re-appointment.
- Your Board recommends re-appointment of Mr. Ajay Agarwal (DIN: 00200167) at the ensuing Annual General Meeting.
- Mrs. Archana Lakhe (DIN: 07079209) was re-appointed as Woman Independent Director for a period of five (5) years commencing from February 5, 2020 and ending on February 5, 2025.
- Notice of Disclosure of General Interest pursuant to Section 184 (1) of the Companies Act, 2013 disclosing interest in other bodies corporate/ firms and declaration under Section 164 (2) of the Companies Act, 2013 were received from all the Directors of the Company and none of the Director is disqualified.
- All Independent Directors have given declarations that they meet the criteria of Independence as laid down under Section 149(6) of the Companies Act, 2013.

### 5 Board Evaluation:

Pursuant to the provisions of the Companies Act, 2013, the Board Members evaluated the performance of Executive, Non-Executive, Independent and Non-Independent Directors based on their participation in the Board Meetings and Committee Meetings and also as per criteria laid down in policy for evaluation of performance of Board Members.

Independent Directors also evaluated the performance of the Non-Independent Directors in their separate meeting held on 29th July, 2020

### 6 Meetings of the Board

During the financial year 2020-21, Four (4) Board Meetings were convened on 19.06.2020, 29.07.2020, 12.11.2020, and 04.03.2021.

The attendance of the Board Members at the said meetings are as under:

Sr. No.	Name of the Board Member	Attendance Record of the Board Members			
		19.06.2020	29.07.2020	12.11.2020	04.03.2021
1	Dr. Pradeep Bavadekar	Yes	Yes	Yes	Yes
2	Mr. Anand Chawade	Yes	Yes	Yes	Yes
3	Mr. Sanjay Phadke	Yes	Yes	Yes	Yes
4	Mr. Ajay Agarwal	Yes	Yes	Yes	Yes
5	Mrs. Archana Lakhe	Yes	Yes	Yes	Yes

### 7 Committees of the Board

#### i. Audit Committee

As on 31<sup>st</sup> March 2021, the Committee comprised of the following:

Sr. No.	Name of the Member	Category
1	Mr. Anand Chawade (Member)	Non-Executive-Non- Independent Director
2	Mr. Sanjay Phadke (Member)	Non-Executive-Independent Director
3	Mrs. Archana Lakhe (Member)	Non-Executive-Independent Woman Director
4	Mr. Ajay Agarwal (Member)	Non-Executive-Non- Independent Director



The Audit Committee meetings are usually attended by the Managing Director, Chief Financial Officer, the representatives of Statutory Auditors and Internal Auditors as and when necessary. The Company Secretary acts as a Secretary of the Committee.

The previous Annual General Meeting of the Company was held on 28.09.2020, which was attended by Mrs. Archana Lakhe and Mr. Anand Chalwade as members of the Audit Committee.

The dates on which the Audit Committee Meetings were held and the attendance of the Members at the said meetings are as under:

Sr. No.	Name of the Committee Member	Attendance Record of the Committee Members			
		19.06.2020	29.07.2020	12.11.2020	04.03.2021
1	Mr. Anand Chalwade (Member)	Yes	Yes	Yes	Yes
2	Mr. Sanjay Phadke (Member)	Yes	Yes	Yes	Yes
3	Mrs. Archana Lakhe (Member)	Yes	Yes	Yes	Yes
4	Mr. Ajay Agarwal (Member)	-	-	-	-

## ii. Nomination and Remuneration Committee

As on 31<sup>st</sup> March 2021, the Committee comprised of the following:

Sr. No.	Name of the Member	Category
1	Mrs. Archana Lakhe (Chairperson)	Non-Executive-Independent Woman Director
2	Dr. Pradeep Bavadekar (Member)	Managing Director
3	Mr. Anand Chalwade (Member)	Non-Executive Director
4	Mr. Sanjay Phadke (Member)	Non-Executive-Independent Director

The previous Annual General Meeting of the Company was held on 28.09.2020 which was attended by all the members of Members of the Nomination and Remuneration Committee.

The dates on which the Nomination and Remuneration Committee Meetings were held and the attendance of the Members at the said meetings are as under:

Sr. No.	Name of the Committee Member	Attendance Record of the Committee Members		
		19.06.2020	29.07.2020	04.03.2021
1	Mrs. Archana Lakhe (Chairperson)	Yes	Yes	Yes
2	Mr. Sanjay Phadke (Member)	Yes	Yes	Yes
3	Dr. Pradeep Bavadekar (Member)	Yes	Yes	Yes
4	Mr. Anand Chalwade (Member)	Yes	Yes	Yes

## iii. Corporate Social Responsibility (CSR) Committee

As on 31<sup>st</sup> March 2021, the Committee comprised of the following:

Sr. No.	Name of the Member	Category
1	Mr. Sanjay Phadke (Chairperson)	Non-Executive-Independent Director
2	Mrs. Archana Lakhe (Member)	Non-Executive-Independent Woman Director
3	Mr. Ajay Agarwal (Member)	Non-Executive-Non- Independent Director
4	Dr. Pradeep Bavadekar (Member)	Managing Director



The dates on which the Corporate Social Responsibility Committee Meetings were held and the attendance of the Members at the said meetings are as under:

Sr. No.	Name of the Committee Member	Attendance Record of the Committee Members			
		29.07.2020	12.11.2020	12.12.2020	04.03.2021
1	Mrs. Archana Lakhe (Chairperson)	Yes	Yes	Yes	Yes
2	Mr. Sanjay Phadke (Member)	Yes	Yes	Yes	Yes
3	Dr. Pradeep Bavadekar (Member)	Yes	Yes	Yes	Yes
4	Mr. Ajay Agarwal (Member)	Yes	Yes	Yes	Yes

#### iv. Stakeholders Relationship Committee:

As on 31<sup>st</sup> March 2021, the Committee comprised of the following:

Sr. No.	Name of the Member	Category
1	Mrs. Archana Lakhe (Chairperson)	Non-Executive-Independent Woman Director
2	Dr. Pradeep Bavadekar (Member)	Managing Director
3	Mr. Ajay Agarwal (Member)	Non-Executive-Non- Independent Director

During the year, the Committee meeting was held on 19.06.2020 which was attended by Mrs. Archana Lakhe and Dr. Pradeep Bavadekar, as Members of the Committee

### 8 Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013

The Company has in place policy for Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. The Board of Directors of the Company has also constituted an Internal Complaint Committee in this regard to redress complaints. During the year under review, there were no complaints received pursuant to the aforesaid Act.

### 9 Key Managerial Personnel (KMP)

During the year under review, the following persons were Key Managerial Personnel:

Sr. No.	Name of the Member	Category
1	Dr. Pradeep Bavadekar	Managing Director
2	Mr. Ram Mapari	Chief Financial Officer
3	Ms. Ankita Agarwal	Company Secretary

### 10 Policies of the Company

The Board ensured that all Company policies are in line with the changes in legislation. The updated policies have been hosted on the official website of the Company ([www.mitconindia.com](http://www.mitconindia.com)).

### 11 Auditors

#### Statutory Auditor

The appointment of the Statutory Auditor of the Company M/s J. Singh & Associates, Chartered Accountants, Mumbai shall be required to be ratified at the ensuing Annual General Meeting for the Financial Year 2021-22.

M/s J. Singh & Associates, Chartered Accountants, Mumbai is an independent audit firm and none of your Directors, KMP's are related or interested in it, directly or indirectly.

#### Auditors Remark

The comments of the Auditors read together with the Notes to Accounts are self-explanatory and do not call for further explanation.



### Internal Auditor

M/s Galgali and Associates, Pune are appointed as an Internal Auditor of the Company for the Financial Year 2021-22.

### Tax Auditor

M/s Shahane & Co., Chartered Accountants, Pune are appointed as Tax Auditor of the Company for the Financial Year 2021-22 in terms of section 44AB of the Income Tax Act, 1961.

### Secretarial Auditor

In terms of the provisions of Section 204 of the Companies Act, 2013 and Rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, M/s MMJB & Associates LLP., a firm of Company Secretaries in Practice was appointed to undertake secretarial audit of the Company for the year ended 31<sup>st</sup> March, 2021.

Secretarial Audit report in prescribed Form No.MR 3 is enclosed as **Annexure 'A'** to this report.

### Secretarial Auditors Remark

The comments of the Auditors are self-explanatory and do not call for further explanation.

### Compliance with Secretarial Standards

The Company has complied with all the provisions of Secretarial Standards on Board Meetings and General Meetings issued by the Institute of Company Secretaries of India and approved by the Central Government.

There is no remark from the secretarial auditor for the year under review.

## 12 Share Capital

There has been no change in share capital of the Company.

Following is the share capital structure of the Company.

Sr. No.	Particulars	No. of Shares	Amount
1	Authorised Share Capital	25,000,000 Equity shares of INR 10/- each	INR 250,000,000/-
2	Paid up Share Capital	13,421,526 Equity shares of INR 10/- each	INR 134,215,260/-

## 13 Deposits

The Company has not accepted any deposits from public and as such, no amount on account of principal or interest on deposits from public was outstanding as on the date of the balance sheet.

## 14 Corporate Governance

The provisions of Corporate Governance as stipulated by Regulation 27 of SEBI (Listing Obligations and Disclosure Requirements), 2015 are not applicable to the Company.

## 15 Extract of Annual Return

In compliance with provisions of Sections 134(3) (a) and 92(3) of the Act read with Rule 12(1) of the Companies (Management and Administration) Rules, 2014, an extract of the Annual Return as on March 31, 2021, in prescribed Form No. MGT – 9 is available on the website of the Company at [www.mitconindia.com](http://www.mitconindia.com).

## 16 Management Discussion and Analysis Report

In accordance with the provisions of the Companies Act, 2013 and Regulation 34 of SEBI (Listing Obligations and Disclosure Requirements), 2015, the Management Discussion and Analysis Report as **Annexure 'B'** is attached hereto and forms an integral part of this report.



Discussion on state of Company's affairs has been covered as part of the Management Discussion and Analysis Report and also under section highlights of important assignment.

## 17 Corporate Social Responsibility

The brief outline of the Corporate Social Responsibility (CSR) Policy of the Company and the initiatives undertaken by the Company on CSR activities during the year are set out in **Annexure 'C'**.

## 18 Conservation Of Energy and Technology Absorption

The provisions relating to disclosure of details regarding Energy Consumption, both total and per unit of production and technology absorption are not applicable as the Company is engaged in the business of providing consultancy services and conducting training programmes.

Your Company carries out its operations in an environmental friendly manner and is on the look-out for different ways & means to reduce the consumption of energy in its operations.

## 19 Foreign Exchange Earnings & Outgo

An amount of INR 31.92 Lakhs (US \$ 44,000) were received during the year on account of Professional fees and reimbursement of expenses. (Previous Year INR134.13 Lakhs (US\$ 177,106, SAR 36,724.46 and EUR 2,526.70))

Expenditure in Foreign Currency during the year was INR 44.49 Lakhs (US \$ 55,356.63) (Previous Year INR 42.55 Lakhs (US \$ 53,260.31, SAR 15,995, Thai Baht 1,045 and Vietnam \$ 23,007,925). During the year NIL (Previous Year Company has imported Solar Panels for its EPC Contract INR 40,720,517/- (US \$549,013))

## 20 Particulars of Loans, Guarantees or Investments under Section 186 of the Companies Act, 2013

In compliance with provisions of Section 134(3) (g) of the Act, particulars of loans, guarantees, investments and securities given under Section 186 of the Act are given in the notes to the Financial Statement forming part of this Annual Report.

## 21 Particulars of Employees

During the year under review, none of the employee of the Company was in receipt of remuneration of more than INR 60 Lakhs per annum or INR 5 Lakhs per month if employed for part of the year except Managing Director. As on 31<sup>st</sup> March, 2021, the Company has 153 employees.

## 22 Particulars of Related Party Transactions

During the year, no transaction with related parties was in conflict with the interests of the Company. All transactions entered into by the Company with related parties during the financial year were in the ordinary course of business and on an arm's length pricing basis. The Company did not enter into any transaction with its Key Managerial Personnel. Statements of transactions with related parties are periodically placed before the Audit Committee and are approved. As stipulated by Section 134(3) (h) of the Act read with Rule 8(2) of the Companies (Accounts) Rules, 2014, particulars of Related Party Transactions are given in Form No. AOC – 2 as **Annexure 'D'** to this Report. In compliance with Regulation 23 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 the policy on dealing with Related Party Transactions as approved by the Board has been hosted on the Company's website [www.mitconindia.com](http://www.mitconindia.com).

## 23 Risk Management

The Board of Directors of the Company has delegated the responsibility to frame, implement and monitor the risk management plan for the Company to the Audit Committee. The Committee is responsible for reviewing the risk management plan and ensuring its effectiveness. The Audit Committee has additional oversight in the area of financial risks and controls. The major risks identified by the businesses and functions are systematically addressed through mitigating actions on a continuing basis. The Company has in place a Risk Management Policy which defines roles and responsibilities at various levels





and has a structured approach for handling risk. The same policy has been hosted on the Company's website [www.mitconindia.com](http://www.mitconindia.com)

The development and implementation of risk management policy has been covered in the Management Discussion & Analysis Report, which forms part of this report.

## 24 Material Changes and Commitments, If Any Affecting Financial Position of the Company

The Company has Six (6) Wholly Owned Subsidiaries as on March 31, 2021. Further to inform there is one (1) associate and six (6) Subsidiary Companies and Company does not have any joint venture companies within the meaning of Section 2(6) of the Companies Act, 2013 ("Act").

Pursuant to the first proviso to Section 129(3) of the Companies Act, 2013 ('Act') and Rules 5 and 8 (1) of the Companies (Accounts) Rules, 2014, salient features of the financial statement, performance and financial position of each subsidiary and joint venture are given in **Form No. AOC - 1** as **Annexure 'E'** to this Report.

There has been no material change in the nature of the business of the subsidiaries.

Further, pursuant to the provisions of Section 136 of the Act, the financial statement of the Company including consolidated financial statement along with relevant documents in respect of subsidiaries are forming part of this Annual Report.

Details of Holding, Subsidiaries, Associate and Joint venture have been mentioned in extract of Annual Return MGT 9

## 25 Change in the Nature of Business

During the year under review, there has been no change in the nature of business of the Company.

## 26 Internal Financial Control

Details in respect of adequacy of internal financial control with reference to the Financial Statement are stated in Management Discussion and Analysis Report which forms an integral part of this Report.

## 27 Vigil Mechanism /Whistle Blower

The Company has adopted a Whistle Blower Policy and has established the necessary vigil mechanism for directors and employees to report concerns about unethical behavior. No person has been denied access to the Chairman of the Audit Committee. The said policy has been uploaded on the website of the Company. ([www.mitconindia.com](http://www.mitconindia.com))

## 28 Responsibility Statement

In compliance with the provisions of Section 134(3) (c) read with Section 134(5) of the Act, your Directors confirm:

- In preparation of Standalone and Consolidated Financial Statement, the applicable accounting standards have been followed along with proper explanation relating to material departures.
- We have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of state of affairs of the Company at the end of the financial year and of the loss of the Company for that period.
- We have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- We have prepared the Standalone and Consolidated Financial Statement on a going concern basis.
- Internal Financial Controls as laid down were adequate and were operating effectively.
- A proper system has been devised to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.



## 29 Significant and Material Orders

There are no significant and material orders passed by the Regulators, Court, Tribunals impacting the company's going concern status and operations in future.

## 30 Acknowledgement

Your Directors commend all employees of the Company for their continued dedication, commitment, hard work, significant contributions and support in this pandemic. They also wish to express their deep gratitude to various departments of the Central and State Governments, Banks, Financial Institutions, Business Associates, Customers, Distributors, Suppliers, Vendors, Investors, Analysts, Medical Professionals and Members for their whole-hearted support and cooperation.

**On Behalf of the Board of Directors**

**For MITCON Consultancy & Engineering Services Limited**

Sd/-

**Mr. Anand Chalwade**  
Director & CEO  
(DIN: 02008372)

Place: Pune

Date: 07.06.2021

Sd/-

**Dr. Pradeep Bavadekar**  
Managing Director  
(DIN: 00879747)



## ▶ **Annexure 'A'**

### **MMJB & Associates LLP**

Company Secretaries

803-804, 8<sup>th</sup> Floor, Ecstasy, City of Joy, JSD Road, Mulund West, Mumbai 400080 (T) 022-21678100

### **FORM NO. MR.3**

### **Secretarial Audit Report**

For The Financial Year Ended 31<sup>st</sup> March, 2021

[Pursuant to section 204(1) of the Companies Act, 2013 and Rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

**To,**

The Members,

### **Mitcon Consultancy & Engineering Services Limited**

Kubera Chambers, Shivaji Nagar Pune MH 411005 In

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **MITCON Consultancy & Engineering Services Limited** (hereinafter called the "Company"). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/ statutory compliances and expressing our opinion thereon.

Based on our verification of the Company's books, papers, minute books, forms and returns

filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, We hereby report that in our opinion, the Company has, during the audit period covering the financial year ended on 31<sup>st</sup> March, 2021 (hereinafter called the 'Audit Period') complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31<sup>st</sup> March, 2021 according to the provisions of:

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



- g. Securities and Exchange Board of India (Issue and Listing of Non-Convertible and Redeemable Preference Shares) Regulations, 2013; (Not Applicable to the Company)
- h. The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client
- i. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009 (Not applicable to the Company during the Audit Period) and
- j. The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018 (Not applicable to the Company during the Audit Period).

We have also examined compliance with the applicable clauses of the following:

- i) Secretarial Standards issued by The Institute of Company Secretaries of India.
- ii) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

We further report that, having regard to the compliance system prevailing in the Company and on examination of the relevant documents and records in pursuance thereof on test check basis, no law is specifically applicable to the Company:

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

*As per SEBI Circular dated 09<sup>th</sup> September 2020 the Company has inadvertently delayed in system driven disclosure of addition and deletion of designated persons to designated depository participant.*

We further report that the Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The composition of the Board of Directors during the period under review was in compliance with the provisions of the Act.

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

All decisions at Board Meetings and Committee Meetings are carried out either unanimously as recorded in the minutes of the meetings of the Board of Directors or Committee of the Board, as the case may be.

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

For **MMJB & Associates LLP**

**Company Secretaries**

**Saurabh Agarwal**  
**Designated Partner**  
**FCS No:** 9290  
**CP No.** 20907  
**UDIN:** F009290C000429171  
**Place:** Mumbai  
**Date:** 07.06.2021

\*This report is to be read with our letter of even date which is annexed as **Annexure A** and forms an integral part of this report.



To,

The Members,  
**Mitcon Consultancy & Engineering Services Limited**  
Kubera Chambers, Shivaji Nagar Pune MH 411005 In

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

- 1) Maintenance of secretarial record is the responsibility of the management of the company. Our responsibility is to express an opinion on these secretarial records based on our audit.
- 2) We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.
- 3) We have not verified the correctness and appropriateness of financial records and Books of Accounts of the company.
- 4) Where ever required, we have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
- 5) The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis.
- 6) The Secretarial Audit report is neither an assurance as to the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the company.

For **MMJB & Associates LLP**  
**Company Secretaries**

**Saurabh Agarwal**  
**Designated Partner**  
**FCS No:** 9290  
**CP No.** 20907  
**UDIN:** F009290C000429171  
**Place:** Mumbai  
**Date:** 07.06.2021





## ▶ Annexure 'B'

### Management Discussion and Analysis Report

#### Corporate

#### ▶ About MITCON

MITCON is an ISO 9001:2015 certified engineering consulting and services company, having an experience of over three decades in providing consultancy and engineering services. It is headquartered at Pune and has presence across the country through its regional offices at Mumbai, New Delhi, Ahmedabad, Chennai, Bangalore, Nagpur and Nanded. MITCON has Environment Testing Laboratory at Pune approved by Ministry of Environment & Forest, Govt. Of India.

Incorporated in April 1982, the Company has gained proficiency in providing innovative and client-inspired solutions in power, energy efficiency, renewable energy, climate change and environmental management enabling our clients achieve their goals with optimised resource utilisation.

MITCON provides solutions to its clients depending on their requirements inter alia including Feasibility Studies, Detailed Project Reports, Techno Economic Feasibility Report, Financial Syndication, Lenders Engineer Services, Environment Impact Assessment (EIA), Basic and Detailed Engineering, Bid Process Management, Project Management, Cluster Development, Technical/ Financial Restructuring, Energy Audits, Corporate Debt Restructuring, Due Diligence, Qualitative and Market Research. MITCON also conducts IT based training courses and skill-based training programs.

The Company has firmly anchored its services around "Sustainability" and sharpened its focus in Energy Transition, Environment Engineering, Green Chemistry (Agri/food), Infrastructure and skill development. Further, we strengthened our franchise in following areas through new offering –

- a) Energy Transition
- b) Environment
- c) Business Advisory (Agri/food/green chemistry)
- d) Skill Development

The following new areas of advisory services were added during the year –

- a) Battery Electric Storage
- b) Hybrid wind-solar farms
- c) Hydrogen from renewables
- d) Green Chemistry Products – Chemicals from agriculture crops and residue
- e) Carbon Footprint, GHG Emission, SBTi and Sustainability Reporting
- f) Dual feed Distillery for ethanol
- g) City Gas Distribution

The Company contribution to its clients, Key performance highlights for our divisions are as follows –

#### Energy Transition

#### 1. Energy Audit and Energy Conservation

##### a) Energy Conservation:

	For Year	Cumulative
No of Energy Audits	19	838
Gross Energy Consumption Audited (TOE)	1,017,872	4,734,810
Savings Recommended/Achieved (TOE)	25,843	309,931
CO2 emissions eliminated (tCO2)	72,017	1,515,139
Client Spectrum (No of assignments)		
Manufacturing	16	620
Infrastructure (Power/Port)	3	77
Services (Hotel, Hospital, and Bank etc.)	0	129
Mining	0	2
International Assignments	0	10


**b) Carbon Footprint/GHG/Sustainability**

	For Year	Cumulative
No. of assignments	1	3

**c) Carbon Credit**

	For Year	Cumulative
No. of assignments	2	123
Estimated tCO <sub>2</sub> reduction	47,368	2,642,036

**2. Solar**

	For Year	Cumulative
Consulting assignments (Design, DPR, TEV, LIE)	410 MW	5,310 MW
Rooftop Solar EPC Commissioned	Nil	670 kW
Ground mounted solar EPC	3 MW	53.9 MW
Units generated from owned solar plants	17.3 Mn kWh	61.8 Mn kWh
CO <sub>2</sub> emissions eliminated (owned solar plants)	4,030 tons	14,399 tons

**3. Co-generation and Biomass**

	For Year	Cumulative
Consulting assignments (Design, DPR, TEV, LIE)	28 MW	351 MW
Engineering Services	16 MW	1,000 MW

**4. Environment**

	For Year	Cumulative
No of Environment Impact Studies and Approvals	45	
<b>Environment Clearances/approvals for Investments, INR Crore</b>		
Manufacturing	10,879	47,367
Infrastructure (Power/Port)	1,839	11,518
Township, Area Development and Building Construction	1,652	11,163
River Valley Projects	311	11,669
Other Services		
Consultancy Services for Municipal Solid Waste, MT of Waste	221,095	335,153
Municipal Capacity Building, No of Programs	3	7
Laboratory Assignment, Nos	209	2662

**5. Business Advisory**

	For Year	Cumulative
Bio-Ethanol: Pre-investment Advisory	1,160 KLPD	4,480 KLPD
Bio-Ethanol: Engineering Services	200 KLPD	350 KLPD
Sugar: Pre-investment Advisory	8,300 TCD	74,900 TCD
Sugar: Engineering Services, No of Plants	2	35
Pre-investment Services for Others (Manufacturing/Services/Infrastructure) – TEV, DPR, LIE, TA, PMC, Market Studies, Baseline/Impact Studies	INR 15,000 Crore	INR 200,000 Crore



## 6. Skill Development

Program	No of Participants	
	For Year	Till Date
Entrepreneurship Development Program Including CMEGP	861	1731
Special Component Plan (SCP) - District Industries Centre (DIC)	1,355	22,2662
Residential Entrepreneurship Development Programme (REDP) - Dept. of Industries, Govt. of Maharashtra	46	1005
MSCIT/ Other IT Based Short Duration Training Courses/ Online Short Duration Programs	46,994	>1,500,000
Skill Based CSR Implementations	795	5950
No of students in clinical trials	135	725

The Company shall continue to add cutting edge solutions in energy/environment/green chemistry to make our clients meet their sustainability objectives. We aspire to create most preferred engineering consulting firm with “Sustainability” at its core.

Our clients will continue to face increasing pressure on making themselves and their entire value chain sustainable. We will provide customised solutions for energy transition and other GHG emission reductions to our clients and their value chains.

We will continue to invest resources to make our solutions digital in a sustainable way. We have fortified our team to modernize legacy assets/processes/solutions and intend to connect/bridge with digital business and operating models.

## Financial Overview

### Fiscal 2021 Year-Over-Year Highlights – Consolidated

- Revenue of INR 63.60 Crore, down [0.27]%;
- Consulting Revenue of INR 35.58 Crore, down [ 23.94]%;
- Project Revenue of INR 15.24 crore, increase [ 37.43]%;
- Sale of Power INR 11.86 Crore, down [0.42 ]%
- EBITDA of INR 10.93 Crore, down [ 34.69]%;
- Profit/(Loss) for the year INR (-1.80) Crore, down [ 193.93]%

## COVID-19

COVID-19 continues to disrupt our daily lives, while it is difficult to predict the extent to which the COVID-19 pandemic may adversely impact our operations and financial performance in future quarters, we continue to closely monitor the evolving situation, executing on our business continuity plan and working collaboratively with our clients. Our highest priority remains health and safety of team and providing service continuity to clients. We have been operating within guidelines and procedures related to security, screening, isolation, facility infrastructure, maintenance and cleaning, to ensure that our workplace are in line with local government recommendations and requirements.

We experienced reduced demand for our services during the COVID-19 pandemic due to the slowdown of activities in some of our clients. The skill development segment is severely affected on account of social distancing restrictions applicable to physical classrooms. To mitigate the impacts of COVID-19, we have proactively implemented various cost reduction efforts to adjust our costs based on revenue level.

## Risks and Uncertainties

While we continue to fortify our resources (talent and infrastructure) to ensure profitable and sustainable business model, a number of risks and uncertainties could affect our ability to achieve objectives for growth namely - macro-economic, regulatory, political, competition, pandemic, climate change, cyber-crime etc.

We continue to face smaller/regional competitors with specialized capabilities who may be able to provide competing services with greater economic efficiency. Risks related to competitive bidding processes also involve substantial cost and managerial time and effort spent by the Company to prepare bids and proposals for contracts that may or may not be awarded to the Company



The availability and retention of qualified with the desired knowledge and skill set may be difficult. Therefore, it is important that we remain able to successfully attract and retain highly qualified professionals and establish an effective succession plan. If our succession plan fails to identify those with potential or to develop these key individuals, we may be unable to replace key members who retire or leave the Company and may be required to recruit and/or train new employees. This might result in lost revenue or increased costs, thereby putting pressure on earnings.

We need to continually develop and expand our service offerings to adapt with changes in our clients' needs of emerging business demands and technology trends.

The Company is involved in legal proceedings, audits, claims and litigation arising in the ordinary course of its business. The outcome of such matters is not predictable with assurance.

**For MITCON Consultancy & Engineering Services Limited**

Sd/-  
**Mr. Anand Chalwade**  
Director & CEO  
(DIN: 02008372)

Sd/-  
**Dr. Pradeep Bavadekar**  
Managing Director  
(DIN: 00879747)

Place: Pune  
Date: 07.06.2021



## ► Annexure 'C'

### Annual Report on CSR Activities

#### 1. A brief outline on CSR policy of the Company:

Overview of projects or programs proposed to be undertaken and a reference to the web-link to the CSR policy and projects or programs. The CSR Policy focuses on addressing critical social, environmental and economic needs of the marginalized/underprivileged sections of the society. Through this policy, we align our CSR strategy with MITCON's vision and goals. We adopt an approach that integrates the solutions to these problems into the strategies of the company to benefit the communities at large and create social and environmental impact.

The Company undertakes its CSR activities in the following broad areas:

1. Promoting education including special education
2. Promoting preventive health care and sanitation and making available safe drinking water
3. Eradicating hunger, poverty and malnutrition
4. Promoting education, gender equality and empowering women
5. Ensuring Environmental sustainability, ecological balance, protection of flora and fauna, animal welfare, agroforestry, conservation of natural resources and maintaining quality of soil, air and water
6. Measures for the benefit of armed forces veterans, war widows and their dependents
7. Rural Development Projects

#### 2. Composition of the CSR Committee

As on 31<sup>st</sup> March 2021, the CSR Committee comprised of the following

Sl. No.	Name of Director	Designation / Nature of Directorship	Number of meetings of CSR Committee held during the year	Number of meetings of CSR Committee attended during the year
1	Mr. Sanjay Phadke (Chairperson)	Chairperson; Non-Executive, Independent	4	4
2	Dr. Pradeep Bavadekar (Member)	Managing Director	4	4
3	Ms. Archana Lakhe (Member)	Non-Executive, Independent Woman Director	4	4
4	Mr. Ajay Agarwal (Member)	Non-Executive Director, Non-Independent	4	4

#### 3. Provide the web-link where Composition of CSR committee, CSR Policy and CSR projects approved by the board are disclosed on the website of the company: <https://www.mitconindia.com/policies/> and <https://www.mitconindia.com/investors/financials/committees-of-the-board/>

4. Provide the details of Impact assessment of CSR projects carried out in pursuance of sub-rule (3) of rule 8 of the Companies (Corporate Social Responsibility Policy) Rules, 2014, if applicable: Not applicable.
5. Details of the amount available for set off in pursuance of sub-rule (3) of rule 7 of the Companies (Corporate Social Responsibility Policy) Rules, 2014 and amount required for set off for the financial year, if any: Not applicable
6. Average net profit of the company as per section 135(5): Rs. 43,175,120.00/-.
7. (a) Two percent of average net profit of the company as per section 135(5): Rs. 8,63,502.40/-  
(b) Surplus arising out of the CSR projects or programmes or activities of the previous financial years.: Nil  
(c) Amount required to be set off for the financial year, if any: Nil  
(d) Total CSR obligation for the financial year (7a+7b- 7c). : Rs. 8,63,502.40/-.

#### 8. (a) CSR amount spent or unspent for the financial year:

Total Amount Spent for the Financial Year. (in Rs. Lakh)	Amount Unspent (in Rs. Lakh)				
	Total Amount transferred to Unspent CSR Account as per section 135(6)		Amount transferred to any fund specified under Schedule VII as per second proviso to section 135(5)		
	Amount.	Date of transfer.	Name of the Fund	Amount.	Date of transfer.
Rs. 8,63,502.40 /-	NA	NA	NA	NA	NA

- (b) Details of CSR amount spent against ongoing projects for the financial year: Nil





(c) Details of CSR amount spent against other than ongoing projects for the financial year:

1 Sr. No	2 Name of the Project	3 Item from the list of activities in schedule VII to the Act.	4 Local area (Yes/ No).	5 Location of the project.		6 Amount spent for the project (in Lakhs).	7 Mode of implementation - Direct (Yes/No).	8 Mode of implementation - Through implementing agency.	
				State.	District			Name	CSR registration number.
1	For expansion of Rajendra Vidyalyay at Bavada.	Promoting education including Special Education	No	Maharashtra	Satara	Rs. 8,63,502.40 /-	Yes	Through MITCON Foundation	CSR00001242

(d) Amount spent in Administrative Overheads : Nil

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

(f) Total amount spent for the Financial Year (8b+8c+8d+8e): Rs. 8,63,502.40 /-

(g) Excess amount for set off, if any: Nil

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

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

10. In case of creation or acquisition of capital asset, furnish the details relating to the asset so created or acquired through CSR spent in the financial year: **Not Applicable**

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

**On Behalf Of The Board Of Directors  
For MITCON Consultancy & Engineering Services Limited**

Sd/-  
Dr. Pradeep Bavadekar  
Managing Director  
(DIN: 00879747)

Sd/-  
Mr. Sanjay Phadke  
Chairperson of CSR Committee  
(DIN: 07111186)

Place: Pune  
Date: 07.06.2021



## ► Annexure 'D'

### 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

Details of contracts or arrangements or transactions not at arm's length basis.

Name(s) of the related party and nature of relationship	Nature of 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 of approval by the Board	Amount paid as advances, if any:	Date on which the resolution was passed in general meeting as required under first proviso to Section 188
MITCON Sun Power Limited (Wholly owned Subsidiary)	Leave and License agreement	As per Leave and License agreement – Value of Transaction : INR 120,000/-	To execute a Leave and License Agreement for allowing the use of Company's premises at Kubera Chambers, Shivajinagar, Pune – 411005	01.04.2020	Nil	NA
MITCON Solar Alliance Limited (Subsidiary)	Leave and License agreement	As per Leave and License agreement – Value of Transaction : INR 120,000/-	To execute a Leave and License Agreement for allowing the use of Company's premises at Kubera Chambers, Shivajinagar, Pune – 411005	26.05.2020	Nil	NA
MITCON Forum For Social Development (Wholly owned Subsidiary)	Leave and License agreement	As per Leave and License agreement – Value of Transaction INR 120,000/-	To execute a Leave and License Agreement for allowing the use of Company's premises at Kubera Chambers, Shivajinagar, Pune – 411005	11.07.2020	Nil	NA
MITCON Trusteeship Services Limited (Wholly owned Subsidiary)	Leave and License agreement	As per Leave and License agreement – Value of Transaction : INR 120,000/-	To execute a Leave and License Agreement for allowing the use of Company's premises at Kubera Chambers, Shivajinagar, Pune – 411005	22.06.2020	Nil	NA
Krishna Windfarms Developers Private Limited (Wholly owned Subsidiary)	Leave and License agreement	As per Leave and License agreement – Value of Transaction : INR 180,000/-	To execute a Leave and License Agreement for allowing the use of Company's premises at Kubera Chambers, Shivajinagar, Pune – 411005	25.05.2020	Nil	NA
MITCON Insolvency Professional Services Private Limited (Associate)	Leave and License agreement	As per Leave and License agreement – Value of Transaction : INR 180,000/-	To execute a Leave and License Agreement for allowing the use of Company's premises at Kubera Chambers, Shivajinagar, Pune – 411005	11.07.2020	Nil	NA
	Service Agreement	Amount specified in Service Agreement	For providing administrative as well as Financial and Secretarial Services	11.07.2020	Nil	NA

#### 2. Details of contracts or arrangements or transactions at Arm's Length Basis:

Refer Note No. 34 under Significant Accounting Policies of Standalone Financial Statement.

**On Behalf Of the Board of Directors**

**For MITCON Consultancy & Engineering Services Limited**

Sd/-

**Mr. Anand Chalwade**  
Director & CEO  
(DIN: 02008372)

Sd/-

**Dr. Pradeep Bavadekar**  
Managing Director  
(DIN: 00879747)

Place: Pune

Date: 07.06.2021



► **Annexure 'E'**

**Form AOC-1**

(Pursuant to first provision to Subsection (3) of Section 129 read with rule 5 of Companies (Accounts) Rules, 2014

Statement containing salient features of the financial statements of Subsidiaries or Associate Companies or Joint Ventures

Sr. No.	Name of the subsidiary	Reporting Period for the subsidiary	Reporting Currency	Share Capital	Reserves & Surplus	Total Assets	Total Liabilities	Investment	Turnover	Profit / (Loss) before Taxation	Provision for Taxation	Profit / (Loss) after Taxation	Proposed dividend
1	MITCON Sun Power Limited	1 <sup>st</sup> April 2020 to 31 <sup>st</sup> March 2021	INR	100,000	(5,093,568)	153,591,995	158,585,563	129,087,944	1,009,356	(202,304)	(53,519)	(148,785)	-
2	Krishna Windfarms Developers Private Limited	1 <sup>st</sup> April 2020 to 31 <sup>st</sup> March 2021	INR	195,000,490	(88,957,129)	623,684,607	517,641,246	-	75,602,882	(4,572,861)	(1,169,155)	(3,403,706)	-
3	MITCON Trusteeship Services Limited	1 <sup>st</sup> April 2020 to 31 <sup>st</sup> March 2021	INR	103,000,000	(129,080)	106,399,561	3,528,641	100,998,874	1,472,181	(316,378)	(55,641)	(260,737)	-
4	MITCON Advisory Services Private Limited	1 <sup>st</sup> April 2020 to 31 <sup>st</sup> March 2021	INR	100,000	(517,818)	282,140	699,958	-	-	(347,452)	(56,963)	(290,489)	-
5	MITCON Solar Alliance Limited	1 <sup>st</sup> April 2020 to 31 <sup>st</sup> March 2021	INR	45,100,000	39,287,517	317,664,374	233,276,857	500,000	38,727,502	6,182,696	1,607,040	4,575,656	-
6	MSPL Unit 1 Limited	18 <sup>th</sup> December 2020 to 31 <sup>st</sup> March 2021	INR	100,000	(322,784)	7947,411	8,170,195	-	-	(436,195)	(113,411)	(322,784)	-
7	MSPL Unit 2 Private Limited	22 <sup>nd</sup> December 2020 to 31 <sup>st</sup> March 2021	INR	100,000	(314,792)	7,944,603	8,159,395	-	-	(425,395)	(110,603)	(314,792)	-
8	MSPL Unit 3 Private Limited	22 <sup>nd</sup> December 2020 to 31 <sup>st</sup> March 2021	INR	100,000	(314,792)	7,944,603	8,159,395	-	-	(425,395)	(110,603)	(314,792)	-
9	MITCON Impact Asset Management Private Limited	28 <sup>th</sup> September 2020 to 31 <sup>st</sup> March 2021	INR	100,000	(500,875)	340,659	741,534	-	-	(676,858)	(175,983)	(500,875)	-
10	MITCON Envirotech Limited	28 <sup>th</sup> January 2021 to 31 <sup>st</sup> March 2021	INR	100,000	(177,896)	162,504	240,400	-	-	(240,400)	(62,504)	(77,896)	-
11	Shrikhande Consultants Private Limited	1 <sup>st</sup> April 2020 to 31 <sup>st</sup> March 2021	INR	5,000,000	119,052,738	255,755,945	131,703,207	2,295,584	175,431,681	10,848,294	2,154,301	8,693,993	-
12	MITCON Forum For Social Development #	1 <sup>st</sup> April 2020 to 31 <sup>st</sup> March 2021	INR	100,000	3,540,819	10,531,232	6,890,413	-	10,808,181	4,793,189	1,252,370	3,540,819	-

Name of the Subsidiaries which are yet to commence operations

- I. MITCON Envirotech Limited
- II. MSPL Unit 1 Limited
- III. MSPL Unit 2 Private Limited
- IV. MSPL Unit 3 Private Limited
- V. MITCON Impact Asset Management Private Limited

Name of the Subsidiary which have been liquidated or sold during the year: NIL

Name of the Subsidiary which have not been consolidated: MITCON Forum for Social Development



MITCON Forum for Social Development (MFFSD), a Section 8 Company being wholly owned subsidiary, has been excluded from consolidation pursuant to Section 129 and Section 133 of the Companies Act 2013 read with Accounting Standard (AS) 21 "Consolidated Financial Statements" Para 11 which states that a subsidiary should be excluded from consolidation when it operates under severe long-term restrictions which significantly impair its ability to transfer funds to the parent.

Para 5 of the Memorandum of Association of MFSD prohibits payment or transfer of profit to the member by way of dividend, bonus or otherwise. Para 10 of the Memorandum of Association of MFSD prohibits distribution of remaining assets of the company on winding up or dissolution to the member

## Part B - Associate and Joint Ventures

Statement pursuant to Section 129 (3) of the Companies Act, 2013 related to Associate Companies and Joint Ventures

Name of Associate - MITCON Insolvency Professionals Private Limited

Sr. No.	Particulars	
1	Latest audited Balance Sheet Date	31 <sup>st</sup> March, 2021
2	Date on which the Associate was associated	22 <sup>nd</sup> June, 2018
3	Shares of Associate held by the Company on the year end	
	Nos	4,900
	Amount of Investment in Associates	11,074,000
	Extent of Holding	49%
4	Description of how there is significant influence	Significant Influence over Share Capital
5	Reason why the Associate is not consolidated	NA
6	Net worth attributable to Shareholding as per latest audited Balance Sheet	8,793,064
7	(Loss) for the year	1,649,077
8	Considered in Consolidation	808,048
9	Not Considered in Consolidation	841,029

Name of the Associate which yet to commence operations NA

Name of the Associate in which investment have been sold during the year NIL

Name of the Associate which ceased to be Associate during the year NIL

For MITCON Consultancy & Engineering Services Limited

Sd/-  
Mr. Anand Chalwade  
Director & CEO  
(DIN: 02008372)

Sd/-  
Dr. Pradeep Bavadekar  
Managing Director  
(DIN: 00879747)

Place: Pune  
Date: 07.06.2021



## ► Independent Auditor's Report

### To the Members of

### MITCON Consultancy & Engineering Services Limited

### Report on the Audit of Standalone Financial Statements

#### Opinion

- 1) We have audited the accompanying standalone financial statements of MITCON Consultancy & Engineering Services Limited ("the Company"), which comprise the Balance Sheet as at 31<sup>st</sup> March, 2021, and the Statement of Profit and Loss and Statement of Cash Flows for the year then ended, and notes to the standalone financial statements, including a summary of 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, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 ("the act") in the manner so required and give a true and fair view in conformity with the Accounting Standards prescribed under section 133 of the act read with the Companies (Accounts) Rules, 2014 as amended ("AS") and the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2021, its loss and its cash flows for the year ended on that date.

#### Basis for Opinion

- 3) We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's responsibilities for the audit of the standalone 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 (ICAI) together with the ethical requirements that are relevant to our audit of the standalone financial statements under the provisions of the Companies Act, 2013 and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

#### Key Audit Matter

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

The auditor determines that there are no Key Audit Matters during the year.

#### Information other than the Financial Statements and Auditor's Report thereon

- 5) The Company's Board of Directors is responsible for the other information. The other information comprises Board's report, Report on Corporate Governance and Business Responsibility report but does not include the consolidated financial statements, standalone financial statements and our auditors' report thereon. The Annual Report is expected to be made available to us after the date of this auditor's report. Our opinion on the standalone financial statements does not cover the other information and we will not express any form of assurance conclusion thereon. In connection with our audit of the standalone financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. When we read the Annual Report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance.

#### Responsibilities of Management and Those Charged with Governance for the Standalone Financial Statements

- 6) The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these 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. 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.

- 7) 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.
- 8) Those Board of Directors are also responsible for overseeing the company's financial reporting process.

#### **Auditors' Responsibilities for the Audit of the Standalone Financial Statements:**

- 9) 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.
- 10) As part of an audit in accordance with SA's on Auditing, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:
  - Identify and assess the risks of material misstatements 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 control 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 the accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
  - Conclude on the appropriateness of the management's use of 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 the 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.
- 11) 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.
- 12) 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.
- 13) 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:**

- 14) As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the Annexure 'B' a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
- 15) As required by section 143(3) of the Act, we report that:
- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
  - (c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
  - (d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
  - (e) On the basis of written representations received from the directors as on 31st March, 2021, taken on record by the Board of Directors, none of the directors is disqualified as on 31<sup>st</sup> March, 2021, from being appointed as a director in terms of Section 164(2) of the Act.
  - (f) With respect to the adequacy of internal financial controls over financial reporting of the Company, and the operating effectiveness of such controls, refer to our separate report in "Annexure A".
  - (g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended.  
  
In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act.
  - (h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
    - i. The Company has disclosed the impact of pending litigations on its financial position vide Note 26 in its standalone financial statements.
    - ii. The Company did not have any long-term contracts including derivatives 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 Company.

**For J Singh & Associates**  
**Chartered Accountants**  
**(Firm Reg. No: 110266W)**

**Sd/-**  
**(CA. S. P. Dixit)**  
**(Partner)**  
**(Membership No.: 041179).**  
**UDIN: 21041179AAAADI4465**

**Place: Pune**  
**Dated: 7<sup>th</sup> June, 2021.**



## ► **Annexure “A” To the Independent Auditors’ Report**

The Annexure referred to in paragraph 15 (f) under ‘Report on Other Legal and Regulatory Requirements’ section of our report of even date

### **Report on the Internal Financial Controls over Financial Reporting 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 **MITCON Consultancy & Engineering Services Limited** (“the Company”) as of 31<sup>st</sup> March, 2021 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

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

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

#### **Auditors’ Responsibility**

Our responsibility is to express an opinion on the Company’s internal financial controls over financial reporting of the Company 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”) issued by the Institute of Chartered Accountants of India and the Standards on Auditing prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. 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 were 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 standalone 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 standalone financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with authorisations 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 standalone 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.

#### **Opinion**

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31<sup>st</sup> March, 2021, based on the criteria for internal financial controls over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India.

**For J Singh & Associates**  
**Chartered Accountants**  
**(Firm Reg. No: 110266W)**

**Sd/-**  
**(CA. S. P. Dixit)**  
**(Partner), (Membership No.: 041179).**  
**UDIN: 21041179AAAADI4465**

**Place: Pune**  
**Dated: 7<sup>th</sup> June, 2021.**



## ▶ Annexure “B” To the Independent Auditors’ Report

The Annexure referred to in paragraph 14 under ‘Report on Other Legal and Regulatory Requirements’ section of our report of even date

1. a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.  
b) The Company has a regular programme of physical verification of its fixed assets by which all fixed assets are verified in a phased manner, over a period of three years. In our opinion, this periodicity of physical verification is reasonable having regard to size of the Company and the nature of its assets. Pursuant to the program, certain fixed assets were physically verified by the Management during the year. According to the information and explanations given to us, no material discrepancies were noticed on such verification.  
c) According to the information and explanations given to us and the records examined by us including registered title deeds, we report that, the title deeds, comprising all the immovable properties of the Company are held in the name of the Company.
2. The inventory have been physically verified by the management during the year. In our opinion, the frequency of such verification is reasonable. No discrepancies were found during such verification.
3. According to the information and explanations given to us, the Company has not granted any loans, secured or unsecured, to Firms, Limited Liability Partnerships or Other parties except to the three of its wholly owned Subsidiary Companies and a step down Subsidiary Company covered in the register maintained under section 189 of the Companies Act, 2013 in respect of which :
  - a) The terms and conditions of the grant of such loans are, in our opinion, prima facie, not prejudicial to the Company’s interest.
  - b) The schedule of repayment of principal and payment of interest has been stipulated on demand and repayments or receipts of principal amounts and interest have been regular as per stipulations.
  - c) The total amount due from these Companies were INR 1590 lakh and INR 112.52 lakh on account of principal and interest respectively at the year end.
4. In our opinion and according to information and explanations given to us, the Company has complied with provisions of Section 185 and 186 of the Act in respect of grant of loans, making investments and providing guarantees and securities, as applicable.
5. In our opinion and according to the information and explanations given to us, the Company has not accepted any deposit from the public in accordance with the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the rules framed there under. Accordingly, paragraph 3(v) of the Order is not applicable to the Company.
6. According to the information and explanations given to us, the Central Government has specified maintenance of cost records under Sec.148 (1) of the Act, applicable in respect of wind power generation activity of the company and we are of the opinion that prima facie such accounts and records have been so made and maintained. We have not, however, made a detailed examination of the records with a view to determine whether they were accurate or complete.
7. According to the information and explanations given to us and the records of the Company examined by us, in respect of statutory dues:
  - a) The Company has been regular in depositing undisputed statutory dues, including Provident Fund, Employees’ State Insurance, Income-tax, Sales-tax, Service Tax, Customs Duty, Excise Duty, Value Added Tax, Goods and Service Tax, Cess and other material statutory dues applicable to it to the appropriate authorities.  
  
There were no undisputed amounts payable in respect of Provident Fund, Employees’ State Insurance, Income-tax, Sales-tax, Service Tax, Customs Duty, Excise Duty, Value Added Tax, Goods and Service Tax, Cess and other material statutory dues in arrears as at 31<sup>st</sup> March, 2021 for a period of more than six months from the date they became payable.
  - b) There were no dues of income Tax, sales Tax, service Tax , duty of Customs and duty of Excise or value added tax or goods and service Tax which have not been deposited as at 31<sup>st</sup> March, 2021 on account of any disputes .
8. According to the records of the Company examined by us and as per the information and explanations given to us, the Company has not defaulted during the year in repayment of loan or borrowing to financial institutions, Banks, Government or dues to debenture holders. The Company did not have any outstanding debentures during the year.



9. According to the information and explanations given to us, the term loans were applied for the purposes they were raised during the year. The Company has not raised money by way of initial public offer or further public offer (including debt instruments) during the year.
10. To the best of our knowledge and according to the information and explanations given to us and based on audit procedures performed, no fraud by the Company and no fraud on the Company by its officers or employees has been noticed or reported during the year nor we have been reported of such case by the management.
11. According to the information and explanations given to us, managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with schedule V to the Companies Act.
12. According to the information and explanations given to us, the Company is not a Nidhi Company as prescribed under section 406 of the Act. Accordingly, reporting under clause (xii) of the Order is not applicable to the Company.
13. To the best of our knowledge and according to the information and explanations given to us, all transactions with the related parties are in compliance with section 177 and 188 of the Companies Act, 2013 where applicable and the details have been disclosed in the Standalone financial statements as required by the applicable Accounting Standards.
14. According to information and explanations given to us, the Company has not made any preferential allotment or private placement of shares or fully or partly paid debentures during the year and hence reporting under clause 3(xiv) is not applicable to the Company.
15. To the best of our knowledge and according to the information and explanations given to us, the Company has not entered into any non-cash transactions with directors or persons connected with him and hence provisions of section 192 of the Companies Act, 2013 are not applicable to the Company during the year.
16. According to the information and explanations given to us, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 accordingly the provisions of Clause 3(xvi) of the Order are not applicable to the Company during the year.

**For J Singh & Associates**  
**Chartered Accountants**  
**(Firm Reg. No. 110266W)**

**Sd/-**  
**S. P. Dixit**  
**(Partner)**  
**Membership No.: 041179.**  
**UDIN : 21041179AAAADI4465**  
**Place : Pune**  
**Dated : 7<sup>th</sup> June, 2021.**

**MITCON Consultancy & Engineering Services Limited**  
CIN - L74140PN1982PLC026933

**Standalone Balance Sheet As At 31<sup>st</sup> March, 2021**

Particulars		Note No.	As at 31 <sup>st</sup> March, 2021 INR	As at 31 <sup>st</sup> March, 2020 INR
<b>I</b>	<b>EQUITY AND LIABILITIES</b>			
(1)	<b>Shareholders' Funds</b>			
	(a) Share Capital	2	134,215,260	134,215,260
	(b) Reserves and Surplus	3	880,585,912	904,969,217
			<b>1,014,801,172</b>	<b>1,039,184,477</b>
(2)	<b>Non-Current Liabilities</b>			
	(a) Long Term Borrowings	4	74,517,871	66,307,578
	(b) Deferred Tax Liabilities (Net)	5	6,248,106	13,190,503
	(c) Other Long Term Liabilities	6	11,107,858	11,107,858
	(d) Long Term Provisions	7	4,936,611	4,787,364
			<b>96,810,446</b>	<b>95,393,303</b>
(3)	<b>Current Liabilities</b>			
	(a) Trade Payables	8		
	i) Total outstanding dues of micro enterprises and small enterprises		1,980,878	1,070,801
	ii) Total outstanding dues of creditors other than micro enterprises and small enterprises			
	- to related party		6,062,515	60,134
	- to others		81,232,786	117,870,235
	(b) Other Current Liabilities	9	16,904,752	19,699,979
	(c) Short-Term Provisions	10	25,942,371	9,493,698
			<b>132,123,302</b>	<b>148,194,847</b>
	<b>Total</b>		<b>1,243,734,920</b>	<b>1,282,772,627</b>
<b>II</b>	<b>ASSETS</b>			
(1)	<b>Non-Current Assets</b>			
	(a) Property, Plant & Equipment			
	(i) Tangible Assets	11	175,271,185	182,266,806
	(ii) Intangible Assets	11	1,392,954	2,888,976
			<b>176,664,139</b>	<b>185,155,782</b>
	(b) Non-Current Investments	12	413,277,423	378,458,043
	(c) Long Term Loans and Advances	13	196,768,734	311,801,013
			<b>610,046,157</b>	<b>690,259,056</b>
(2)	<b>Current Assets</b>			
	(a) Inventory	14	12,712,490	59,467,704
	(b) Trade Receivables	15	119,094,101	157,856,835
	(c) Cash and Cash Equivalents	16	247,828,950	105,012,154
	(d) Short-Term Loans and Advances	17	75,637,793	84,975,024
	(e) Other Current Assets	18	1,751,290	46,072
			<b>457,024,624</b>	<b>407,357,789</b>
	<b>Total</b>		<b>1,243,734,920</b>	<b>1,282,772,627</b>

See Accompanying Notes (1 to 50) Forming Integral Part of The Financial Statements

In Terms of Our Report of Even Date

**For J Singh & Associates**

**Chartered Accountants**

**Firm Reg No.110266W**

**Sd/-**

**S P Dixit**

**Partner**

**Membership No.: 041179**

**UDIN: 21041179AAAADI4465**

**Dated: 7<sup>th</sup> June 2021**

**Place: Pune**

**For and on behalf of the  
Board**

**Sd/-**

**Mr. Anand Chalwade**

**Director & CEO**

**DIN: 02008372**

**Sd/-**

**Mr. Ram Mapari**

**Chief Financial Officer**

**Sd/-**

**Dr. Pradeep Bavadekar**

**Managing Director**

**DIN:00879747**

**Sd/-**

**Ms. Ankita Agarwal**

**Company Secretary**

**M No. A49634**


**MITCON Consultancy & Engineering Services Limited**

CIN - L74140PN1982PLC026933

**Statement of Standalone Profit and Loss for the Year ended 31<sup>st</sup> March, 2021**

Particulars	Note No.	For the Year Ended	For the Year Ended	
		31 <sup>st</sup> March, 2021	31 <sup>st</sup> March, 2020	
		INR	INR	
I	Revenue from Operations	19	315,609,639	362,026,298
II	Other Income	20	33,355,407	65,170,890
III	<b>Total Revenue (I +II)</b>		<b>348,965,046</b>	<b>427,197,188</b>
IV	Expenses:			
	Operating Costs	21	177,146,122	144,679,354
	Employee Benefit Expense	22	131,523,994	121,646,216
	Finance Costs	23	7,560,881	11,273,153
	Depreciation and amortisation Expense	11	11,506,228	16,938,358
	Other Expenses	24	49,281,345	77,156,376
	<b>Total Expenses</b>		<b>377,018,570</b>	<b>371,693,457</b>
V	Profit /(Loss) Before tax (III-IV)		(28,053,524)	55,503,731
VI	<b>Tax Expense:</b>			
	(1) Current Tax	42	-	15,000,000
	(2) Deferred Tax (Net)	5	6,942,397	1,948,977
	(3) Excess provision of Taxation of Earlier years		-	(2,056,395)
			<b>6,942,397</b>	<b>14,892,582</b>
VII	<b>Profit/(Loss) for the period (VII-VIII)</b>		<b>(21,111,127)</b>	<b>40,611,149</b>
VIII	<b>Earnings per equity share (Face value INR. 10/-)</b>			
	Basic	34	(1.57)	3.13
	Diluted	34	(1.57)	3.13

See Accompanying Notes (1 to 50) Forming Integral Part of The Financial Statements

In Terms of Our Report of Even Date

**For J Singh & Associates**  
**Chartered Accountants**  
**Firm Reg No.110266W**
**For and on behalf of the**  
**Board**
**Sd/-**  
**S P Dixit**  
**Partner**  
**Membership No.: 041179**  
**UDIN: 21041179AAAADI4465**
**Sd/-**  
**Mr. Anand Chalwade**  
**Director & CEO**  
**DIN: 02008372**
**Sd/-**  
**Dr. Pradeep Bavadekar**  
**Managing Director**  
**DIN:00879747**
**Sd/-**  
**Mr. Ram Mapari**  
**Chief Financial Officer**
**Sd/-**  
**Ms. Ankita Agarwal**  
**Company Secretary**  
**M No. A49634**
**Dated: 7<sup>th</sup> June 2021**
**Place: Pune**

## Cash Flow

### Standalone Cash Flow Statement for the Year Ended 31<sup>st</sup> March, 2021

Particulars	Year Ended 31 <sup>st</sup> March, 2021		Year Ended 31 <sup>st</sup> March, 2020	
	INR	INR	INR	INR
<b>A Cash Flow From Operating Activities</b>				
<b>Profit / (Loss) before tax:</b>		(28,053,524)		55,503,731
Adjustments for:				
Depreciation & Amortisation	11,506,228		16,938,358	
Finance Costs	7,560,881		11,273,153	
Loss on sale of fixed assets	-		-	
Interest income	(9,048,705)		(33,315,530)	
Interest income from debentures	(6,644,949)		(7,896,577)	
		3,373,455		(13,000,596)
Operating profit / (Loss) before Working Capital changes		(24,680,069)		42,503,135
<b>Adjustments for changes in Working capital:</b>				
Long term Loans and advances	(6,682,518)		80,966,083	
<b>Other non-current assets :</b>				
Inventories	46,755,214		(59,467,704)	
Trade Receivables	38,762,734		(36,862,002)	
Short term Loans and advances	(29,994,961)		(4,617,740)	
Other current assets	(1,705,218)		(14,042)	
Other long term liabilities	-		(2,884,384)	
Long term Provisions	149,247		(918,996)	
Trade Payables	(29,724,991)		41,772,124	
Other current liabilities	(2,795,227)		(9,449,643)	
Short term Provisions	16,448,673	31,212,953	(2,173,799)	6,349,897
Cash generated from operations		6,532,884		48,853,032
Income taxes paid / (refund) / [NET]		39,332,190		(23,312,061)
<b>Net Cash flow from Operating Activities</b>		45,865,074		25,540,971
<b>B Cash Flow From Investing Activities</b>				
Fixed Assets:				
Purchase of Fixed Assets	(3,663,941)		(1,188,010)	
Sale proceeds of Fixed Assets	61,485		23,432	
Investments:				
Purchase of Investment - Non Current	(34,819,380)		(80,001,000)	
Loan to subsidiaries and interest thereon	121,714,797		72,853,125	
Sale proceeds - Current Investment	-		7,896,577	
interest income from debenture	6,644,949		-	
Interest income	9,048,705		33,315,530	
<b>Net Cash from / (used) in investing activities</b>		98,986,615		32,899,654
<b>C Cash Flow From Financing Activities</b>				
Long Term Borrowings	8,210,293		(20,111,617)	
Finance Cost	(7,560,881)		(11,273,153)	
Dividend & Dividend Tax paid	(2,684,305)		(14,587,190)	
<b>Net Cash flow from/(used) in Financing Activities</b>		(2,034,893)		(45,971,960)
<b>D Net Increase / (Decrease) In Cash</b>		142,816,796		12,468,665
<b>And Cash Equivalents</b>				
Cash and Cash Equivalents (Opening balance)		105,012,154		92,543,489
Cash and Cash Equivalents (Closing balance)		247,828,950		105,012,154

Note: Figures in brackets represent outflows of cash and cash equivalents.




**Cash and cash equivalents comprise of:**

Particulars	As at 31 <sup>st</sup> March, 2021 INR	As at 31 <sup>st</sup> March, 2020 INR
Cash and cash equivalents		
<b>Cash on hand</b>	801,987	623,699
<b>Balance with Bank</b>		
<b>Balances with banks</b>	109,189,505	34,649,009
<b>Deposit with banks ( deposits with less than 3 months maturity)</b>	32,325,969	-
<b>Other bank balances</b>		
- Deposits with maturity of more than three months but less than 12 months	27,819,818	-
- Margin Money for Bank Guarantees / LC	77,691,671	67,646,854
- Earmarked balances	-	2,092,592
<b>Total</b>	<b>247,828,950</b>	<b>105,012,154</b>

See Accompanying Notes (1 to 50) Forming Integral Part of The Financial Statements

In Terms of Our Report of Even Date

**For J Singh & Associates**  
**Chartered Accountants**  
**Firm Reg No.110266W**

**For and on behalf of the**  
**Board**

Sd/-  
 S P Dixit  
 Partner  
 Membership No.: 041179  
 UDIN: 21041179AAAADI4465

Sd/-  
 Mr. Anand Chalwade  
 Director & CEO  
 DIN: 02008372

Sd/-  
 Dr. Pradeep Bavadekar  
 Managing Director  
 DIN:00879747

Sd/-  
 Mr. Ram Mapari  
 Chief Financial Officer

Sd/-  
 Ms. Ankita Agarwal  
 Company Secretary  
 M No. A49634

Dated: 7<sup>th</sup> June 2021  
 Place: Pune



## ▶ Accounting Policies

MITCON Consultancy & Engineering Services Limited  
CIN - L74140PN1982PLC026933

### Significant Accounting Policies and Notes Forming Part of the Financial Statements

#### ▶ Brief Profile

Our Company was formed as a technical consultancy organisation in the year 1982 by various banks, financial institutions and state government development corporations and has gained proficiency in providing corporate solutions, consultancy and engineering services to various sectors like power generation, energy efficiency, renewable energy, climate change and environmental management. The Company also undertakes EPC work of solar power projects. We are headquartered at Pune, Maharashtra and have presence across the country through our regional offices at Mumbai, New Delhi, Ahmedabad, Chennai, Bangalore, Amravati, Nanded and Nagpur. Our shareholders include nationalized banks, venture capital funds, financial institutions and state government development corporations. The equity shares of our Company were listed on NSE (EMERGE) in the year 2013.

#### NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

##### 1.1. Basis of preparation of financial statements

- a) These financial statements have been prepared in accordance with the generally accepted accounting principles in India under the historical cost convention. The financial statements have been prepared to comply in all material respects with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 and the Companies (Accounting Standards) Amendment Rules 2016 and the relevant provisions of the Companies Act, 2013
- b) The Company follows mercantile system of accounting and recognizes income and expenditure on accrual basis except for those items with significant uncertainties. The accounting policies applied are consistent with those used in the previous year.

##### 1.2. Revenue Recognition

- a) Revenue from Consultancy / Project Services / Incubation / Environment Laboratory Services is recognized as per the terms of the specific contracts / work orders over time by measuring progress towards satisfaction of performance obligations for the services rendered.
- b) Revenue from training programs is accounted as follows: -
  - i. Fees from the participants are accounted based on percentage completion of tenure of training program
  - ii. Revenue from Government sponsored training programs is recognized on completion of training program
  - iii. Revenue from training activities conducted on behalf of Maharashtra Knowledge Corporation Limited (MKCL), being not reasonably determinable, is recognized on Accrual basis- on proportionate completion method unless stated otherwise.
- c) Revenue from Wind energy generation is recognized based on units generated. (Net of rebate)
- d) Interest income is recognized on a time proportion basis.
- e) Dividend income is recognized only when the company's right to receive the dividend is established.
- f) Lease rented income is accounted on straight line basis over the lease terms

##### 1.3. Use of Estimates

Estimates and underlying assumptions used in the preparation of the financial statements are based on management's evaluation of the relevant facts and circumstances as of date of the Financial Statements, which may differ from the actual results at a subsequent date. Any revision to accounting estimates is recognized prospectively in current and future period. When estimates indicate that a loss will be incurred, the loss is provided for in the period in which the loss becomes probable.

##### 1.4. Property, Plant & Equipment and Intangible Assets

- i. The company has adopted Cost Model to measure the gross carrying amount of fixed assets.
- ii. Tangible Fixed assets are stated at cost of acquisition less accumulated depreciation. Cost includes the purchase price and all other attributable costs incurred for bringing the asset to its working condition for intended use.
- iii. Intangible assets are stated at the consideration paid for acquisition and customisation thereof less accumulated amortisation.



- iv. Assets under construction or pending installation not yet ready for intended use are classified as Capital Work in Progress (CWIP).
- v. Cost of Intangible Assets not ready for use before the balance sheet date is disclosed as Intangible Assets under Development.

### 1.5. Depreciation / Amortisation

- i. Depreciation on tangible fixed assets has been provided on straight line method over the estimated useful life of the asset in the manner prescribed in Schedule II of the Companies Act, 2013, except in the case of Wind Turbine Generator which is depreciated over 20 years as per technical evaluation by manufacturer
- ii. Intangible asset being cost of Software capitalised is amortised over a period of three years.
- iii. Residual value for all tangible assets except freehold land is considered @1% of cost

### 1.6. Impairment of Assets

An asset is treated as impaired when the carrying cost of an asset exceeds its recoverable value. An impairment loss is charged to the Statement of Profit and Loss in the year in which an asset is identified as impaired. The impairment loss recognized in prior period is reversed if there has been a change in the estimate of the recoverable amount.

### 1.7. Government Grants and Subsidies

Government grants in the nature of promoters' contribution are credited to Capital Grants under Reserves and Surplus and treated as a part of shareholders' funds. Utilisation thereof is as per covenants of grants received.

Such grants are reduced to the extent of utilisation thereof and depreciation charged and loss on sale or discard of fixed assets purchased there from.

Balance remaining in the Grant after completion of its intended purpose, is transferred to General Reserve. (Grant repayable on Demand shown as current liability)

### 1.8. Operating Lease

Operating lease payments are recognized as an expense in the Statement of Profit and Loss and Operating lease receipts are recognized as an income in the Statement of Profit and Loss.

### 1.9. Investments

- I. Long term investments are stated at cost. Provision for diminution in the value of long-term investment is made only if such decline is other than temporary.
- II. Current investments are stated at lower of cost or market value. The determination of carrying amount of such investment is done on the basis of specific identification.

### 1.10. Retirement Benefits

#### 1) Short Term Employee Benefits:

All employee benefits payable within twelve months of rendering the service are classified as short term benefits. Such benefits include salaries, wages, bonus, short term compensated absences, awards, ex-gratia, performance pay etc. and the same are recognized in the period in which the employee renders the related service.

#### 2) Employment Benefits:

##### i. Defined Contribution Plans:

The company has Defined Contribution Plans for post-employment benefit in the form of Provident Fund / Pension Fund which are administered by the Regional Provident Fund Commissioner. Provident Fund / Pension Fund are classified as defined contribution plans as the company has no further obligation beyond making contributions. The company's contributions to defined contribution plans are charged to the Statement of Profit and Loss as and when incurred.

##### ii. Defined Benefit Plans:

##### a. Funded Plan:

The company has defined benefit plan for post-employment benefit in the form of gratuity for the employees which are administered through Life Insurance Corporation of India. Liability for the said defined plan is provided on the basis of valuation as at the Balance Sheet date, carried out by an independent actuary. The actuarial method used for measuring the liability is the Projected Unit Credit Method.



**b. Non Funded Plan:**

The company has defined benefit plan for the employment benefit in the form of leave encashment for the employees. Liability for above defined benefit plan is provided on the basis of the valuation as at the Balance Sheet date carried out by an independent actuary. The actuarial method used for measuring the liability is the Projected Unit Credit Method.

- iii. The actuarial gains and losses arising during the year are recognized in the Statement of Profit and Loss for the year without resorting to any amortization.

**1.11. Income Tax**

**a) Current Taxation:**

Provision for current tax is made on the basis of taxable profits computed for the current accounting period in accordance with provisions of the Income Tax Act, 1961

Provision is made for income Tax annually, based on the tax liability computed after considering tax allowances and exemptions.

**b) Deferred Tax**

Deferred tax is recognized, subject to consideration of prudence in respect of deferred tax assets, on timing difference, being the difference between taxable incomes and accounting income that originate in one period and are capable of reversal in one or more subsequent periods.

The carrying amount of deferred tax assets is reviewed at each balance sheet date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax assets to be utilized. Deferred tax assets and liabilities are measured at the tax rates that have been enacted or substantially enacted at the balance sheet date.

**1.12. Earnings Per Share**

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

**1.13. Foreign Currency Transaction**

**I. Initial Recognition:**

Foreign currency transactions are recorded in the reporting currency, by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transaction.

**II. Exchange Differences:**

Exchange differences arising on the settlement of foreign currency transactions are recognized as income or as expense in the year in which they arise.

- III. Year end balances the assets/liabilities, receivable / payable in foreign currency at the year-end are stated at the prevailing foreign exchange rates.

**1.14. Provisions, Contingent Liabilities and Contingent Assets:**

**Provisions** are recognized for liabilities that can be measured only by using a substantial degree of estimation, if

- a) the Company has a present obligation as a result of a past event,
- b) a probable outflow of resources is expected to settle the obligation; and
- c) the amount of the obligation can be reliably estimated.

Reimbursement expected in respect of expenditure required to settle a provision is recognized only when it is virtually certain that the reimbursement will be received.

**Contingent Liability** is disclosed in case of

- a) a present obligation arising from past events, when it is not probable that an outflow of resources will be required to settle the obligations;
- b) a present obligation arising from past events, when no reliable estimate is possible; and
- c) a possible obligation arising from past events where the probability of outflow of resources is not remote.



**Contingent Assets** are neither recognized, nor disclosed.  
Provisions, contingent liabilities and contingent assets are reviewed at each Balance sheet date.

#### **1.15. Segment Reporting**

The company identifies primary segments based on the dominant source, nature of risks, returns and the internal organization structure. The operating segments are the segments for which separate financial information is available and for which operating Profit/Loss amounts are evaluated regularly by the Management in deciding how to allocate resource and in assessing performance.

The accounting policies adopted for segment reporting are in line with the accounting policies of the Company. Segment revenue, segment expenses, segment assets and segment liabilities have been identified to segments on the basis of their relationship to the operating activities of the segment.

#### **1.16. Cash Flow Statement**

Cash flows are reported using the indirect method, whereby net profit before tax is adjusted for the effects of transactions of a non-cash nature and any deferrals of past or future cash receipts and payments. The cash flows from regular operating, investing and financing activities of the company are segregated

#### **1.17. Dividend**

Dividend is recognized as liability in the period in which it is declared by the Company (usually when approved by shareholders in General Meeting) or paid and hence not recognized as liability.

1.18. Borrowing cost - Borrowing cost includes interest, amortisation of ancillary cost incurred in connection with the arrangement of borrowing and exchange differences arising from foreign currency borrowing to the extent they are regarded as an adjustment to the interest cost.

Borrowing cost, if any, directly attributable to the acquisition, construction or production of an assets that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalised, if any. All other borrowing cost are expensed in the period in which they occurred

1.19. The inventory of the project consumables are valued at cost.


**MITCON Consultancy & Engineering Services Limited**  
**Notes Forming Part of Standalone Financial Statements**
**NOTE 2 - SHARE CAPITAL**

Particulars	As at 31st March, 2021		As at 31st March, 2020	
	INR		INR	
Authorised:				
25,000,000 Equity Shares of INR 10/- each.		250,000,000		250,000,000
Issued, Subscribed and Paid up:				
13,421,526 (PY 13,421,526) Equity Shares of INR 10/- each fully paid.		134,215,260		134,215,260
<b>Total</b>		<b>134,215,260</b>		<b>134,215,260</b>

**Notes:**
**a) Reconciliation of the no. of shares:**

Particulars	As at 31st March, 2021		As at 31st March, 2020	
	No of shares	Amount	No of shares	Amount
No of fully paid Equity shares outstanding at the beginning of the year	13,421,526	134,215,260	12,100,000	121,000,000
Add: Issued during the year	-	-	1,321,526	13,215,260
No of Equity shares outstanding at the end of the year	13,421,526	134,215,260	13,421,526	134,215,260

**Note:**

b) During financial year 2019-20, the Company has issued and allotted 1,321,526 Equity Shares of the company having face value of INR 10/- each fully paid at a premium of INR 42/- each for consideration other than cash by way of preferential allotment to the shareholders of Shrikhande Consultants Private Limited, (SCPL) Mumbai.

c) Rights, preferences and restrictions attached to shares:

The company has one class of equity shares having a par value of INR 10/- per share. Each equity holder is entitled to one vote per share and have a right to receive dividend as recommended by Board of Directors subject to necessary approval from the shareholders in the ensuing Annual General Meeting. The Company declares and pays dividend in Indian Rupees.

In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

**d) Number of fully paid Equity shares held by each shareholder holding more than 5% shares in the company are as follows:**

Sr. No.	Name of Shareholders	As at 31st March, 2021		As at 31st March, 2020	
		Number of Equity Shares	Percentage held	Number of Equity Shares	Percentage held
1	SIDBI Trustee Company Limited A/c India Opportunities Fund	1,196,000	8.91%	1,638,000	13.54%
2	ACA IPL Corporate Advisors (India) Private Limited	1,000,000	7.45%	1,000,000	7.45%
3	Beesley Consultancy Private Limited	925,068	6.89%	-	0.00%
4	Mukul Mahavir Prasad Agrawal	752,000	5.60%	752,000	5.60%

The Board of Directors at its meeting held on 7<sup>th</sup> June 2021 have recommended a payment of final dividend of INR. 0.20 paise (Previous year INR 0.20/- paise) per equity share of the face value of INR10/- each for the financial year ended 31<sup>st</sup> March, 2021 if approved.


**MITCON Consultancy & Engineering Services Limited**  
**Notes Forming Part of Standalone Financial Statements**
**NOTE 3 - RESERVES AND SURPLUS**

Sr. No.	Particulars	INR.	As at 31 <sup>st</sup> March, 2021 INR	As at 31 <sup>st</sup> March, 2020 INR
1	<b>Grant received from MSME under ASPIRE scheme (For Upgradation of Technical Business Incubator)</b>			
	Opening Balance	815,386		1,403,950
	Less :- Depreciation for the year	587,871		588,564
	<b>Closing Balance</b>		227,515	815,386
2	<b>Securities Premium:</b>			
	Opening Balance	229,061,910		173,557,818
	Add: Received during the year	-		55,504,092
	<b>Closing Balance</b>		229,061,910	229,061,910
3	<b>General Reserve:</b>			
	Opening Balance	91,276,262		91,276,262
	Add: Received during the year	-		-
	<b>Closing Balance</b>	-	91,276,262	91,276,262
4	<b>Surplus in Statement of Profit &amp; Loss</b>			
	Opening Balance	583,815,657		557,791,700
	Less: Dividends(see Note 43)	2,471,204		12,100,000
	Less: Dividend distribution tax	213,101		2,487,190
	Add: Profit/(Loss) for the year	(21,111,127)		40,611,149
	<b>Closing Balance</b>		560,020,225	583,815,659
	<b>Total</b>		<b>880,585,912</b>	<b>904,969,217</b>

**NOTE 4 - LONG TERM BORROWINGS**

Particulars	As at 31 <sup>st</sup> March, 2021 INR	As at 31 <sup>st</sup> March, 2020 INR
Term Loan : Secured :		
a) Loan against property #		
A) from Banks	61,117,871	66,307,578
b) Loan- Emergency Credit Line Guaranteed Scheme (ECLGS) from Bank	13,400,000	-
<b>Total</b>	<b>74,517,871</b>	<b>66,307,578</b>

# Term Loan - Nature of Security	Terms of Repayment
a) Loan against property from a Bank, Total balance outstanding of INR 63,970,439/- is secured by mortgaged by deposit of titles deeds of office premises of the Company at Kubera Chambers, Shivajinagar, Pune .	1) Repayment of principle loan of INR 7 crore @ 9.50% p.a.- in 180 monthly installments starting from 5th December, 2018, last installment due on 5th November, 2033.
b) Top up loan has been availed under Emergency Credit Line Guaranteed Scheme (ECLGS) from Bank of INR 1,34,00,000/- is secured by mortgaged by deposit of titles deeds of office premises of the Company at Kubera Chambers, Shivajinagar, Pune	1) Tenure of the Loan is 4 years Interest rate 8.25%p.a., loan repayable in 48 installments starting from 5th November 2020 last installment due on 5th October 2025

**NOTE 5 - DEFERRED TAX**
**(i) Break up of Deferred Tax Liability as at year end:**

Nature of timing difference	As at 31 <sup>st</sup> March, 2021 INR	As at 31 <sup>st</sup> March, 2020 INR
Difference in Provision for Depreciation / Amortisation	16,351,710	15,899,568
<b>Total</b>	<b>16,351,710</b>	<b>15,899,568</b>

**(ii) Break up of Deferred Tax Asset as at year end:**

Nature of timing difference	As at 31 <sup>st</sup> March, 2021 INR	As at 31 <sup>st</sup> March, 2020 INR
Provision for Leave encashment / gratuity / doubtful debts	10,103,604	2,709,065
<b>Total</b>	<b>10,103,604</b>	<b>2,709,065</b>
<b>(iii) Deferred Tax Liability (net)</b>	<b>6,248,106</b>	<b>13,190,503</b>


**MITCON Consultancy & Engineering Services Limited**  
**Notes Forming Part of Standalone Financial Statements**
**NOTE 6 - OTHER LONG TERM LIABILITIES**

Particulars	As at 31 <sup>st</sup> March, 2021 INR	As at 31 <sup>st</sup> March, 2020 INR
Retention money from vendors	1,107,858	1,107,858
Security deposit (from a related party)	10,000,000	10,000,000
<b>Total</b>	<b>11,107,858</b>	<b>11,107,858</b>

**NOTE 7 - LONG TERM PROVISIONS**

Particulars	As at 31 <sup>st</sup> March, 2021 INR	As at 31 <sup>st</sup> March, 2020 INR
Provision for Leave Encashment ,Gratuity	4,936,611	4,787,364
<b>Total</b>	<b>4,936,611</b>	<b>4,787,364</b>

**NOTE 8 - TRADE PAYABLES**

Particulars	As at 31 <sup>st</sup> March, 2021 INR	As at 31 <sup>st</sup> March, 2020 INR
<b>Trade Payables</b>		
i) total outstanding dues to Micro Enterprises and Small enterprises	1,980,878	1,070,801
ii) total outstanding dues to creditors other than Micro Enterprises and Small enterprises		
To Related party	6,062,515	60,134
To Others	81,232,786	117,870,235
<b>Total</b>	<b>89,276,179</b>	<b>119,001,170</b>

**NOTE 9 - OTHER CURRENT LIABILITIES**

Particulars	As at 31 <sup>st</sup> March, 2021 INR	As at 31 <sup>st</sup> March, 2020 INR
<b>Other Payables</b>		
a )Advance from Customers	5,571,083	3,123,637
b)Grant repayable on demand	-	4,909,125
c)Current Maturities of other long term debts #	2,852,568	2,852,568
d) Interest on loan accrued but not due	443,892	599,631
e)Provident and other funds payable	1,455,061	1,561,990
f) ESIC Payable	4,149	35,167
g)TDS & GST Payable	2,567,636	2,723,633
h)Security Deposits (Interest free)	2,486,144	3,894,228
i)Payable against Capital Account	1,524,219	-
<b>Total</b>	<b>16,904,752</b>	<b>19,699,979</b>

# - For particulars of security and terms of repayment see note 4

**NOTE 10 - SHORT-TERM PROVISIONS**

Particulars	As at 31 <sup>st</sup> March, 2021 INR	As at 31 <sup>st</sup> March, 2020 INR
Provision for Leave Encashment	10,110,011	4,217,195
Provision for Gratuity	15,832,360	5,276,503
<b>Total</b>	<b>25,942,371</b>	<b>9,493,698</b>



**MITCON Consultancy & Engineering Services Limited**  
**Notes Forming Part of Standalone Financial Statements**

**NOTE 11 - PROPERTY, PLANT AND EQUIPMENT**

Particulars	TANGIBLE ASSETS											Total
	Land - Freehold	Improvement to Leasehold Properties	Building #	Energy Audit Equipments	Furniture & Fixture	Vehicle	Office Equipment	Environment & BT Equipments	Computer & Printers	Electrical Installations & Equipments	Wind Power Project	
<b>COST</b>												
As at April 1, 2019	200,000	12,084,654	175,940,668	13,645,688	37,085,863	6,562,402	31,089,312	12,796,638	38,672,227	13,151,657	41,982,900	383,212,009
Additions	-	-	-	7,000	8,700	-	149,165	157,300	249,522	-	-	71,687
Disposals / adjustments	-	-	-	-	-	-	231,713	-	1,178,359	-	-	1,410,072
<b>Balance as at March 31, 2020</b>	<b>200,000</b>	<b>12,084,654</b>	<b>175,940,668</b>	<b>13,652,688</b>	<b>37,094,563</b>	<b>6,562,402</b>	<b>31,006,764</b>	<b>12,953,938</b>	<b>37,743,390</b>	<b>13,151,657</b>	<b>41,982,900</b>	<b>382,373,624</b>
As at April 1, 2020	200,000	12,084,654	175,940,668	13,652,688	37,094,563	6,562,402	31,006,764	12,953,938	37,743,390	13,151,657	41,982,900	382,373,624
Additions	-	-	-	6,150	-	-	1,018,939	290,310	2,242,342	-	-	3,557,741
Disposals / adjustments	-	-	-	-	197,844	-	3,349,958	-	10,768,139	-	-	14,315,941
<b>Balance as at March 31, 2021</b>	<b>200,000</b>	<b>12,084,654</b>	<b>175,940,668</b>	<b>13,658,838</b>	<b>36,896,719</b>	<b>6,562,402</b>	<b>28,675,745</b>	<b>13,244,248</b>	<b>29,217,593</b>	<b>13,151,657</b>	<b>41,982,900</b>	<b>371,615,424</b>
<b>Accumulated Depreciation &amp; Impairment</b>												-
As at April 1, 2019	-	7,532,148	196,33,766	12,904,933	26,222,036	5,470,627	28,542,886	1,08,94,739	37,465,357	9,341,628	31,632,350	189,640,470
Depreciation Charge for the year	-	524,010	3,424,514	353,545	2,783,702	610,371	1,575,051	539,759	780,083	959,091	1,136,750	12,686,876
Disposals / adjustments	-	-	-	-	-	-	208,280	-	1,178,360	-	-	1,386,640
<b>Balance as at March 31, 2020</b>	<b>-</b>	<b>8,056,158</b>	<b>23,058,280</b>	<b>13,258,478</b>	<b>29,005,738</b>	<b>6,080,998</b>	<b>29,909,657</b>	<b>11,434,498</b>	<b>37,067,080</b>	<b>10,300,719</b>	<b>32,769,100</b>	<b>200,940,706</b>
Depreciation Charge for the year	-	207,668	3,424,515	259,772	2,298,225	180,367	771,766	550,133	452,874	728,136	1,136,750	10,010,206
Disposals / adjustments	-	-	-	-	177,147	-	3,324,804	-	10,752,505	-	-	14,254,456
Balance as at March 31, 2021	-	8,263,826	26,482,795	13,518,250	31,126,816	6,261,365	27,356,619	11,984,631	26,767,449	11,028,855	33,905,850	196,696,456
Net Carrying Value at March 31, 2021	200,000	3,820,828	149,457,873	140,588	5,769,903	301,037	1,319,126	1,259,617	2,450,144	2,122,802	8,077,050	174,918,968
Net Carrying Value at March 31, 2020	200,000	4,028,496	152,882,388	394,210	8,088,825	481,404	1,097,107	1,519,440	676,310	2,850,938	9,213,800	181,432,918

# - Includes Nagpur office premises having WDV INR 10,528,495/-, which has been mortgaged by deposit of titles deeds in favour of Bank for non-fund based limit of INR 200,000,000/-

# - Includes office premises at Kubera Chambers Shivajinagar Pune having WDV as on 31st March, 2021, INR 15,39,869/-, which has been mortgaged by deposit of titles deeds in favour of Bank for loan of INR 83,400,000/- obtained against property

# - Includes Ahmedabad office premises having WDV INR 22,150,980/-, which has been mortgaged by deposit of titles deeds in favour of Bank, for OD/Non Fund based limit of INR 150,000,000/- of subsidiary company M/s. Shrikhande Consultants Pvt. Ltd., Mumbai.

# - Includes leasehold office premises of INR 2,804,374/-

**MITCON Consultancy & Engineering Services Limited**  
**Notes Forming Part of Standalone Financial Statements**

**NOTE 11 - PROPERTY, PLANT AND EQUIPMENT Contd...**

Particulars	Grant Assets				Total	Total of Tangible & Grant Assets	Intangible Assets	Total of Tangible & Intangible Assets
	Office Equipment	Furniture & Fixture	Computer & Printers	Electrical Installations & Equipments			Computer Softwares	
<b>Cost</b>								
As at April 1, 2019	7,498,938	1,021,551	432,000	867,660	9,820,149	393,032,158	57,505,151	450,537,309
Additions	-	-	-	-	-	571,687	616,323	1,188,010
Disposals / adjustments	-	-	-	-	-	14,10,072	-	1,410,072
<b>Balance as at March 31, 2020</b>	<b>7,498,938</b>	<b>1,021,551</b>	<b>432,000</b>	<b>867,660</b>	<b>9,820,149</b>	<b>392,193,773</b>	<b>58,121,474</b>	<b>450,315,247</b>
As at April 1, 2020	7,498,938	1,021,551	432,000	867,660	9,820,149	392,193,773	58,121,474	450,315,247
Additions	-	-	106,200	-	106,200	3,663,941	-	3,663,941
Disposals / adjustments	-	-	-	-	-	14,315,941	-	14,315,941
<b>Balance as at March 31, 2021</b>	<b>7,498,938</b>	<b>1,021,551</b>	<b>538,200</b>	<b>867,660</b>	<b>9,926,349</b>	<b>3,815,41,773</b>	<b>58,121,474</b>	<b>439,663,247</b>
<b>Accumulated Depreciation &amp; Impairment</b>								
As at April 1, 2019	6,089,839	1,013,631	432,000	862,227	8,397,697	198,038,167	50,981,016	249,019,183
Depreciation Charge for the year	585,593	1,738	-	1,233	5,88,564	13,275,440	4,251,482	17,526,922
Disposals / adjustments	-	-	-	-	-	13,86,640	-	1,386,640
<b>Balance as at March 31, 2020</b>	<b>6,675,432</b>	<b>1,015,369</b>	<b>432,000</b>	<b>863,460</b>	<b>8,986,261</b>	<b>209,926,967</b>	<b>55,232,498</b>	<b>265,159,465</b>
						##		
Depreciation Charge for the year	587,871	-	-	-	587,871	10,598,077	1,496,022	12,094,099
Disposals / adjustments	-	-	-	-	-	14,254,456	-	14,254,456
<b>Balance as at March 31, 2021</b>	<b>7,263,303</b>	<b>1,015,369</b>	<b>432,000</b>	<b>863,460</b>	<b>9,574,132</b>	<b>206,270,588</b>	<b>56,728,520</b>	<b>262,999,108</b>
Net Carrying Value at March 31, 2021	235,635	6,182	106,200	4,200	352,217	175,271,185	1,392,954	176,664,139
Net Carrying Value at March 31, 2020	823,506	6,182	-	4,200	833,888	182,266,806	2,888,976	185,155,782

## - Out of above, depreciation of INR 11506228/- has been charged against Profit and balance INR 587,871/- has been reduced from respective Grants



**MITCON Consultancy & Engineering Services Limited**  
**Notes Forming Part of Standalone Financial Statements**

**NOTE 12 - NON CURRENT INVESTMENTS**

	Particulars	As at 31 <sup>st</sup> March, 2021 INR	As at 31 <sup>st</sup> March, 2020 INR
	<b>Investments (At Cost) #</b>		
<b>A</b>	<b>Investment in Subsidiaries - (Trade, Unquoted, at cost, Fully paid)</b>		
a)	19,500,049 (PY12,000,049) Fully paid up Equity shares of INR 10/- each of Krishna Windfarms Developers Private Limited (KWFDPL)	195,388,690	120,388,690
	10,000 (PY 10,000) Fully paid up Equity shares of INR 10/- each of MITCON Sun Power Limited	100,000	100,000
b)	10,000 (PY 10,000) Fully paid up Equity shares of INR 10/- each of MITCON Forum for Social Development (refer note 42)	1	1
c)	10,000 (PY 10,000) Fully paid up Equity shares of INR 10/- each of MITCON Advisory Services Private Limited	100,000	100,000
d)	10,300,000 (PY 10,300,000) Fully paid up Equity shares of INR 10/- each of MITCON Trusteeship Services Private Limited	103,000,000	103,000,000
e)	1,321,526 (PY 1,321,526) Fully paid up Equity shares of INR 10/- each of Shrikhande Consultants Private Limited (at premium of INR 42/- per share)	68,719,352	68,719,352
f)	10,000 (PY NIL ) Fully paid up Equity shares of INR 10/- each of MITCON Envirotech Limited	100,000	-
<b>B]</b>	<b>In debentures</b>		
a)	10.50% 75,00,000 (PY Nil) Compulsorily Convertible Debentures of INR 10/- each of Krishna Windfarms Developers Private Limited	-	75,000,000
b)	0.10% 34,71,938 (PY Nil) Redeemable Debentures of INR 10/- each of Krishna Windfarms Developers Private Limited	34,719,380	-
<b>C]</b>	<b>Investment in Associates - (Trade, Unquoted)</b>		
	In Equity Instruments:		
	Non-trade, Unquoted, at cost	11,074,000	11,074,000
<b>a)</b>	In Government Securities -		
	National Savings Certificates	75,000	75,000
<b>b)</b>	In others		
	40 (PY 40) Fully paid up Equity shares of INR 25/- each of The Greater Bombay Co-operative Bank Ltd.	1,000	1,000
	<b>Total</b>	<b>413,277,423</b>	<b>378,458,043</b>

#Aggregate amount of unquoted investments INR 413,277,423/- (Previous Year INR 378,458,043/-)

**NOTE 13 - LONG TERM LOANS AND ADVANCES**

Particulars	As at 31 <sup>st</sup> March, 2021 INR	As at 31 <sup>st</sup> March, 2020 INR
<b>Unsecured, Considered Good</b>		
Security Deposits	32,755,692	25,711,637
Prepaid Expenses	11,151	3,248
Loans to Incubatee	-	369,440
<b>Loans to subsidiaries</b>		
Krishna Windfarms Developers Private Limited	-	143,449,525
MITCON Sun Power Limited	36,000,000	116,000,000
MITCON Advisory Services Private Limited	50,000	50,000
MITCON Impact Asset Management Private Limited	700,000	-
<b>Debentures</b>		
MITCON Sun Power Ltd ( issued 0.10% Compulsorily Convertible Debentures )	116,000,000	-
<b>Interest on loans to subsidiaries</b>		
Krishna Windfarms Developers Private Limited	6,109,576	21,269,856
MITCON Sun Power Limited	5,015,861	4,839,224
MITCON Trusteeship Services Private Limited	104,425	104,425
MITCON Impact Asset Management Private Limited	13,121	-
MITCON Advisory Services Private Limited	8,908	3,658
<b>Total</b>	<b>196,768,734</b>	<b>311,801,013</b>


**MITCON Consultancy & Engineering Services Limited**  
**Notes Forming Part of Standalone Financial Statements**
**NOTE 14 – INVENTORY**

Particulars	As at 31 <sup>st</sup> March, 2021 INR	As at 31 <sup>st</sup> March, 2020 INR
Inventory of Project Consumables	12,712,490	59,467,704
<b>Total</b>	<b>12,712,490</b>	<b>59,467,704</b>

**NOTE 15 -TRADE RECEIVABLES**

Particulars	As at 31 <sup>st</sup> March, 2021 INR	As at 31 <sup>st</sup> March, 2020 INR
Outstanding for a period exceeding six months from the date they are due for payment:		
Unsecured considered good #	45,891,673	39,171,931
Unsecured considered doubtful	1,272,873	1,272,873
Less: Provision for Doubtful Debts	(1,272,873)	(1,272,873)
	45,891,673	39,171,931
Others - Unsecured considered good ##	73,202,428	118,684,904
<b>Total</b>	<b>119,094,101</b>	<b>157,856,835</b>

# - Includes INR 1,920,788/- (PY 300,640/-) receivable from related parties

## - Includes INR 7,146,017/- (PY 1,953,810/-) receivable from related parties

**NOTE 16 - CASH AND CASH EQUIVALENTS**

	Particulars	As at 31 <sup>st</sup> March, 2021 INR	As at 31 <sup>st</sup> March, 2020 INR
A]	<b>Cash and Cash Equivalents</b>		
1)	Cash on Hand	801,987	623,699
2)	Balances with Bank		
	a) Balances with banks	109,189,505	34,649,009
	b) Deposit with banks ( deposits with less than 3 months maturity)	32,325,969	-
B]	<b>Other Bank Balances</b>		
1)	Deposit with Banks	27,819,818	-
2)	Margin Money for Bank Guarantees / LC	77,691,671	67,646,854
3)	Earmarked Balances	-	2,092,592
	<b>Total</b>	<b>247,828,950</b>	<b>105,012,154</b>

# - Includes Deposit of INR 23,756,961/- (PY INR 23,703,888/-) on which charge has been created in favour of a Bank for non-fund based limit of INR 200,000,000/- (PY INR 200,000,000/-) and INR 53,934,710/- (INR 43,942,966/-) are margin money for issuing LC/ BG.

**NOTE 17 - SHORT TERM LOANS AND ADVANCES**

Particulars	As at 31 <sup>st</sup> March, 2021 INR	As at 31 <sup>st</sup> March, 2020 INR
Unsecured, Considered Good		
Prepaid Expenses	4,688,792	4,572,870
Advance to Others		
To others	5,529,193	894,101
To Related Party	12,668,655	-
Security Deposits (interest free)	31,291,798	17,948,651
Travel Advances to Staff	474,910	629,312
Income Tax net of Provisions	20,597,898	59,930,090
GST Advance	386,547	-
Loans to Incubatee	-	1,000,000
<b>Total</b>	<b>75,637,793</b>	<b>84,975,024</b>

**NOTE 18 - OTHER CURRENT ASSETS**

Particulars	As at 31 <sup>st</sup> March, 2021 INR	As at 31 <sup>st</sup> March, 2020 INR
Interest Accrued on Investment	1,751,290	46,072
<b>Total</b>	<b>1,751,290</b>	<b>46,072</b>


**MITCON Consultancy & Engineering Services Limited**  
**Notes Forming Part of Standalone Financial Statements**
**NOTE 19- REVENUE FROM OPERATIONS**

Particulars	For the Year Ended 31 <sup>st</sup> March, 2021 INR	For the Year Ended 31 <sup>st</sup> March, 2020 INR
Sale of Services	312,307,119	358,457,648
Other Operating Revenues	3,302,520	3,568,650
<b>Total</b>	<b>315,609,639</b>	<b>362,026,298</b>

Particulars	For the Year Ended 31 <sup>st</sup> March, 2021 INR	For the Year Ended 31 <sup>st</sup> March, 2020 INR
Consultancy Fees & Training	159,859,547	315,937,648
Project Services Fees	152,447,572	42,520,000
<b>Total</b>	<b>312,307,119</b>	<b>358,457,648</b>
Other Operating Revenues		
Income from Wind Power Generation (Net of rebate )	3,302,520	3,568,650
<b>Total</b>	<b>315,609,639</b>	<b>362,026,298</b>

**NOTE 20 - OTHER INCOME**

Particulars	For the Year Ended 31 <sup>st</sup> March, 2021 INR	For the Year Ended 31 <sup>st</sup> March, 2020 INR
Interest Income from		
• Bank Deposits	4,675,058	1,734,040
• Inter corporate Loan to related parties	170,394	31,530,081
• Others	4,203,253	51,409
- Interest on Debentures from a subsidiary	6,644,949	7,896,577
Lease Rental Income	6,685,496	7,380,330
Sundry Provisions and Credit Balances no longer required, written back	8,023,980	15,522,082
Recovery of Bad Debts	1,835,556	770,348
Gratuity Asset (surplus)	771,665	-
Other non-Operating Income	345,056	286,023
<b>Total</b>	<b>33,355,407</b>	<b>65,170,890</b>

**NOTE 21- OPERATING COSTS**

Particulars	For the Year Ended 31 <sup>st</sup> March, 2021 INR	For the Year Ended 31 <sup>st</sup> March, 2020 INR
Expenses on IT, VTP Training Activities	23,509,460	95,976,195
Professional Fees	41,788,685	45,915,101
Project Costs	111,847,977	2,788,058
<b>Total</b>	<b>177,146,122</b>	<b>144,679,354</b>


**MITCON Consultancy & Engineering Services Limited**  
**Notes Forming Part of Financial Statements**
**NOTE 22 - EMPLOYEE BENEFIT EXPENSE**

Particulars	For the Year Ended 31 <sup>st</sup> March, 2021 INR	For the Year Ended 31 <sup>st</sup> March, 2020 INR
Salaries and Wages	107,374,745	104,219,019
Contribution to Provident and Other Funds	9,250,198	9,829,612
Contribution to Gratuity & Leave encashment	13,082,696	4,614,623
Staff Welfare Expenses	1,816,355	2,982,962
<b>Total</b>	<b>131,523,994</b>	<b>121,646,216</b>

**NOTE 23 - FINANCE COSTS**

Particulars	For the Year Ended 31 <sup>st</sup> March, 2021 INR	For the Year Ended 31 <sup>st</sup> March, 2020 INR
Interest Expense	6,421,146	9,019,330
Bank charges and Commission	1,139,735	2,253,823
<b>Total</b>	<b>7,560,881</b>	<b>11,273,153</b>

**NOTE 24 - OTHER EXPENSES**

Particulars	For the Year Ended 31 <sup>st</sup> March, 2021 INR	For the Year Ended 31 <sup>st</sup> March, 2020 INR
Power and Fuel	4,724,435	5,696,633
Office Rent	6,228,052	6,223,753
<b>Repairs and Maintenance -</b>		
Buildings	1,223,231	1,443,691
Office & Other Equipment	3,403,834	3,154,939
Others	662,800	1,734,802
Insurance Premium	1,317,862	1,303,557
Rates & Taxes	1,379,610	499,538
<b>Auditor's Remuneration</b>		
Statutory Audit	6,00,000	1,062,000
Certification	-	24,500
<b>Administrative and General Expenses</b>		
Travelling Expenses	8,408,565	17,986,012
Printing, Stationery and computer consumable	5,888,375	8,904,414
Advertisement Expenses	1,309,811	2,120,934
Security Expenses	2,290,149	2,163,177
Telephone, Mobile Expenses	1,796,548	1,964,503
Business Promotion Expenses	333,067	2,162,403
Registration and Legal Fees	1,347,645	791,987
Postage , Fax and Courier	740,426	1,165,070
Books & Periodicals Subscriptions and Membership Fees	1,157,204	2,096,655
Housekeeping Expenses	635,362	975,680
Laboratory Consumables	192,209	152,545
Directors Sitting Fees	637,200	680,000
Expenditure towards Corporate Social Responsibility (CSR) activities	1,725,945	-
Provision for Doubtful Debts	-	1,272,873
Bad Debts written off	524,847	10,412,561
Loss on Forex fluctuations	459,269	633,887
Donations	-	5,000
General Expenses	2,294,899	2,525,262
<b>Total</b>	<b>49,281,345</b>	<b>77,156,376</b>



**MITCON Consultancy & Engineering Services Limited**  
**Notes Forming Part of Financial Statements**

**25. Investment in subsidiary and associate Companies**

The Company has elected to recognize its investments in subsidiary and associate companies at cost.

**26. Utilisation of Incubatee Grant**

- a) Technology Development Board (TDB), Govt. of India has approved scheme 'Seed Support System for Start-ups in Incubators' for providing financial assistance as seed support for start-ups in the MITCON incubator as growth oriented initiative between the TDB and MITCON. During the year company refunded the entire amount of grant to TDB, GOI amounting to INR 4,946,307/- on 19-01-2021.
- b) Interest received on deployment of unutilised grant amount and interest received on loans disbursed to incubatee, is credited to grant (net of taxes).

**27. Contingent liability not provided for**

	Particulars	Year ended	
		31 <sup>st</sup> March, 2021 INR	31 <sup>st</sup> March, 2020 INR
a)	Guarantees given by bankers on behalf of the Company		
	- To Customers	31,771,399	59,117,971
b)	Letter of Credit (LC) given by bankers on behalf of the Company		
	- In Land LC to Customers	30,077,416	39,550,896
	- Import LC to Customers for imports of Solar Panels	187,782,211	-
c)	Corporate Guarantees issued by the Company on behalf of Krishna Windfarms Developers Private Limited (KWDPL) for loan availed by KWDPL from Bank	420,000,000	420,000,000
d)	Financial Guarantee issued by the Company on behalf of Krishna Windfarms Developers Private Limited (KWDPL) to maintain Debt Service Reserve Account (DSRA) for loan availed from Bank	14,518,911	14,518,911
e)	Corporate Guarantees issued by Company on behalf of MITCON Solar Alliance Limited (MSAL) to Bank for Term loan availed by MSAL.	150,000,000	150,000,000
f)	Corporate Guarantees issued by Company to Bank for overdraft / non fund base limit availed by Shrikhande Consultants Private Limited (SCPL)	150,000,000	150,000,000
g)	Claims against the company not acknowledged as debt - Arbitration petition in respect of money claim was pending before Arbitration Tribunal. The company has made counter claims against the claimant before the said Tribunal. Arbitration gave its award partial against the company, Company preferred to challenge the same in District Court, Pune, pending proceedings, the liability (if any) is not ascertainable	-	-

**28. Payments to Auditors - (Net of GST)**

Particulars	Year ended	
	31 <sup>st</sup> March, 2021 INR	31 <sup>st</sup> March, 2020 INR
For Audit	600,000	1,062,000
For Certification	-	24,500
<b>Total</b>	<b>600,000</b>	<b>1,086,500</b>

**29. Value of Imported and indigenous raw material & components consumed**

Particulars	Year ended			
	31 <sup>st</sup> March, 2021		31 <sup>st</sup> March, 2020	
	% of total consumption	Amount	% of total consumption	Amount
Imported	0.00%	-	72.87%	40,720,517
Indigenous	0.00%	-	27.13%	15,163,099
<b>Total</b>	<b>0.00%</b>	<b>-</b>	<b>100%</b>	<b>55,883,616</b>



**MITCON Consultancy & Engineering Services Limited**  
**Notes Forming Part of Financial Statements**

**30. Expenditure and earnings in foreign currencies**

Expenditure in foreign currency	Year ended	
	31 <sup>st</sup> March, 2021 INR	31 <sup>st</sup> March, 2020 INR
CIF Value of Import	-	40,720,517
Consulting Fees	4,242,120	3,883,275
Travelling expenses	207,308	371,364
<b>Total</b>	<b>4,449,428</b>	<b>44,975,156</b>

Earning in foreign currency	Year ended	
	31 <sup>st</sup> March, 2021 INR	31 <sup>st</sup> March, 2020 INR
Professional fees	3,192,112	13,412,656
<b>Total</b>	<b>3,192,112</b>	<b>13,412,656</b>

31. Micro, Small and Medium Enterprises have been identified by the Company on the basis of the information available. Total outstanding dues of Micro, Small and Medium Enterprises, which are outstanding for more than the stipulated period are given below:

	Particulars	Year ended	
		31 <sup>st</sup> March, 2021 INR	31 <sup>st</sup> March, 2020 INR
a)	Dues remaining unpaid as at		
	- Principal	1,980,878	1,070,801
	- Interest on the above	-	-
b)	Amount of payment made to supplier beyond the appointed day during the year		
	- Principal paid beyond the appointed date	-	-
	- Interest paid in terms of Section 16 of the Act	-	-
c)	Amount of interest due and payable for the period of delay on payments made beyond the appointed day during the year	-	-
d)	Amount of interest accrued and remaining unpaid as at	-	-
e)	Further interest due and payable even in the succeeding years, until such date when the interest due as above are actually paid to the small enterprises	-	-

# - Based on the documents / information available with the Company, there were no acknowledged dues to suppliers covered under The Micro, Small and Medium Enterprises Development Act 2006 (MSMED Act).

32. Disclosure pursuant to Accounting Standard (AS 15) - Revised 2005 "Employee Benefits"

**A. Defined contribution plans:**

The company has recognized the following amounts in the Statement of Profit & Loss for the year:

- i. Contribution to employees provident fund INR 6,520,593/- (P.Y. INR 6,780,047/-)
- ii. Contribution to employees family pension Fund INR.2,023,117/- - (P.Y. INR 2,158,226/-)

**B. Defined benefit plans – Gratuity**

The company makes annual contribution to the Life Insurance Corporation of India, a funded defined benefit plan for qualifying employees. The scheme provides for lump sum payment to vested employees at retirement, death while in employment or on termination of employment of an amount equivalent to 15 days salary payable for each completed year of service or part thereof in excess of 6 month. Vesting occurs only upon completion of 5 years of service except in case of death or permanent disability. The present value of defined benefit obligation and the related current service cost are measured using the Projected Unit Credit Method with actuarial valuation being carried out at the balance sheet date.





i) Reconciliation of opening and closing balances of the Present Value of the defined benefit obligation	Year ended	
	31 <sup>st</sup> March, 2021 INR	31 <sup>st</sup> March, 2020 INR
Present Value of defined benefit obligation at the beginning of the year	25,791,364	24,386,227
Interest cost	1,682,614	1,722,419
Current service cost	3,563,169	2,806,111
Past service cost	9,161,223	-
Actuarial losses / (gains)	(1,724,053)	322,233
Benefits paid	(1,355,431)	(3,445,626)
<b>Present value of defined benefit obligation at the close of the year</b>	<b>37,118,886</b>	<b>25,791,364</b>

ii) Changes in the fair value of Plan Assets and the reconciliation thereof	Year ended	
	31 <sup>st</sup> March, 2021 INR	31 <sup>st</sup> March, 2020 INR
Fair value of plan assets at the beginning of the year	20,514,861	21,215,839
Add : expected return on plan assets	1,474,335	1,578,956
Add / (less) : actuarial (losses) / gains	(35,646)	(45,193)
Add : contributions by employer	997,016	1,500,000
Less: benefits paid	(1,355,431)	(3,445,626)
Less: mortality charges and taxes	(308,609)	(289,115)
Fair value of plan assets at the close of the year	21,286,526	20,514,861
Actual Return on Plan Assets	1,438,689	1,533,763

iii) Amount recognized in the Balance Sheet	Year ended	
	31 <sup>st</sup> March, 2021 INR	31 <sup>st</sup> March, 2020 INR
Present Value of Obligation as at the end of year	37,118,886	25,791,364
Fair Value of Plan Assets as at the end of year	21,286,526	20,514,861
Funded Status	(15,832,360)	(5,276,503)
Current Liability	15,832,360	5,276,503
Non - Current Liability	21,286,526	20,514,861
Unrecognized Actuarial ( gains ) / losses	-	-
Net Asset / (Liability)	(15,832,360)	(5,276,503)

Fair value of plan assets, in excess of present value of obligations, being adjustable against future contributions is recognized in the books of account.

iv) Amounts recognized in the Statement of Profit and Loss are as follows:	Year ended	
	31 <sup>st</sup> March, 2021 INR	31 <sup>st</sup> March, 2020 INR
Current service cost	3,563,169	2,806,111
Past Service Cost	9,161,223	-
Interest cost	1,682,614	1,722,419
Expected return on plan assets	(1,474,335)	(1,578,956)
Curtailement cost / ( Credit )	-	-
Settlement Cost / ( Credit )	-	-
Net Actuarial (Gain ) / Loss recognized in the year	(1,688,407)	367,426
Expenses Recognized in the Statement of Profit & Loss at the end of year	11,244,264	3,317,000

v) Amount for the current year:	Year ended	
	31 <sup>st</sup> March, 2021 INR	31 <sup>st</sup> March, 2020 INR
Present value of obligation	37,118,886	25,791,364
Plan assets	21,286,526	20,514,861
<b>Surplus / (Deficit)</b>	<b>(15,832,360)</b>	<b>(5,276,503)</b>



**MITCON Consultancy & Engineering Services Limited**  
**Notes Forming Part of Financial Statements**

vi) Broad categories of Plan Assets as a percentage of total assets as at	Year ended	
	31 <sup>st</sup> March, 2021 Percentage (%)	31 <sup>st</sup> March, 2020 Percentage (%)
Insurer managed funds	100%	100%
<b>Total</b>	<b>100%</b>	<b>100%</b>

vii) Actuarial Assumptions	Year ended	
	31 <sup>st</sup> March, 2021 Percentage (%)	31 <sup>st</sup> March, 2020 Percentage (%)
Discount rate	6.60%	6.70%
Rate of increase in Compensation levels	5.00%	9.50%
Rate of return on plan assets	7.25%	7.80%
Expected Average remaining working lives of employees (years)	7.59	7.75

C. The company provides for accumulation of compensated absences by its employees. The employees can carry forward a portion of the unutilised compensated absences and utilise it in future periods to receive cash in lieu thereof as per company policy. The company records an obligation for compensated absences in the period in which the employee renders the service that increases this entitlement. The total liability recorded by the company towards this benefit as at 31 March, 2021 is INR 15,046,622/- (Previous Year INR 9,904,559/-).

33. The Company has entered into operating lease arrangements for office space. Lease arrangements provide for cancellation by either of the parties and also contain a clause for renewal of the lease agreement. Lease payments and receipts on cancellable operating lease arrangements debited / credited to Statement of Profit and Loss are as under.

Particulars	Year ended	
	31 <sup>st</sup> March, 2021 INR	31 <sup>st</sup> March, 2020 INR
Cancellable leases		
<b>Lease payments debited to the Statement of Profit and Loss</b>		
Lease rent for office	6,228,052	6,223,753
<b>Lease receipts credited to the Statement of Profit and Loss</b>		
Lease rent for office	6,685,496	7,380,330

34. Related Party Disclosures Under Accounting Standard 18 - "Related Party Disclosures", have been identified on the basis of representation made by the Management and taken on record by the Board of Directors and relied upon by the auditors. Disclosures of transactions with Related Parties are as under:

**a) Related Parties**

Subsidiary of Company:

- Krishna Windfarms Developers Private Limited (KWDPL) Wholly owned
- MITCON Sun Power Limited (MSPL) wholly owned
- MITCON Forum for Social Development (MFSD) wholly owned
- MITCON Trusteeship Services Private Limited (MTSPL) wholly owned
- MITCON Advisory Services Private Limited (MASPL) wholly owned
- MITCON Envirotech Limited (MSPL) wholly owned
- Shrikhande Consultants Private Limited (SCPL) (51%)

**Subsidiary of MSPL**

- MITCON Solar Alliance Limited (MSAL)
- MITCON Impact Asset Management Private Limited (MIAMPL)
- MSPL Unit 1 Limited.
- MSPL Unit 2 Private Limited.
- MSPL Unit 3 Private Limited.



**MITCON Consultancy & Engineering Services Limited**  
**Notes Forming Part of Financial Statements**

**Associate:**

MITCON Insolvency Professional Services Private Limited (MIPSPL)

**Related Party where significant influence exists:**

MITCON Foundation (Charitable Trust) (Common Managing Director and Managing Trustee)

**Key Management personnel:**

- Dr. Pradeep Bavadekar – Managing Director
- Mr. Anand Chalwade – Director & Chief Executive Officer
- Mr. Ram Mapari – Chief Financial Officer
- Mrs. Ankita Agarwal – Company Secretary

**b) Transactions with Related Parties:**

	Particulars	Year ended	
		31 <sup>st</sup> March, 2021 INR	31 <sup>st</sup> March, 2020 INR
<b>I</b>	<b>Subsidiary</b>		
	<b>MITCON Forum for Social Development (MFSD)</b>		
	Income - Reimbursement Exps	3,078,850	-
	Rent income (net of GST)	120,000	120,000
	Training expenses	4,725,000	7,423,268
	<b>MITCON Trusteeship Services Private Limited (MTSPL)</b>		
	Rent income (net of GST)	120,000	170,740
	Interest Charged on Inter Corporate Loan	-	116,029
	Expenses incurred (net of GST)	1,197,997	2,403,483
	<b>MITCON Advisory Services Private Limited (MASPL)</b>		
	Rent income (net of GST)	-	20,000
	Interest Charged on Inter Corporate Loan	5,250	3,658
	Expenses incurred (net of GST)	358,087	11,463
	<b>Krishna Windfarms Developers Private Limited (KWDPL)</b>		
	Rent income (net of GST)	180,000	180,000
	Inter Corporate short term advance	6,250,000	-
	Interest Charged on Inter Corporate Loan & Debentures	6,642,056	23,116,009
	Corporate Guarantees issued to Bank for loan availed by KWDPL.	420,000,000	420,000,000
	0.10% 34,71,938 (PY Nil) Redeemable Debentures of INR 10/- each of Krishna Windfarms Developers Private Limited	34,719,380	-
	Financial Guarantee issued by the Company to maintain Debt Service Reserve Account (DSRA) on behalf of Krishan Windfarms Developers Private Limited (KWDPL) for loan availed by KWDPL from Bank.	14,518,911	14,518,911
	10.50% Compulsorily Convertible Debentures - ( 75,00,000 debentures of INR 10/- each) - Debentures converted into 75,00,000 Equity Shares of INR10/- each fully paid	75,000,000	-
	<b>MITCON Solar Alliance Limited (MSAL)</b>		
	Income from Project Services	-	1,000,000
	Rent income (net of GST)	120,000	120,000
	Inter Corporate Loan disbursed	-	-
	Corporate Guarantees issued Bank for loan availed by MSAL.	150,000,000	150,000,000
	Interest Charged on Inter Corporate Loan	-	11,231,973
	Expenses incurred (net of GST)	1,464,278	1,843,806
	<b>MITCON Sun Power Limited (MSPL)</b>		
	MITCON Sun Power Limited ( issued 0.10% Compulsorily Convertible Debentures )	116,000,000	-
	Inter Corporate Loan disbursed	36,000,000	-
	Interest Charged on Inter Corporate Loan	190,959	4,958,989
	Rent income (net of GST)	120,000	120,000
	Expenses incurred (net of GST)	862,455	452,522
	<b>Shrikhande Consultants Private Limited (51%)</b>		
	Corporate Guarantees issued Bank, for overdraft / non fund base limit	150,000,000	150,000,000
	Professional fees paid	1,152,000	-



	<b>MITCON Impact Asset Management Private Limited</b>		
	Inter Corporate Loan disbursed	700,000	-
	Expenses incurred	15,329	-
	<b>MSPL Unit 1 Limited</b>		
	Towards Expenses	645,300	-
	<b>MSPL Unit 2 Private Limited</b>		
	Towards Expenses	635,000	-
	MSPL Unit 3 Private Limited		
	Towards Expenses	635,000	-
	<b>MITCON Envirotech Limited</b>		
	Towards Expenses	230,400	--
<b>II</b>	<b>Associates:</b>		
	<b>MITCON Insolvency Professional Services Private Limited (MIPSPL)</b>		
	Consultancy fees / services	717,575	519,052
	Rent income (net of GST)	180,000	105,000
	Reimbursement of expenses received (net of taxes)	1,324,238	321,803
<b>III</b>	<b>Related Party where significant influence exists:</b>		
	<b>MITCON Foundation</b>		
	Training fees received (net of Taxes)	296,724	1,676,701
	Project Consultancy fees	400,000	5,536,875
<b>IV</b>	<b>Remuneration to Director</b>		
	Mr. Anand Chalwade, professional fees (net of GST)	3,500,000	2,000,000
<b>V</b>	<b>Key Management Personnel (KMP)</b>		
	Dr. Pradeep Bavadekar		
	A) Remuneration #		
	Salary	7,629,000	7,380,000
	Contribution to Provident Fund	799,200	770,400
	Super Annuation Fund and others	999,000	963,000
	B) Dividend	105,200	560,000
<b>VI</b>	<b>Outstanding as on 31<sup>st</sup> March 2021</b>		
<b>a</b>	Accounts Receivable		
	Krishna Windfarms Developers Private Limited	-	143,449,525
	Towards Inter Corporate Short term advance	6,250,000	-
	Towards Inter Corporate Loan	-	21,269,856
	Towards Interest Charged on Inter Corporate Loan/debenture	194,700	53,100
	Towards Rent	1,888,646	-
	Towards Expenses		
	<b>MITCON Trusteeship Services Private Limited (MTSPL)</b>		
	Toward Rent and Reimbursement	2,858,179	-
	Towards Expenses	531,517	678,732
	<b>MITCON Advisory Services Private Limited (MASPL)</b>		
	Towards Expenses	470,550	155,500
	<b>MITCON Sun Power Limited (MSPL)</b>		
	Towards Inter Corporate Loan disbursed	36,000,000	1,160,000,000
	Towards Interest Charged on Inter Corporate Loan	6,106,900	4,839,224
	Towards Rent	194,700	94,400
	Towards Expenses	1,258,180	-
	<b>MITCON Insolvency Professional Services Private Limited (MIPSPL)</b>		
	Towards Rent and expenses reimbursement	2,132,420	-
	Towards Expenses /fees	65,764	612,482
	<b>MITCON Solar Alliance Limited</b>		
	Towards Rent	-	11,800
	Towards Expenses	187,406	-
	<b>Shrikhande Consultants Private Limited</b>		
	Towards Service Charges	-	29,500
	<b>MITCON Forum for Social Development</b>		
	Towards Rent and expense	6,001,865	11,800
	<b>MITCON Impact Asset Management Private Limited</b>		

	Towards Expenses	15,329	-
	<b>MSPL Unit 1 Limited</b>		
	Towards Expenses	645,300	-
	<b>MSPL Unit 2 Private Limited</b>		
	Towards Expenses	635,000	-
	<b>MSPL Unit 3 Private Limited</b>		
	Towards Expenses	635,000	-
	<b>MITCON Envirotech Limited</b>		
	Towards Expenses	230,400	
<b>b</b>	<b>Accounts Payable</b>		
	Dr. Pradeep Bavadekar - Remuneration Payable	525,616	367,942
	<b>MITCON Forum for Social Development (MFSD)</b>		
	Towards Training Activities	6,001,865	4,080,379
	Shrikhande Consultants Private Limited		
	Towards professional fees	344,760	-
	<b>MITCON Insolvency Professional Services Private Limited (MIPSPL)</b>		
	Towards Security Deposit	10,000,000	10,000,000
<b>c</b>	<b>Investment in Debentures</b>		
	<b>Krishna Windfarms Developers Private Limited</b>		
	10.50% Compulsorily Convertible Debentures	-	75,000,000
	0.10% 34,71,938 (PY Nil) Redeemable Debentures of INR 10/- each of Krishna Windfarms Developers Private Limited	34,719,380	-
<b>d</b>	<b>Guarantees to Subsidiary</b>		
	Krishna Windfarms Developers Private Limited		
	Corporate Guarantees issued Bank	420,000,000	420,000,000
	Financial Guarantee issued by the Company to maintain Debt Service Reserve Account (DSRA) on behalf of Krishan Windfarms Developers Private Limited (KWDPL) for loan availed by KWDPL from Bank.	14,518,911	14,518,911
	Shrikhande Consultants Private Limited		
	Corporate Guarantees issued Bank, for overdraft / non fund base limit and office premises of Ahmedabad has been pledged with Bank having WDV INR 22,150,980/- of the said limit	150,000,000	150,000,000
	<b>MITCON Solar Alliance Ltd. ( MSAL)</b>		
	Corporate Guarantees issued to Bank for loan availed by MSAL.	150,000,000	150,000,000

# As the liabilities for gratuity and leave encashment are provided on actuarial basis for the Company as a whole, the amounts pertaining to the KMP are not included above.

35. In accordance with the Accounting Standard (AS -20) on "Earnings Per Share", computation of basic and diluted earnings per share is as under:

	Particulars	Year ended	
		31 <sup>st</sup> March, 2021 INR	31 <sup>st</sup> March, 2020 INR
<b>A</b>	Earnings for the year		
A.1	Net profit as per statement of profit and loss	(21,111,127)	40,611,149
A.2	Adjustment on account of dividend on preference share and tax thereon	-	-
A.2	Net adjusted loss for Diluted Earnings Per Share from operations	(21,111,127)	40,611,149
<b>B</b>	Weighted average number of equity shares for Earnings Per Share computation		
B.1	Number of shares at the beginning of the year (Nos.)	13,421,526	12,100,000
B.2	Number of shares allotted during the year (Nos.)	-	1,321,526
B.3	Weighted Average Equity Shares allotted during the year	-	854,466
B.4	Number of Potential Equity Shares (Nos) (Refer Note 39 (iv))		
B.5	Weighted average Potential Equity Shares	-	
	Weighted average number of equity shares for		
B.5	(a) Basic Earnings Per Share (B1 + B3) (Nos.)	13,421,526	12,954,466
B.6	(b) diluted Earnings Per Share (B1 + B3 + B5) (Nos.)	13,421,526	12,954,466
<b>C</b>	Earnings per share		
C.1	i) Basic ( A1 / B5 )	(1.57)	3.13
C.2	ii) Diluted ( A1 / B6 )	(1.57)	3.13
<b>D</b>	face value per share	10.00	10.00


**MITCON Consultancy & Engineering Services Limited**  
**Notes Forming Part of Financial Statements**

36. Balances of trade receivables and trade payables are subject to reconciliation and confirmation by respective parties.

**37. Tuition fees received from MKCL**

MITCON is a Training provider to Maharashtra Knowledge Corporation Limited (MKCL) for their MS-CIT and other courses. Fees of these training courses are directly collected by MKCL. On completion of these training programmes Tuition fees are shared by MKCL with the Company as per the Terms of Agreement. However as the Company's share of fees is not independently determinable by the Company prior to actual receipt thereof, these are accounted for on receipt basis.

**38. Commitments**

Particulars	Year ended	
	31 <sup>st</sup> March, 2021 INR	31 <sup>st</sup> March, 2020 INR
Estimated amount of contracts remaining to be executed and not provided for in these accounts (net of advance) in respect of purchase of :		
Tangible Fixed assets	1,524,219	-
Intangible Fixed assets	-	2,592,000

**39. Segment Reporting**

Based on the guiding principle given in the Accounting Standard-17 "Segment Reporting" issued by the Institute of Chartered Accountants of India, the company's Primary Segments are

- Consultancy and Training
- Project Services
- Wind Power Generation

The above business segments have been identified considering:

- The nature of the products/ operation
- The related risks and returns
- The internal financial reporting systems of the organization.

Segment revenue, results, assets and liabilities have been accounted for on the basis of their relationship to the operating activities of the segment and amounts allocated on a reasonable basis.

Particulars	Year ended	
	31 <sup>st</sup> March, 2021 INR	31 <sup>st</sup> March, 2020 INR
Segment Revenue		
Consultancy and Training	159,859,547	315,937,648
Project Services	152,447,572	42,520,000
Wind Power Generation	3,302,520	3,568,650
Revenue from Operations	315,609,639	362,026,298
Segment Results :		
Profit(+)/Loss(-) before tax and interest from each segment		
Consultancy and Training	(78,256,541)	(37,955,364)
Project Services	23,988,531	38,660,920
Wind Power Generation	419,960	900,438
Total Segment Result	(53,848,050)	1,605,994
Unallocable income net of unallocable expenditure	17,661,753	31,855,360
Interest Income	15,693,654	33,315,530
Total	(20,492,643)	66,776,884
Less: Finance Cost	7,560,881	11,273,153
Total Profit Before Tax	(28,053,524)	55,503,731
Less Provision for Tax		
Current Tax	-	15,000,000
Deferred Tax	6,942,397	1,948,977
Excess provision for Taxation of Earlier years	-	(2,056,395)
Profit After Tax	(21,111,127)	40,611,149
Total carrying amount of segment assets		
Consultancy and Training	1,189,839,992	1,204,169,523
Project Services	45,817,878	69,389,304
Wind Power Generation	8,077,050	9,213,800
Total Segment assets	1,243,734,920	1,282,772,627
Total carrying amount of segment liabilities		

Consultancy and Training	194,992,310	201,441,709
Project Services	33,941,438	42,146,441
Wind Power Generation	-	-
Total Segment liabilities	228,933,748	243,588,150
Depreciation & Amortisation		
Consultancy and Training	10,369,478	15,801,608
Project Services	-	-
Wind Power Generation	1,136,750	1,136,750
Total Depreciation & Amortisation	11,506,228	16,938,358

Note: Wind power generation business is subject to Seasonal variations in winds, hence the results for the year are not necessarily comparable with the results of the previous years performance.

40. i) The company has given intercorporate loan to MITCON Sun Power Limited (MSPL) during the year ended 31<sup>st</sup> March, 2021 amounting to INR 36,000,000/- (Previous Year INR 116,000,000/-). During the year MSPL has converted inter corporate loan of INR 116,000,000/- into 0.10% Compulsorily Convertible Debentures of INR 10/- each at par fully paid for consideration other than cash.

ii) During the year Krishna Windfarms Developers Pvt. Ltd. (KWDPL) subsidiary Company has converted inter corporate loan of INR 34,719,380/- into 0.10% Redeemable Debentures of INR 10/- each at par fully paid for consideration other than cash.

Based on certain estimates like future business plans, growth prospects ,the management is of the opinion that above stated inter corporate loans, interest on inter corporate loans and trade receivable are good and recoverable and investment in debenture and equity of the subsidiaries does not require any reduction in value of investment.

41. Para 5 of the Memorandum of Association of MITCON Forum for Social Development (MFSD) prohibits payment or transfer of profit to the member by way of dividend, bonus or otherwise. Para 10 of the Memorandum of Association of MFSD prohibits distribution of remaining assets of the company on winding up or dissolution to the members. As the company will not recover any amount from the investment made in MFSD in future, company has written down the value of investment in MFSD to INR 1/-

42. Provision for current tax is made on the basis of taxable profits computed for the current accounting period in accordance with provisions of the Income Tax Act, 1961. The company has estimated its income tax liabilities according to the Tax Laws. Management makes interpretation in terms of application of tax laws and rules to determine the possible outcome of tax provisions taken. Provision is made for income Tax annually, based on the tax liability computed after considering tax allowances and exemptions.

43. The Board of Directors have proposed final dividend of INR 0.20/- paise per equity share ( 2 %) of INR 10 each for the financial year 2020-21 ( P Y INR 0.20/- paise per Equity Share)

#### 44. Cash and cash equivalents

The Company considers all highly liquid financial instruments, which are readily convertible in to known amounts of cash that are subject to an insignificant risk of change in value and having original maturities of three months or less from the date of purchase, to be cash equivalents. Cash and cash equivalents consist of balances with banks which are unrestricted for withdrawal and usage.

#### 45. Corporate Social Responsibility (CSR) expenditure

As per section 135 of the Companies Act, 2013, amount required to be spent by the Company during the year ended March 31, 2021 is INR 863,502/- computed at 2% of its average net profit for the immediately preceding three financial years, on CSR and unspent amount of INR 862,443 for FY 2020 has been spent during the year.

#### 46. Intangible assets

Intangible assets purchased are measured at cost as of the date of acquisition, as applicable, less accumulated amortisation and accumulated impairment, if any. Intangible assets consist of rights under licensing agreement and software licenses which are amortised over license period which equates the economic useful life ranging between 2-5 years on a straight-line basis over the period of its economic useful life.

47. In the opinion of the Board, current assets / Loans and advances have valued for realisation in the ordinary course of business at least equal to the amount at which they are stated.



#### 48. Current / Non-Current Classification

Any asset or liability is classified as current if it satisfies any of the following conditions:

- 1) the asset/liability is expected to be realized/settled in the Company's normal operating cycle;
- 2) the asset is intended for sale or consumption;
- 3) the asset/liability is held primarily for the purpose of trading;
- 4) the asset/liability is expected to be realized/settled within twelve months after the reporting period;
- 5) the asset is cash or cash equivalent unless it is restricted from being exchanged or used to settle a liability for at least twelve months after the reporting date;
- 6) in the case of a liability, the Company does not have an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

All other assets and liabilities are classified as non-current.

For the purpose of current/non-current classification of assets and liabilities, the Company has ascertained its normal operating cycle as twelve months. This is based on the nature of services and the time between the acquisition of assets or inventories for processing and their realization in cash and cash equivalents.

49. The Company has considered the possible effects that may result from the pandemic relating to COVID-19 on the carrying amounts of property, plant and equipment, Investments, Inventories, receivables and other current assets. Based on the above assessment the Company is of the view that carrying amounts of trade receivables are expected to be realizable. The Company has made detailed assessment of its liquidity position for the next one year. However, uncertainty caused in consultancy business by the current situation has resulted in delays in confirmation of customer orders and in executing the orders in hand and an increase in lead times in sourcing new business. The Consultancy & Training segment has been affected due to this pandemic and shall continue for next one year.

Management believes that it has taken into account all the possible impact of known events arising from COVID 19 pandemic in the preparation of the standalone financial results. However, the impact assessment of COVID 19 is a continuing process given the uncertainties associated with its nature and duration. The company will continue to monitor any material changes to future economic conditions.

50. Previous year figures are given in the brackets. Previous year's figures have been re-grouped, reclassified and re-arranged wherever considered necessary to make them comparable with current year's figures.

See Accompanying Notes (1 to 50) Forming Integral Part of the Financial Statements

For and on behalf of the Board

**Sd/**  
**Anand Chalwade**  
Director & CEO  
DIN: 02008372

**Sd/**  
**Dr. Pradeep Bavadekar**  
Managing Director  
DIN: 00879747

**Sd/**  
**Ram Mapari**  
Chief Financial Officer

**Sd/**  
**Ankita Agarwal**  
Company Secretary  
M No. A49634

**Dated: 7<sup>th</sup> June 2021**  
**Place: Pune**





## ► Independent Auditor's Report

To the Members of  
**MITCON Consultancy & Engineering Services Limited**

### Report on the Audit of the Consolidated Financial Statements

#### ► Opinion

We have audited the accompanying consolidated financial statements of **MITCON Consultancy & Engineering Services Limited** (hereinafter referred to as "the Holding Company") its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group") and its an Associate comprising of the Consolidated Balance Sheet as at March 31, 2021 , the Consolidated Statement of Profit and Loss and the Consolidated Cash Flow Statement for the year then ended, notes to the Consolidated Financial Statements and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the Consolidated Financial Statements").

In our opinion and to the best of our information and according to the explanations given to us, and based on the consideration of reports of other auditors on separate financial statements of the subsidiaries and an associate referred to in the Other Matters section below, the aforesaid Consolidated Financial Statements give the information required by the Companies Act, 2013 (the 'Act') in the manner so required and give a true and fair view in conformity with the accounting standards prescribed under section 133 of the Act , as amended and other accounting principles generally accepted in India, of the consolidated state of affairs of the Group as at March 31st, 2021 , of consolidated loss, and its consolidated cash flows for the year ended on that date .

#### ► Basis for Opinion

We conducted our audit of the Consolidated Financial Statements in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Group and its an Associate in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the ethical requirements that are relevant to our audit of the Consolidated Financial Statements under the provisions of the Act and the rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and ICAI's code of ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our opinion on the Consolidated Financial Statements.

#### ► Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the Consolidated Financial Statements of the current period. These matters were addressed in the context of our audit of the Consolidated Financial Statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

The auditor determines that there are no key audit matters during the year.

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

The Holding Company's Board of Directors is responsible for the preparation of the other information. The other information included in the Annual Report comprises the Board's Report, Corporate Governance Report, including Annexures to Board's Report, but does not include the Consolidated Financial Statements and our Auditor's Report thereon. These reports are expected to be made available to us after the date of our Auditor's Report.

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

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



we read the other information included in the above reports, if we conclude that there is material misstatement therein, we are required to communicate the matter to those charged with governance and determine the actions under the applicable laws and regulations.

### ► Responsibilities of Management for the Consolidated Financial Statements

The Holding Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to preparation and presentation of these Consolidated Financial Statements that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the Group and its an Associate in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Act. The respective Board of Directors of the companies included in the Group and of its an associate are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and its an Associate ; 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 the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Consolidated Financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the Consolidated Financial Statements by the Directors of the Parent Company, as aforesaid.

In preparing the Consolidated Financial Statements , the respective Board of Directors of the companies included in the Group and of its an associate are responsible for assessing the ability of the Group and of its an associate 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 Group and its an associate or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group and of its an associate are responsible for overseeing the financial reporting process of the Group and of its an associate.

### ► Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the Consolidated 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 aggregate, they could reasonably be expected to influence the economic decisions of the users taken on the basis of Consolidated 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 Consolidated Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system 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 ability of the Group and its associates 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 Consolidated 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 Group to cease to continue as a going concern.



- Evaluate the overall presentation, structure and content of the Consolidated Financial Statements, including the disclosures, and whether the Consolidated Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the Consolidated Financial Statements. We are responsible for the direction, supervision and performance of the audit of the financial statements of such entities included in the Consolidated Financial Statements of which we are the independent auditors. For the other entities included in the Consolidated Financial Statements, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

We communicate with those charged with governance of the Holding Company included in the Consolidated Financial Statements of which we are the independent auditors 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 Consolidated 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.

#### ► Other Matter

We did not audit the financial statements of the 3 subsidiaries whose financial statements reflect total assets of INR 13,506.98 lakhs (INR 14,568.90 lakhs), total revenue of INR 2,909.96 lakhs (INR 2,575.17 lakhs), total net profit /(loss) after tax of INR 97.17 lakhs (INR 214.41 lakhs) and net cash outflows amounting to INR 140.97 lakhs (INR 56.43 lakhs) for the year ended on that date, as considered in the Consolidated Financial Statements. The Consolidated Financial Statements also include the Group's share of net loss of INR 0.08 lakhs (INR 0.46 lakhs) for the year ended March 31, 2021 in respect of an associate company whose financial statements have not been audited by us. These financial statements have been audited by other auditors whose reports have been furnished to us by the Management, and our opinion on the Consolidated Financial Statements insofar as it relates to the amounts and disclosures included in respect of the 3 subsidiaries and an associate company and our report in terms of sub-sections (3) of Section 143 of the Act insofar as it relates to the aforesaid 3 subsidiaries and an associate company, is based solely on the reports of the other auditors.

Our opinion on the Consolidated Financial Statements above and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors.

#### ► Report on Other Legal and Regulatory Requirements

As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Act, based on the comments in the auditors' reports of the Holding company, subsidiary companies, an associate company incorporated in India, we give in the Annexure a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable. As required by Section 143(3) of the Act, based on our audit and on the consideration of the reports of other auditors on separate financial statements of 3 subsidiaries and an associate company incorporated in India, referred in the Other Matters paragraph above we report, to the extent applicable, that:

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid Consolidated Financial Statements.
- b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid Consolidated Financial Statements have been kept so far as it appears from our examination of those books and the reports of the other auditors.
- c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss and the Consolidated Cash Flow Statement dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the Consolidated Financial Statements.
- d) In our opinion, the aforesaid Consolidated Financial Statements comply with the Accounting Standards specified under Section 133 of the Act read with Rule 7 of the Companies (Accounts) Rules, 2014.



- e) On the basis of the written representations received from the directors of the Holding Company as on 31<sup>st</sup> March, 2021 taken on record by the Board of Directors of the Holding Company and the reports of the statutory auditors of its subsidiary companies and an associate company incorporated in India, none of the directors of the Group companies and its an associate company incorporated in India is disqualified as on 31<sup>st</sup> March, 2021 from being appointed as a director in terms of Section 164 (2) of the Act.
- f) With respect to the adequacy of the internal financial controls over financial reporting and the operating effectiveness of such controls, refer to our separate Report in “Annexure A”, which is based on the auditors’ reports of the Holding company, subsidiary companies and an associate company incorporated in India. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of internal financial controls over financial reporting of those companies.
- g) With respect to the other matters to be included in the Auditor’s Report in accordance with the requirements of section 197(16) of the Act, as amended. In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid/provided by the Holding Company to its directors during the year is in accordance with the provisions of and limit laid down under section 197 read with schedule V of the Act.
- 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 Auditor’s) Rules, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us:
- i. The Consolidated Financial Statements disclose the impact of pending litigations on the consolidated financial position of the Group and an associate company.
  - ii. The Group and an associate company did not have any material foreseeable losses on long-term contracts including derivative contracts.
  - iii. There were no amounts required to be transferred to the Investor Education and Protection Fund by the Company.

**For J Singh & Associates**  
**Chartered Accountants**  
**(Firm Reg. No: 110266W)**

**Sd/-**  
**(CA. S. P. Dixit)**  
**(Partner)**  
**(Membership No.: 041179).**  
**UDIN: 21041179AAAADJ6848**

**Place: Pune**  
**Dated: 7<sup>th</sup> June, 2021.**



## ▶ **Annexure “A” To the Independent Auditors’ Report**

The Annexure referred to in paragraph (f) under ‘Report on Other Legal and Regulatory Requirements’ section of our report of even date)

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

In conjunction with our audit of the Consolidated Financial Statements of the Group as of and for the year ended 31st March, 2021, we have audited the internal financial controls over financial reporting of **MITCON Consultancy & Engineering Services Limited** (“the Company” or “the Holding Company”), its subsidiary companies and its an associate company, which are companies incorporated in India, as of that date.

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

The respective Board of Directors of the Holding Company, its Subsidiary companies and its an associate company 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 of the Holding Company, its subsidiary companies and its an associate company which are incorporated in India, 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”) issued by the Institute of Chartered Accountants of India and the Standards on Auditing prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. 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 were 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 and the audit evidence obtained by the other auditors of the subsidiary companies and an associate company, which are companies incorporated in India, in terms of their reports referred to in the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls system over financial reporting of the Holding company , its subsidiary companies and its an associate company, which are companies incorporated in India.

#### **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 standalone 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 standalone financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with authorisations 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 standalone 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.

### **Opinion**

In our opinion, to the best of our information and according to the explanations given to us and based on the reports of the other auditors referred to in Other matters, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31<sup>st</sup> March, 2021, based on the criteria for internal financial controls 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.

### **Other Matter**

Our aforesaid report under Section 143(3) (i) of the Act on the adequacy and operating effectiveness of the internal financial controls over financial reporting in so far as it relates to Six (6) subsidiary companies and an associate company, which are companies incorporated in India, is based solely on the corresponding reports of the auditors of such companies incorporated in India. Our opinion is not modified in respect of the above matters.

**For J Singh & Associates**  
**Chartered Accountants**  
**(Firm Reg. No: 110266W)**

**Sd/-**  
**(CA. S. P. Dixit)**  
**(Partner)**  
**(Membership No.: 041179).**  
**UDIN: 21041179AAAADJ6848**

**Place: Pune**  
**Dated: 7<sup>th</sup> June, 2021.**

**Consolidated Balance Sheet As At 31<sup>st</sup> March, 2021**

Particulars		Note No.	As at 31 <sup>st</sup> March, 2021 INR	As at 31 <sup>st</sup> March, 2020 INR
<b>I EQUITY AND LIABILITIES</b>				
(1)	<b>Shareholders' Funds</b>			
	(a) Share Capital	2	134,215,260	134,215,260
	(b) Reserves and Surplus	3	775,191,906	808,504,982
			<b>909,407,166</b>	<b>942,720,242</b>
(2)	<b>Minority Interest</b>		<b>86,337,202</b>	<b>80,854,530</b>
(3)	<b>Non-Current Liabilities</b>			
	(a) Long Term Borrowings	4	689,972,990	619,293,579
	(b) Deferred Tax Liabilities (Net)	5	6,248,106	13,771,587
	(c) Other Long Term Liabilities	6	11,107,858	11,107,858
	(d) Long Term Provisions	7	6,018,442	4,919,830
			<b>713,347,396</b>	<b>649,092,854</b>
(4)	<b>Current Liabilities</b>			
	(a) Trade Payables	8		
	i) Total outstanding dues of micro enterprises and small enterprises		1,980,878	1,074,581
	ii) Total outstanding dues of creditors other than micro enterprises and small enterprises		110,035,313	139,023,860
	(b) Other Current Liabilities	9	115,335,521	100,530,369
	(c) Short-Term Provisions	10	25,953,346	9,493,699
			<b>253,305,058</b>	<b>250,122,509</b>
	<b>Total</b>		<b>1,962,396,822</b>	<b>1,922,790,135</b>
<b>II ASSETS</b>				
(1)	<b>Non-Current Assets</b>			
	(a) Property, Plant & Equipment			
	(i) Tangible Assets	11	960,449,918	979,665,975
	(ii) Intangible Assets	11	27,892,812	30,557,944
	(iii) Goodwill on Consolidation		50,396,325	50,396,325
			<b>1,038,739,055</b>	<b>1,060,620,244</b>
	(b) Deferred Tax Assets (Net)	12	28,298,567	27,012,658
	(c) Non-Current Investments	13	53,939,744	53,859,438
	(d) Long Term Loans and Advances	14	111,693,224	103,942,530
			<b>193,931,535</b>	<b>184,814,626</b>
(2)	<b>Current Assets</b>			
	(a) Inventory	14	18,658,244	66,617,257
	(b) Trade Receivables	15	348,867,006	369,360,614
	(c) Cash and Bank Balances	16	276,640,601	115,929,535
	(d) Short-Term Loans and Advances	17	83,497,243	123,931,177
	(e) Other Current Assets	18	2,063,138	1,516,682
			<b>729,726,232</b>	<b>677,355,265</b>
	<b>Total</b>		<b>1,962,396,822</b>	<b>1,922,790,135</b>

See Accompanying Notes (1 to 47) Forming Integral Part of The Financial Statements  
 In Terms of Our Report of Even Date

**For J Singh & Associates**

Chartered Accountants  
 Firm Reg No.110266W

Sd/-

S P Dixit

Partner

Membership No.: 041179

UDIN: 21041179AAAADJ6848

Dated: 7th June 2021

Place: Pune

**For and on behalf of the Board**

Sd/-

Mr. Anand Chawade

Director & CEO

DIN: 02008372

Sd/-

Mr. Ram Mapari

Chief Financial Officer

Sd/-

Dr. Pradeep Bavadekar

Managing Director

DIN:00879747

Sd/-

Ms. Ankita Agarwal

Company Secretary

M No. A49634



**MITCON Consultancy & Engineering Services Limited**  
 CIN - L74140PN1982PLC026933

**Consolidated Statement of Profit And Loss for the Year Ended 31<sup>st</sup> March, 2021**

Particulars	Note No.	For the Year Ended 31 <sup>st</sup> March, 2021 INR	For the Year Ended 31 <sup>st</sup> March, 2020 INR
Revenue from Operations	20	606,925,793	608,761,459
Other Income	21	29,073,563	28,957,114
<b>Total Revenue</b>		<b>635,999,356</b>	<b>637,718,573</b>
<b>Expenses:</b>			
Operating Costs	22	261,379,445	200,956,994
Employee Benefit Expense	23	182,563,441	161,195,185
Finance Costs	24	77,114,787	81,430,085
Depreciation Expense	11	48,949,584	57,787,286
Other Expenses	25	82,796,302	108,264,817
<b>Total Expenses</b>		<b>652,803,559</b>	<b>609,634,367</b>
<b>Profit/(Loss) Before Tax</b>		<b>(16,804,203)</b>	<b>28,084,206</b>
<b>Tax Expense:</b>			
(1) Current Tax		3,719,951	15,000,000
(2) Deferred Tax (Net)		(8,809,389)	(8,657,322)
(3) Excess provision of Taxation of Earlier years		-	(2,056,395)
		<b>(5,089,438)</b>	<b>4,286,283</b>
<b>Profit/(Loss) after tax</b>		<b>(11,714,765)</b>	<b>23,797,923</b>
(before adjustment for minority interest)			
Less: Share of profit of minority interest transferred (Ref. note 1.2 (d))		(1,222,615)	(2,698,834)
Less: Share of profit transferred to minority		(4,260,057)	(7,280,120)
<b>Profit / (Loss) after tax</b>		<b>(17,197,437)</b>	<b>19,216,637</b>
(after adjustment for minority interest)			
Less : Share in Loss of Associates		<b>(808,048)</b>	<b>(46,684)</b>
<b>Profit / (Loss) for the year</b>		<b>(18,005,485)</b>	<b>19,169,953</b>
<b>Earnings per equity share (Face value INR. 10/-)</b>			
Basic	32	<b>(1.34)</b>	<b>1.48</b>
Diluted	32	<b>(1.34)</b>	<b>1.48</b>

See Accompanying Notes (1 to 47) Forming Integral Part of The Financial Statements  
 In Terms of Our Report of Even Date

**For J Singh & Associates**  
 Chartered Accountants  
 Firm Reg No.110266W

Sd/-  
**S P Dixit**  
 Partner  
 Membership No.: 041179  
 UDIN: 21041179AAAADJ6848

**For and on behalf of the Board**

Sd/-  
**Mr. Anand Chawade**  
 Director & CEO  
 DIN: 02008372

Sd/-  
**Mr. Ram Mapari**  
 Chief Financial Officer

Sd/-  
**Dr. Pradeep Bavadekar**  
 Managing Director  
 DIN:00879747

Sd/-  
**Ms. Ankita Agarwal**  
 Company Secretary  
 M No. A49634

**Dated: 7<sup>th</sup> June 2021**  
**Place: Pune**





**MITCON Consultancy & Engineering Services Limited**  
CIN - L74140PN1982PLC026933

**Consolidated Cash Flow Statement for the Year Ended 31<sup>st</sup> March, 2021**

Particulars	Year Ended 31st March, 2021		Year Ended 31st March, 2020	
	INR	INR	INR	INR
<b>A CASH FLOW FROM OPERATING ACTIVITIES</b>				
Profit / (Loss) before tax:		(16,804,203)		28,084,206
Adjustments for:				
Depreciation & Amortisation	48,949,584		57,787,286	
Finance Costs	77,114,787		81,430,085	
Interest income	(11,418,805)		(4,674,879)	
		114,645,566		134,542,492
<b>Operating profit before Working Capital changes</b>		97,841,363		162,626,698
Adjustments for changes in Working capital:				
Long term Loans and advances	(7,750,694)		(66,194,272)	
Inventory	47,959,013		(66,617,257)	
Trade Receivables	20,493,608		(200,994,569)	
Short term Loans and advances	(21,630,924)		(7,853,843)	
Other current assets	(546,456)		(1,348,701)	
Other long term liabilities	-		(2,884,384)	
Long term Provisions	1,098,612		(819,889)	
Trade Payables	(28,082,250)		607,39,501	
Other current liabilities	14,805,152		2,9,413,248	
Short term Provisions	16,459,646	42,805,707	(2,173,799)	(258,733,965)
Cash generated from operations		140,647,070		(96,107,267)
Income taxes paid / (refund) / [NET]		52,456,852		(57,827,460)
<b>Net Cash flow from Operating Activities</b>		193,103,922		(153,934,727)
<b>B CASH FLOW FROM INVESTING ACTIVITIES</b>				
<u>Fixed Assets:</u>				
Purchase of Fixed Assets	(39,688,739)		(9,181,240)	
Purchase of Fixed Assets through Acquisition of stake in Subsidiaries	-		(11,743,996)	
Capital WIP	-		499,730	
Sale proceeds of Fixed Assets	5,753,061		-	
<u>Investments:</u>				
Purchase / Sale of Investment - Non Current	(6,371,026)		(47,626,324)	
Sale proceeds / Conversion of investment	5,482,672		12,375,462	
Interest income	11,418,805		4,674,879	
<b>Net Cash from / (used) in investing activities</b>		(23,405,227)		(51,001,489)
<b>C CASH FLOW FROM FINANCING ACTIVITIES</b>				
Issue of Shares (including share premium)	-		68,719,352	
Minority Interest on acquisition of SCPL	-		59,553,364	
Long Term Borrowings	70,679,411		179,537,403	
Finance Cost	(77,114,787)		(81,430,085)	
Dividend & tax on Dividend paid	(2,552,253)		(14,618,562)	
<b>Net Cash flow from/(used) in financing activities</b>		(8,987,629)		211,761,472
<b>D NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS</b>		160,711,066		6,825,256
Cash and Cash Equivalents (Opening balance)		115,929,535		109,104,279
<b>Cash and Cash Equivalents (Closing balance)</b>		276,640,601		115,929,535

**Note:**

- 1) Figures in brackets represent outflows of cash and cash equivalents.



## Consolidated Cash Flow Statement for the Year ended 31<sup>st</sup> March, 2021 (Continued...)

### 2) Cash and cash equivalents comprise of:

Particulars	As at 31 <sup>st</sup> March, 2021 INR	As at 31 <sup>st</sup> March, 2020 INR
<b>Cash and cash equivalents</b>		
Cash on hand	846,809	675,111
Cheques, drafts on hand	-	-
Balance with Bank		
<b>Balances with banks</b>		
Balances with banks (including deposits with less than 3 months maturity)	170,282,303	45,514,978
<b>Other bank balances</b>		
- Deposits with maturity of more than 3 months but less than 12 months	27,819,818	-
- Margin Money for Bank Guarantees	77,691,671	67,646,854
- Earmarked balances	-	2,092,592
<b>Total</b>	<b>276,640,601</b>	<b>115,929,535</b>

See Accompanying Notes (1 to 47) Forming Integral Part of The Financial Statements  
In Terms of Our Report of Even Date

**For J Singh & Associates**  
Chartered Accountants  
Firm Reg No.110266W

**For and on behalf of the  
Board**

Sd/-  
S P Dixit  
Partner  
Membership No.: 041179  
UDIN: 21041179AAAADJ6848

Sd/-  
Mr. Anand Chalwade  
Director & CEO  
DIN: 02008372

Sd/-  
Dr. Pradeep Bavadekar  
Managing Director  
DIN:00879747

Dated: 7<sup>th</sup> June 2021  
Place: Pune

Sd/-  
Mr. Ram Mapari  
Chief Financial Officer

Sd/-  
Ms. Ankita Agarwal  
Company Secretary  
M No. A49634

## Significant Accounting Policies and Notes Forming Part of the Financial Statements

### NOTE 1 SIGNIFICANT ACCOUNTING POLICIES

#### 1.1. Basis of preparation of financial statements

These financial statements have been prepared in accordance with the generally accepted accounting principles in India under the historical cost convention. The financial statements have been prepared to comply in all material respects with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 and the Companies (Accounting Standards) Amendment Rules 2016 and the relevant provisions of the Companies Act, 2013

The financial statements are prepared under the historical cost convention, on an accrual basis of accounting and recognises income and expenditure on accrual basis except for those items with significant uncertainties. The accounting policies applied are consistent with those used in the previous year. The financial statements comprises the financial statement of the Company and its subsidiaries (the Company and its subsidiaries together referred to as “the Group”) and its associate.

#### 1.2. Principles of Consolidation

Group Companies included for Consolidation -					
List of subsidiaries included in consolidation and the parent company's shareholding are as under:					
Sr. No.	Name	Country of Incorporation	% Holding*	Immediate Parent Company	Year of Financial Statements
1	MITCON Sun Power Limited (MSPL)	India	100%	MITCON Consultancy and Engineering Services Limited	1 <sup>st</sup> April 2020 to 31 <sup>st</sup> March 2021
2	Krishna Windfarms Developers Private Limited (KWDPL) (Refer note 39(i))	India	100%	MITCON Consultancy and Engineering Services Limited	1 <sup>st</sup> April 2020 to 31 <sup>st</sup> March 2021
3	MITCON Trusteeship Services Limited (MTSPL)	India	100%	MITCON Consultancy and Engineering Services Limited	1 <sup>st</sup> April 2020 to 31 <sup>st</sup> March 2021
4	MITCON Advisory Services Private Limited (Previously known as MITCON Valuers and Advisors Private Ltd)	India	100%	MITCON Consultancy and Engineering Services Limited	1 <sup>st</sup> April 2020 to 31 <sup>st</sup> March 2021
5	MITCON Solar Alliance Limited (MSAL)	India	73.28%	MITCON Sun Power Limited	1 <sup>st</sup> April 2020 to 31 <sup>st</sup> March 2021
6	Shrikhande Consultants Private Limited	India	51.00%	MITCON Consultancy and Engineering Services Limited	1 <sup>st</sup> April 2020 to 31 <sup>st</sup> March 2021
7	MITCON Envirotech Limited	India	100.00%	MITCON Consultancy and Engineering Services Limited	28 <sup>th</sup> January 2021 to 31 <sup>st</sup> March 2021
8	MSPL Unit 1 Limited	India	100.00%	MITCON Sun Power Limited	18 <sup>th</sup> December 2020 to 31 <sup>st</sup> March 2021
9	MSPL Unit 2 Private Limited	India	100.00%	MITCON Sun Power Limited	22 <sup>nd</sup> December 2020 to 31 <sup>st</sup> March 2021
10	MSPL Unit 3 Private Limited	India	100.00%	MITCON Sun Power Limited	22 <sup>nd</sup> December 2020 to 31 <sup>st</sup> March 2021
11	MITCON Impact Asset Management Private Limited	India	100.00%	MITCON Sun Power Limited	28 <sup>th</sup> September 2020 to 31 <sup>st</sup> March 2021
* including holding through subsidiary companies					
Associates included in consolidation and the parent company's shareholding is as under:					
Sr. No.	Name	Country of Incorporation	% Holding*	Immediate Parent Company	Year of Financial Statements
1	MITCON Insolvency Professional Private Limited (Previously Versatile Insolvency Professional Services Private Limited)	India	49%	MITCON Consultancy and Engineering Services Limited	1 <sup>st</sup> April 2020 to 31 <sup>st</sup> March 2021



The consolidated financial statements have been prepared on the following basis

- a) The financial statements of the Company have been combined on line - by - line basis by adding together the book value of like items of assets, liabilities, income and expenses of the Subsidiary Companies after fully eliminating intra-group balances, intra-group transactions and unrealised profit or loss as per Accounting Standard (AS-21) - Consolidated Financial Statements issued by The Institute of Chartered Accountants of India.
- b) The goodwill on consolidation is recognised in the consolidated financial statements. It represents the excess of cost of acquisition / carrying value of investment in Consolidated financial statements, at each point of time of making the investment in the subsidiary over Group's share in the net worth of a subsidiary and an associate as per Accounting Standard (AS) 21 "Consolidated Financial Statements". For this purpose, the Group's share of net worth is determined on the basis of the latest financial statements, prior to the acquisition, after making necessary adjustments for material events between the date of such financial statements and the date of respective acquisition. Goodwill arising on consolidation is not amortised but tested for impairments.
- c) The Consolidated Financial Statements have been prepared using uniform accounting policies for like transactions and other events in similar circumstances and are presented to the extent possible in the same manner, as the Company's Financial Statements
- d) Minority Interest in the net Income and net Assets of the Consolidated Financial Statements is computed and shown separately. As per Para 26 of AS - 21 'Consolidated Financial Statements', the excess loss, and any further losses applicable to the minority, are adjusted against the majority interest except to the extent that the minority has a binding obligation to, and is able to, make good the losses. If the subsidiary subsequently reports profits, all such profits are allocated to the majority interest until the minority's share of losses previously absorbed by the majority has been recovered.
- e) Investment in associate company has been accounted for under the Equity method as per Accounting Standard (AS) 23 - Accounting for Investments in Associates in Consolidated Financial Statements issued by the Institute of Chartered Accountants of India
- f) **Group Company not included for Consolidation –**

Sr. No.	Name	Country of Incorporation	% Holding	Immediate Parent Company	Year of Financial Statements
1	MITCON Forum for Social Development (MFSD)	India	100%	MITCON Consultancy and Engineering Services Limited	1 <sup>st</sup> April 2020 to 31 <sup>st</sup> March 2021

MITCON Forum for Social Development (MFSD), a Section 8 Company being wholly owned subsidiary, has been excluded from consolidation pursuant to Section 129 and Section 133 of the Companies Act 2013 read with Accounting Standard (AS) 21 "Consolidated Financial Statements" Para 11 which states that a subsidiary should be excluded from consolidation when it operates under severe long-term restrictions which significantly impair its ability to transfer funds to the parent.

Para 5 of the Memorandum of Association of MFSD prohibits payment or transfer of profit to the member by way of dividend, bonus or otherwise. Para 10 of the Memorandum of Association of MFSD prohibits distribution of remaining assets of the company on winding up or dissolution to the members.

### 1.3. Revenue Recognition

- a) Revenue from Consultancy / Project Services / Incubation / Environment Laboratory Services is recognised as per the terms of the specific contracts / work orders over time by measuring progress towards satisfaction of performance obligations for the services rendered.
- b) Revenue from training programs is accounted as follows: -
  - I. Fees from the participants are accounted based on percentage completion of tenure of training program
  - II. Revenue from Government sponsored training programs is recognized on completion of training program
  - III. Revenue from training activities conducted on behalf of Maharashtra Knowledge Corporation Limited (MKCL), being not reasonably determinable, is recognised on Accrual basis- on proportionate completion method unless stated otherwise.



- c) Revenue from Wind energy generation & Solar power generation is recognised based on units generated and / or utilized by the customers. (Net of rebate)
- d) Revenue from annual fees for trusteeship services and servicing fees are recognised, on a straight line basis, over the period when services are performed.
- e) Interest income is recognised on a time proportion basis.
- f) Dividend income is recognised only when the company's right to receive the dividend is established.
- g) Lease rented income is accounted on straight line basis over the lease terms

#### 1.4. Use of Estimates

Estimates and assumptions used in the preparation of the financial statements are based on management's evaluation of the relevant facts and circumstances as of date of the Financial Statements, which may differ from the actual results at a subsequent date. Any revision to accounting estimates is recognized prospectively in current and future period. When estimates indicate that a loss will be incurred, the loss is provided for in the period in which the loss becomes probable.

#### 1.5. Property, Plant & Equipment and Intangible Assets

- i. The company has adopted Cost Model to measure the gross carrying amount of fixed assets.
- ii. Tangible Fixed assets are stated at cost of acquisition less accumulated depreciation. Cost includes the purchase price and all other attributable costs incurred for bringing the asset to its working condition for intended use.
- iii. Intangible assets are stated at the consideration paid for acquisition and customisation thereof less accumulated amortisation. Grid Connectivity rights acquired by the group, the value of which is not expected to diminish in the foreseeable future are capitalized and recorded in the balance sheet at cost of acquisition.
- iv. Assets under construction or pending installation not yet ready for intended use are classified as Capital Work in Progress (CWIP).
- v. Cost of Intangible Assets not ready for use before the balance sheet date is disclosed as Intangible Assets under Development.

#### 1.6 Depreciation / Amortisation

- a) Depreciation on tangible fixed assets has been provided on straight line method over the estimated useful life of the asset in the manner prescribed in Schedule II of the Companies Act, 2013, except –
  - Wind Turbine Generator which is depreciated over 20 years as per technical evaluation by manufacturer
  - Solar generation plant which is depreciated over 25 years as per technical evaluation carried out by the management from expert and relied by the management
  - Non-carpeted roads are depreciated over 2 years as per management estimate
- b) Intangible assets
  - Being cost of Software capitalised is amortised over a period of three years.
  - Useful life of Grid Connectivity Rights are determined based on the life of the underlying tangible asset being Solar Power Plant and the perpetual rights secured by the group for use of Grid Connectivity facility. Based on the above, these Rights are amortised on straight-line method over the useful life of the solar power plant being estimated at 25 years.
- c) Residual value for all tangible assets except freehold land is considered @1% of cost except in case of non-carpeted road where it is considered @ 0.025% of cost

#### 1.7 Impairment of Assets

An asset is treated as impaired when the carrying cost of an asset exceeds its recoverable value. An impairment loss is charged to the Statement of Profit and Loss in the year in which an asset is identified as impaired. The impairment loss recognised in prior period is reversed if there has been a change in the estimate of the recoverable amount.



Goodwill arising on consolidation is not amortised but tested for impairment annually.

### 1.8 Government Grants

- a) Government grants in the nature of promoters' contribution are credited to Capital Grants under Reserves and Surplus and treated as a part of shareholders' funds. Utilisation thereof is as per covenants of grants received.

Such grants are reduced to the extent of utilisation thereof and depreciation charged and loss on sale or discard of fixed assets purchased there from.

Balance remaining in the Grant after completion of its intended purpose, is transferred to General Reserve. (Grant repayable on Demand shown as current liability)

- b) Government Grants related to Specific Fixed Assets are recognised when there is reasonable assurance that -
- i) the company will comply with the conditions attached to them, and
  - ii) the grant / subsidy will be received.

Such Grants are considered as a part of the total outlay of acquisition of the asset and accordingly, the same is reduced from value of the asset in accordance with para 8.3 of the Accounting Standard - 12 "Accounting for Government Grants"

### 1.9 Operating Lease

Operating lease payments are recognized as an expense in the Statement of Profit and Loss and Operating lease receipts are recognized as an income in the Statement of Profit and Loss.

### 1.10 Investments

- i) Long term investments are stated at cost. Provision for diminution in the value of long-term investment is made only if such decline is other than temporary.
- ii) Current investments are stated at lower of cost or market value. The determination of carrying amount of such investment is done on the basis of specific identification.

### 1.11 Retirement Benefits

#### a) Short Term Employee Benefits:

All employee benefits payable within twelve months of rendering the service are classified as short term benefits. Such benefits include salaries, wages, bonus, short term compensated absences, awards, ex-gratia, performance pay etc. and the same are recognised in the period in which the employee renders the related service.

#### b) Employment Benefits:

##### i) Defined Contribution Plans:

The company has Defined Contribution Plans for post-employment benefit in the form of Provident Fund / Pension Fund which are administered by the Regional Provident Fund Commissioner. Provident Fund / Pension Fund are classified as defined contribution plans as the company has no further obligation beyond making contributions. The company's contributions to defined contribution plans are charged to the Statement of Profit and Loss as and when incurred.

##### ii) Defined Benefits Plans:

###### a. Funded Plan:

The company has Defined Contribution Plans for post-employment benefit in the form of Provident Fund / Pension Fund which are administered by the Regional Provident Fund Commissioner. Provident Fund / Pension Fund are classified as defined contribution plans as the company has no further obligation beyond making contributions. The company's contributions to defined contribution plans are charged to the Statement of Profit and Loss as and when incurred.

###### b. Non Funded Plan:

The company has defined benefit plan for the employment benefit in the form of leave encashment for the employees. Liability for above defined benefit plan is provided on the basis of the valuation as at the Balance Sheet date carried out by an independent actuary. The actuarial method used for measuring the liability is the Projected Unit Credit Method.



- iii) The actuarial gains and losses arising during the year are recognized in the Statement of Profit and Loss for the year without resorting to any amortization.

### 1.12 Income Tax

#### a) **Current Taxation:**

Provision for current tax is made on the basis of taxable profits computed for the current accounting period in accordance with provisions of the Income Tax Act, 1961

Provision is made for income Tax annually, based on the tax liability computed after considering tax allowances and exemptions.

#### b) **Deferred Tax**

Deferred tax is recognised, subject to consideration of prudence in respect of deferred tax assets, on timing difference, being the difference between taxable incomes and accounting income that originate in one period and are capable of reversal in one or more subsequent periods. On consideration of prudence, deferred tax asset is recognised only in respect of accumulated depreciation allowable for tax.

The carrying amount of deferred tax assets is reviewed at each balance sheet date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax assets to be utilized. Deferred tax assets and liabilities are measured at the tax rates that have been enacted or substantially enacted at the balance sheet date.

### 1.13 Earnings Per Share

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

### 1.14 Foreign Currency Transaction

#### i) **Initial Recognition:**

Foreign currency transactions are recorded in the reporting currency, by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transaction.

#### ii) **Exchange Differences:**

Exchange differences arising on the settlement of foreign currency transactions are recognised as income or as expense in the year in which they arise.

### 1.15 Provisions, Contingent Liabilities and Contingent Assets:

Provisions are recognised for liabilities that can be measured only by using a substantial degree of estimation, if

- a) the Company has a present obligation as a result of a past event,
- b) a probable outflow of resources is expected to settle the obligation; and
- c) the amount of the obligation can be reliably estimated.

Reimbursement expected in respect of expenditure required to settle a provision is recognised only when it is virtually certain that the reimbursement will be received.

**Contingent Liability** is disclosed in case of

- a) a present obligation arising from past events, when it is not probable that an outflow of resources will be required to settle the obligations;
- b) a present obligation arising from past events, when no reliable estimate is possible; and
- c) a possible obligation arising from past events where the probability of outflow of resources is not remote.

**Contingent Assets** are neither recognised, nor disclosed.

Provisions, contingent liabilities and contingent assets are reviewed at each Balance sheet date.

### 1.16 Segment Reporting

The company identifies primary segments based on the dominant source, nature of risks, returns and the internal organization structure. The operating segments are the segments for which separate financial information is available



and for which operating Profit/Loss amounts are evaluated regularly by the Management in deciding how to allocate resource and in assessing performance.

The accounting policies adopted for segment reporting are in line with the accounting policies of the Company. Segment revenue, segment expenses, segment assets and segment liabilities have been identified to segments on the basis of their relationship to the operating activities of the segment.

#### **1.17 Cash Flow Statement**

Cash flows are reported using the indirect method, whereby net profit before tax is adjusted for the effects of transactions of a non-cash nature and any deferrals of past or future cash receipts and payments. The cash flows from regular operating, investing and financing activities of the company are segregated

#### **1.18 Dividend**

Dividend is recognised as liability in the period in which it is declared by the Company (usually when approved by shareholders in General Meeting) or paid.

#### **1.19 Borrowing cost** - Borrowing cost includes interest, amortisation of ancillary cost incurred in connection with the arrangement of borrowing and exchange differences arising from foreign currency borrowing to the extent they are regarded as an adjustment to the interest cost.

Borrowing cost, if any, directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalised, if any. All other borrowing cost are expensed in the period in which they occurred

#### **1.20** The inventory of the project consumables are valued at cost.





**MITCON Consultancy & Engineering Services Limited**  
**Notes Forming Part of Consolidated Financial Statements**

**NOTE 2- SHARE CAPITAL**

Particulars	As at 31 <sup>st</sup> March, 2021 INR	As at 31 <sup>st</sup> March, 2020 INR
<b>Authorised:</b>		
25,000,000 Equity Shares of INR 10/- each.	250,000,000	250,000,000
<b>Issued, Subscribed and Paid up:</b>		
13,421,526 (P.Y. 13,421,526) Equity Shares of INR 10/- each fully paid.	134,215,260	134,215,260
<b>Total</b>	<b>134,215,260</b>	<b>134,215,260</b>

**a) Reconciliation of the no. of shares :**

Particulars	As at 31 <sup>st</sup> March, 2021		As at 31 <sup>st</sup> March, 2020	
	No of shares	Amount	No of shares	Amount
No of Equity shares outstanding at the beginning of the year (Face Value of INR 10/-)	13,421,526	134,215,260	12,100,000	121,000,000
Add: Issued during the year	-	-	1,321,526	13,215,260
No of Equity shares outstanding at the end of the year (Face value of INR 10/-)	13,421,526	134,215,260	13,421,526	134,215,260

**b) Rights, preferences and restrictions attached to shares:**

The company has one class of equity shares having a par value of INR 10/- per share. Each equity holder is entitled to one vote per share and have a right to receive dividend as recommended by Board of Directors subject to necessary approval from the shareholders in the ensuing Annual General Meeting. The company declares and pays dividend in Indian Rupees.

In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

**c) Number of Equity shares held by each shareholder holding more than 5% shares in the company are as follows:**

Particulars	Number of shares as at 31 <sup>st</sup> March, 2021 of INR10/-each	% of shares held	Number of shares as at	% of shares held
SIDBI Trustee Company Limited A/c India Opportunities Limited	1,196,000	8.91%	1,638,000	12.20%
ACA IPL Corporate Advisors India Private Limited	1,000,000	7.45%	1,000,000	7.45%
Beesley Consultancy Private Limited	925,068	6.89%	925,068	6.89%
Mukul Mahavir Prasad Agrawal	752,000	5.60%	752,000	5.60%

The Board of Directors at its meeting held on 7<sup>th</sup> June, 2021 have recommended a payment of final dividend of INR 0.20 paise Previous year INR 0.20 /- paise) per equity share of the face value of INR 10/- each for the financial year ended 31<sup>st</sup> March, 2021 if approved.


**MITCON Consultancy & Engineering Services Limited**  
**Notes Forming Part of Consolidated Financial Statements**
**NOTE 3 - RESERVES AND SURPLUS**

Particulars	INR	As at 31 <sup>st</sup> March, 2021 INR	As at 31 <sup>st</sup> March, 2020 INR
<b>Capital Grants :</b>			
<b>Capital Grant Received from :</b>			
1) Ministry of Food Processing Industry, Govt. of India	-	-	3,810.00
Less :- Depreciation for the year	-	-	3,810.00
<b>Closing Balance</b>			
<b>1) Grant received from MSME under ASPIRE scheme (For Upgradation of Technical Business Incubator)</b>			
Opening Balance	815,386	-	1,403,950
Less :- Depreciation for the year	587,871	-	588,564
<b>Closing Balance</b>		227,515	815,386
Revaluation Reserve		-	
<b>Securities Premium :</b>			
As per last Balance Sheet	229,061,910		173,557,818
Add: received during the year			229,061,910
<b>Closing Balance</b>		229,061,910	
<b>General Reserve:</b>			
Opening Balance	91,276,262		91,276,262
Add: Transferred from statement of P & L	9,000,000	-	-
Less : Loss on Property	(6,279,412)	-	-
Closing Balance	-	93,996,850	91,276,262
<b>Surplus in Statement of Profit &amp; Loss</b>			
Opening Balance	487,351,424		482,800,033
Less: Dividend INR 1 per share	(2,471,204)		12,100,000
Less: Dividend distribution tax	(213,101)		2,487,190
Less: Transferred to General Reserve	(9,000,000)		-
Less: Adjustment due to Change in Life of Assets Sch II	-		100,680
Add: Adjustment for interest received for earlier year	132,052		132,052
Add: Adjustment for tax expenses earlier year	(5,888,055)		-
Add: Profit / (Loss) for the year	(18,005,485)		19,169,953
<b>Closing Balance</b>		<b>451,905,631</b>	<b>487,351,424</b>
<b>Total</b>		<b>775,191,906</b>	<b>808,504,982</b>

**NOTE 4 - LONG TERM BORROWINGS**

Particulars	As at 31 <sup>st</sup> March, 2021 INR	As at 31 <sup>st</sup> March, 2020 INR
<b>Secured - From Other</b>		
<b>Term Loan #</b>		
- from banks	670,956,897	544,821,501
- from Financial Institution	19,016,093	19,921,446
- From Others	-	54,550,632
<b>Total</b>	<b>689,972,990</b>	<b>619,293,579</b>



**MITCON Consultancy & Engineering Services Limited**  
**Notes Forming Part of Consolidated Financial Statements**

# Term Loan - Nature of Security	Terms of Repayment
<p>Loan against property from a Bank, Total balance outstanding of INR 63,970,439/- is secured by deposit of titles deeds of office premises of the Company at Kubera Chambers, Shivajinagar, Pune.</p> <p>Top up loan has been availed under Emergency Credit Line Guaranteed Scheme (ECLGS) from the same Bank of INR 13,400,000/- again by hypothecation of office premises at same location.</p>	<p>1) Repayment of principle loan of INR 7 crore @ 9.50% p.a. - in 180 monthly installments starting from 5th December, 2018, last installment due on 5th November, 2033.</p> <p>2) Tenure of the Top Up Loan is 4 years Interest rate 8.25%p.a., loan repayable in 48 installments starting from 5th November 2020 last installment due on 5th October 2025</p>
<p>Term loan from a Bank. Balance outstanding amounting to INR 349,670,723/- &amp; Term Loan from same bank under BBG scheme is availed. Balance outstanding INR 40,241,191/- Top up loan has been availed under Emergency Credit Line Guaranteed Scheme (ECLGS) from the same Bank of INR 75,200,000/-</p> <p>The above loans has been secured by hypothecation by way of first and exclusive charge all present and future book debts and plant &amp; machinery. Further, equitable mortgage by way of first and exclusive charge over Property at Village Mohari, Tal. Jamkhed, District Ahmednagar, Maharashtra</p>	<p>1. Repayment in 120 monthly instalments starting from 7th February 2020 last instalment due on 7th January 2030. Rate of interest 8.35% p.a</p> <p>2. Repayment in 120 monthly instalments starting from 7th August 2020 last instalment due on 7th July 2030. Rate of interest 8.35% p.a</p> <p>3. Repayment in 48 monthly instalments starting from 7th October 2020 last instalment due on 7th September 2024. Rate of interest 8.35% p.a</p>
<p>Term loan from Bank - Balance outstanding amounting to INR 130,283,869/- as on March, 31 2021 (PY -INR 143,176,986/-) secured hypothecation of tariff receivable from M/s Pudumjee Papers Product Ltd. to be credited to the account with the bank and Corporate Guarantee of INR 150,000,000/- given by the Company. Further, hypothecation by way of charge on entire project of 4.90 MV AC Solar Photovoltaic Power Project at village Sonalwadi, Taluka Sangola, District Solapur, Maharashtra along with Building structure and non-carpeted road, Plant &amp; Machinery, Furniture &amp; Fixtures, Electrical installations &amp; Equipment, Grid Connectivity Rights (both present and future) owned and belonging to the Company.</p>	<p>Repayment in 91 monthly instalments starting from 31st October, 2019 (date) last instalment due in March 2027. Rate of interest 10.15% p.a</p>
<p>Loan from Bank is INR 872,411/- against Hypothecation of Car at Mumbai</p>	<p>Repayment in 60 monthly instalments starting from June, 2017 (date) last instalment due in May, 2022. Rate of interest 8.49% p.a</p>
<p>Cash Credit facility from bank, the outstanding amount is INR 48,753,479/- and secured by Book Debts and Corporate Guarantee of the Company</p>	
<p>The loan from bank under the Guaranteed Emergency Credit Line ( GECL) scheme is INR 9,900,000/- and is covered by 100% guarantee from NCGTC (National Credit Guarantee Trustee Company Ltd (Ministry of Finance, Government of India).</p>	
<p>Total Outstanding Loan from a financial institution is INR 20,592,357/- is secured against by deposit of titles deeds of Office premises located in Mumbai</p>	<p>Repayment in 120 monthly instalments starting from June, 2018 (date) last instalment due in May, 2028. Rate of interest 9.75% p.a</p>
<p>Loan from Others is secured against Book debts and Corporate Guarantee given by Holding Company. In addition these loans are secured by personal guarantees by Directors of Shrikhande Consultants Pvt. Ltd.</p>	


**MITCON Consultancy & Engineering Services Limited**  
**Notes Forming Part of Consolidated Financial Statements**
**NOTE 5 - DEFERRED TAX LIABILITY (NET)**
**i) Break up of Deferred Tax Liability as at year end :**

Nature of timing difference	As at 31 <sup>st</sup> March, 2021 INR	As at 31 <sup>st</sup> March, 2020 INR
Provision for Depreciation	16,351,710	16,480,652
<b>Total</b>	<b>16,351,710</b>	<b>16,480,652</b>

**ii) Break up of Deferred Tax Asset as at year end:**

Nature of timing difference	As at 31 <sup>st</sup> March, 2021 INR	As at 31 <sup>st</sup> March, 2020 INR
Provision for Leave Encashment / Gratuity / Doubtful Debts	-	-
Carried forward losses as per Income Tax Act	10,103,604	2,709,065
<b>Total</b>	<b>10,103,604</b>	<b>2,709,065</b>
<b>iii) Net Deferred Tax Liability</b>	<b>6,248,106</b>	<b>13,771,587</b>

**NOTE 6 -OTHER LONG TERM LIABILITIES**

Particulars	As at 31 <sup>st</sup> March, 2021 INR	As at 31 <sup>st</sup> March, 2020 INR
Retention money from vendor	1,107,858	1,107,858
Security deposit (from related party)	10,000,000	10,000,000
<b>Total</b>	<b>11,107,858</b>	<b>11,107,858</b>

**NOTE 7 - LONG TERM PROVISIONS**

Particulars	As at 31 <sup>st</sup> March, 2021 INR	As at 31 <sup>st</sup> March, 2020 INR
Provision for Gratuity	847,425	91,427
Provision for Leave Encashment	5,171,017	4,828,403
<b>Total</b>	<b>6,018,442</b>	<b>4,919,830</b>

**NOTE 8 - TRADE PAYABLES**

Particulars	As at 31 <sup>st</sup> March, 2021 INR	As at 31 <sup>st</sup> March, 2020 INR
Trade Payables		
i) total outstanding dues to Micro Enterprises and Small enterprises	1,980,878	1,074,581
ii) total outstanding dues to creditors other than Micro Enterprises and Small enterprises	-	-
-to related party	6,062,515	60,134
-to others	103,972,798	138,963,726
<b>Total</b>	<b>112,016,191</b>	<b>140,098,441</b>


**MITCON Consultancy & Engineering Services Limited**  
**Notes Forming Part of Consolidated Financial Statements**
**NOTE 9 - OTHER CURRENT LIABILITIES**

Particulars	As at 31 <sup>st</sup> March, 2021 INR	As at 31 <sup>st</sup> March, 2020 INR
<b>Other Payables</b>		
Advance from Customers	5,571,083	3,123,637
Current Maturities of long term loans #	62,911,478	65,452,791
Current Maturities of loans from others	17,350,237	-
Grant repayable on demand - Technology Development Board	-	4,909,125
Interest on loan accrued but not due	3,170,883	5,429,409
Short term advance payable	6,250,000	-
Provident Fund Contribution Employee & Employer	1,805,591	2,710,623
ESIC Payable	10,390	42,385
TDS, ST & GST Payable (Net)	3,984,363	5,925,251
Security Deposits	7,829,539	8,798,350
Other Liabilities	4,927,738	4,138,798
Payable against Capital Account	1,524,219	-
<b>Total</b>	<b>115,335,521</b>	<b>100,530,369</b>

# - For particulars of security and terms of repayment see note 4

**NOTE 10 - SHORT-TERM PROVISIONS**

Particulars	As at 31 <sup>st</sup> March, 2021 INR	As at 31 <sup>st</sup> March, 2020 INR
Provision for Leave Encashment	10,120,985	4,217,195
Provision for Gratuity	15,832,360	5,276,504
<b>Total</b>	<b>25,953,345</b>	<b>9,493,699</b>

**MITCON Consultancy & Engineering Services Limited**  
**Notes to the Consolidated Financial Statements**

**NOTE 11 - PROPERTY, PLANT AND EQUIPMENT**

Particulars	TANGIBLE ASSETS ###												Total
	Land - Freehold	Improvement to Leasehold Properties	Building #	Roads - Non Carpeted	Furniture & Fixture	Plant & Machinery #	Vehicle	Office Equipment	Environment & BT Equipments	Computer & Printers	Electrical Installations & Equipments	Wind Power Project	
<b>COST</b>													
As at April 1, 2019	61,858,210	12,084,654	189,378,230	45,227,682	37,131,823	774,383,715	6,562,402	31,431,872	12,796,638	38,672,227	15,376,873	41,982,900	1,266,887,226
Additions through acquisition of stake	-	-	8,778,957	-	3,842,489	3,023,594	5,765,794	1,411,722	-	6,853,045	-	-	29,675,601
Additions during the year	-	-	-	7,000	106,750	7,050,540	73,211	149,165	157,300	809,869	211,082	-	8,564,917
Disposals / adjustments	-	-	-	-	-	5,838,369	-	345,763	-	1,178,359	-	-	7,362,491
<b>Balance as at March 31, 2020</b>	<b>61,858,210</b>	<b>12,084,654</b>	<b>198,157,187</b>	<b>45,234,682</b>	<b>4,1,081,062</b>	<b>778,619,480</b>	<b>12,401,407</b>	<b>32,646,996</b>	<b>12,953,938</b>	<b>45,156,782</b>	<b>15,587,955</b>	<b>41,982,900</b>	<b>1,297,765,253</b>
As at April 1, 2020	61,858,210	12,084,654	198,157,187	45,234,682	4,1,081,062	778,619,480	12,401,407	32,646,996	12,953,938	45,156,782	15,587,955	41,982,900	1,297,765,253
Additions through acquisition of stake	-	-	-	-	-	-	-	-	-	-	-	-	-
Additions during the year	35,140,000	-	-	6,150	63,692	218,130	-	1,111,949	290,310	2,730,047	22,261	-	39,582,539
Disposals / adjustments	-	-	8,778,957	-	566,120	7,394,139	-	3,692,178	-	14,217,437	-	-	34,648,831
<b>Balance as at March 31, 2021</b>	<b>96,998,210</b>	<b>12,084,654</b>	<b>189,378,230</b>	<b>45,240,832</b>	<b>40,578,634</b>	<b>771,443,471</b>	<b>12,401,407</b>	<b>30,066,767</b>	<b>13,244,248</b>	<b>33,669,392</b>	<b>15,610,216</b>	<b>41,982,900</b>	<b>1,302,698,961</b>
<b>ACCUMULATED DEPRECIATION &amp; IMPAIRMENT</b>													
As at April 1, 2019	-	7,532,148	21,560,206	36,246,524	26,225,023	35,579,331	5,470,627	28,599,770	10,894,739	37,465,357	9,420,666	31,632,350	250,626,741
Additions through acquisition of stake	-	-	2,342,960	-	3,422,971	2,732,453	2,567,972	1,008,452	-	5,856,797	-	-	17,931,605
Depreciation Charge for the year	-	524,010	5,381,302	5,071,250	2,790,585	32,053,604	933,528	1,682,974	539,759	1,052,482	1,184,265	1,136,750	52,350,509
Disposals / adjustments	-	-	-	-	-	488,369	-	208,280	-	1,279,040	-	-	1,975,689
<b>Balance as at March 31, 2020</b>	<b>-</b>	<b>8,056,158</b>	<b>29,284,468</b>	<b>41,317,774</b>	<b>32,438,579</b>	<b>69,877,019</b>	<b>8,972,127</b>	<b>31,082,916</b>	<b>11,434,498</b>	<b>43,095,596</b>	<b>10,604,931</b>	<b>32,769,100</b>	<b>318,933,166</b>
Additions through acquisition of stake	-	-	-	-	-	-	-	-	-	-	-	-	-
Depreciation Charge for the year	-	207,668	5,333,659	2,440,737	2,372,563	30,649,316	760,328	912,571	550,133	948,861	971,866	1,136,750	46,284,452
Disposals / adjustments	-	-	2,499,544	-	460,148	1,977,429	-	3,649,913	-	14,029,324	-	-	22,616,358
<b>Balance as at March 31, 2021</b>	<b>-</b>	<b>8,263,826</b>	<b>32,118,583</b>	<b>43,758,511</b>	<b>34,350,994</b>	<b>98,548,906</b>	<b>9,732,455</b>	<b>28,345,574</b>	<b>11,984,631</b>	<b>30,015,133</b>	<b>11,576,797</b>	<b>33,905,850</b>	<b>342,601,260</b>
NET CARRYING VALUE at March 31, 2021	96,998,210	3,820,828	157,259,647	1,482,321	6,227,640	672,894,565	2,668,952	1,721,193	1,259,617	3,654,259	4,033,419	8,077,050	960,097,701
NET CARRYING VALUE at March 31, 2020	61,858,210	4,028,496	168,872,719	3,916,908	8,642,483	708,742,461	3,429,280	1,564,080	1,519,440	2,061,186	4,983,024	9,213,800	978,832,087

**NOTE 11 - PROPERTY, PLANT AND EQUIPMENT (Contd...)**

Particulars	Grant Assets					Total of Tangible & Grant Assets	INTANGIBLE ASSETS		Total of Intangible Assets	Total of Tangible & Intangible Assets
	Office Equipment	Furniture & Fixture	Computer & Printers	Electrical Installations & Equipments	Total		Computer Softwares	Grid Connectivity Rights		
<b>COST</b>										
As at April 1, 2019	7,498,938	1,021,551	432,000	867,660	9,820,149	1,276,707,375	57,592,471	28,910,000	86,502,471	1,363,209,846
Additions through acquisition of stake	-	-	-	-	-	29,675,601	-	-	-	29,675,601
Additions during the year	-	-	-	-	-	8,564,917	616,323	-	616,323	9,181,240
Disposals / adjustments	-	-	-	-	-	7,362,491	-	-	-	7,362,491
<b>Balance as at March 31, 2020</b>	<b>7,498,938</b>	<b>1,021,551</b>	<b>432,000</b>	<b>867,660</b>	<b>9,820,149</b>	<b>1,307,585,402</b>	<b>58,208,794</b>	<b>28,910,000</b>	<b>87,118,794</b>	<b>1,394,704,196</b>
As at April 1, 2020	7,498,938	1,021,551	432,000	867,660	9,820,149	1,307,585,402	58,208,794	28,910,000	87,118,794	1,394,704,196
Additions through acquisition of stake	-	-	-	-	-	-	-	-	-	-
Additions during the year	-	-	106,200	-	106,200	39,688,739	-	-	-	39,688,739
Disposals / adjustments	-	-	-	-	-	34,648,831	-	-	-	34,648,831
<b>Balance as at March 31, 2021</b>	<b>7,498,938</b>	<b>1,021,551</b>	<b>538,200</b>	<b>867,660</b>	<b>9,926,349</b>	<b>1,312,625,310</b>	<b>58,208,794</b>	<b>28,910,000</b>	<b>87,118,794</b>	<b>1,399,744,104</b>
<b>ACCUMULATED DEPRECIATION &amp; IMPAIRMENT</b>										
As at April 1, 2019	6,089,839	1,013,631	432,000	862,227	8,397,697	259,024,438	51,025,858	98,215	51,124,073	310,148,511
Additions through acquisition of stake	-	-	-	-	-	17,931,605	-	-	-	17,931,605
Depreciation Charge for the year	585,593	1,738	-	1,233	588,564	52,939,073	4,280,377	1,156,400	5,436,777	58,375,850
Disposals / adjustments	-	-	-	-	-	1,975,689	-	-	-	1,975,689
<b>Balance as at March 31, 2020</b>	<b>6,675,432</b>	<b>1,015,369</b>	<b>432,000</b>	<b>863,460</b>	<b>8,986,261</b>	<b>327,919,427</b>	<b>55,306,235</b>	<b>1,254,615</b>	<b>56,560,850</b>	<b>384,480,277</b>
Additions through acquisition of stake	-	-	-	-	-	-	-	-	-	-
Depreciation Charge for the year	587,871	-	-	-	587,871	46,872,323	1,508,732	1,156,400	2,665,132	49,537,455
Disposals / adjustments	-	-	-	-	-	22,616,358	-	-	-	22,616,358
<b>Balance as at March 31, 2021</b>	<b>7,263,303</b>	<b>1,015,369</b>	<b>432,000</b>	<b>863,460</b>	<b>9,574,132</b>	<b>352,175,392</b>	<b>56,814,967</b>	<b>2,411,015</b>	<b>59,225,982</b>	<b>411,401,374</b>
NET CARRYING VALUE at March 31, 2021	235,635	6,182	106,200	4,200	352,217	960,449,918	1,393,827	26,498,985	27,892,812	988,342,730
NET CARRYING VALUE at March 31, 2020	823,506	6,182	-	4,200	833,888	979,665,975	2,902,559	27,655,385	30,557,944	1,010,223,919

# - Includes Nagpur office premises having WDV INR 10,528,495/-, which has been mortgaged by deposit of titles deeds in favour of Bank for non-fund based limit of INR 200,000,000/-

# - Includes office premises at Kubera Chambers Shivajinagar Pune having WDV as on 31st March, 2021, INR 15,39,869/-, which has been mortgaged by deposit of titles deeds in favour of Bank for loan of INR 83,400,000/- obtained against property

# - Includes Ahmedabad office premises having WDV INR 22,150,980/-, which has been mortgaged by deposit of titles deeds in favour of Bank, for OD/Non Fund based limit of INR 150,000,000/- of subsidiary company M/s. Shrikhande Consultants Private Limited, Mumbai.

# - Includes leasehold office premises of INR 2,804,374/-

- Out of above, depreciation of INR 11506228/- has been charged against Profit and balance INR 587,871/- has been reduced from respective Grants# - Includes leasehold office premises of INR 2,804,374/-

## - Out of above, depreciation of INR 11506228/- has been charged against Profit and balance INR 587,871/- has been reduced from respective Grant


**MITCON Consultancy & Engineering Services Limited**  
**Notes Forming Part of Consolidated Financial Statements**
**NOTE 12 - DEFERRED TAX ASSET (NET)**
**i) Break up of Deferred Tax Liability as at year end:**

Nature of timing difference	As at 31 <sup>st</sup> March, 2021 INR	As at 31 <sup>st</sup> March, 2020 INR
Difference in Provision for depreciation / Amortisation	148,381,593	131,000,369
<b>Total</b>	<b>148,381,593</b>	<b>131,000,369</b>

**ii) Break up of Deferred Tax Asset as at year end:**

Nature of timing difference	As at 31 <sup>st</sup> March, 2021 INR	As at 31 <sup>st</sup> March, 2020 INR
Carried forward losses as per Income Tax Act	176,680,160	158,013,027
<b>Total</b>	<b>176,680,160</b>	<b>158,013,027</b>
iii) Net Deferred Tax Asset (i - ii)	<b>28,298,567</b>	<b>27,012,658</b>

**NOTE 13 - NON CURRENT INVESTMENTS**

Particulars	As at 31 <sup>st</sup> March, 2021 INR	As at 31 <sup>st</sup> March, 2020 INR
<b>Investment in Associate - (Trade, Unquoted)</b>		
<b>Investments (At Cost)</b>		
4,900 (PY 4,900) Fully paid up Equity shares of INR 10/- each of MITCON Insolvency Professional Services Private Limited including Goodwill of INR 56,22,750 (PY INR NIL ) arising on acquisition of Associate .)	10,739,399	10,786,083
Less : Share in Loss	(808,048)	(46,684)
	9,931,351	10,739,399
10,000 (PY 10,000) Fully paid up Equity shares of INR 10/- each of MITCON Forum for Social Development (Refer Note 39)	1	1
978,974 (PY- 978,974) Equity Shares of INR 10/- each at premium of INR 31/- each of Shri Keshav Cements & Infra Limited	40,137,934	40,137,934
<b>Investment in Others - (Non Trade, Unquoted)</b>		
Shares of Apna Sahakari Co-op	25,000	25,000
Shares of Maruti Arcade	250	250
Shares of Shanti Centre	250	250
Investment in India International Infrastructure and Shrikhande Consultants LLP	2,270,084	2,380,604
526 (PY NIL) Fully paid up Equity shares of INR 10/- each at a premium of INR 1,889/- per share of Credentia Trusteeship Services Private Limited	998,874	-
<b>Non-trade, Unquoted</b>		
Other Investments:		
In Government Securities -		
National Savings Certificates	75,000	75,000
<b>Others</b>		
12,525 (PY 12,525) Fully paid up Equity shares of INR 25/- each of The Greater Bombay Co-operative Bank Limited	501,000	501,000
<b>Total</b>	<b>53,939,744</b>	<b>53,859,438</b>

Aggregate Value of unquoted investments INR 13,912,330/- (Previous Year INR 13,721,504/-)

Market Value of quoted investments INR 33,529,860/- (Previous Year INR 21,194,787/-)

# Management is of the opinion that the diminution in the value of investment in Shri Keshav Cements &amp; Infra Limited is temporary. Accordingly, no provision for diminution in the value of long-term investment is made in the financial statements.




**MITCON Consultancy & Engineering Services Limited**  
**Notes Forming Part of Consolidated Financial Statements**
**NOTE 14 - LONG TERM LOANS AND ADVANCES**

Particulars	As at 31 <sup>st</sup> March, 2021 INR	As at 31 <sup>st</sup> March, 2020 INR
<b>Unsecured, Considered Good</b>		
Capital Advances	1,000,000	1,000,000
Security Deposits	94,441,393	85,422,245
Prepaid Expenses / Gratuity Contribution	15,333	77,333
Loan to Incubatee	-	369,440
Others	8,000	-
<b>Unsecured, Considered Good</b>		
Unsecured, Considered Good	-	44,000
Deposit with others		
- Deposits with more than 12 months	16,228,498	17,029,512
<b>Total</b>	<b>111,693,224</b>	<b>103,942,530</b>

**NOTE 15 –INVENTORY**

Particulars	As at 31 <sup>st</sup> March, 2021 INR	As at 31 <sup>st</sup> March, 2020 INR
Inventory of Project / Consultancy Services	18,658,244	66,617,257
<b>Total</b>	<b>18,658,244</b>	<b>66,617,257</b>

**NOTE 16 -TRADE RECEIVABLES**

Particulars	As at 31 <sup>st</sup> March, 2021 INR	As at 31 <sup>st</sup> March, 2020 INR
Outstanding for a period exceeding six months from the date they are due for payment:		
Unsecured considered good	86,625,709	80,429,392
Unsecured considered doubtful	1,272,873	1,272,873
Less: Provision for Doubtful Debts	(1,272,873)	(1,272,873)
	86,625,709	80,429,392
Others - Unsecured considered good	262,241,297	288,931,222
<b>Total</b>	<b>348,867,006</b>	<b>369,360,614</b>


**MITCON Consultancy & Engineering Services Limited**  
**Notes Forming Part of Consolidated Financial Statements**
**NOTE 17 - CASH AND BANK BALANCES**

Particulars	As at 31 <sup>st</sup> March, 2021 INR	As at 31 <sup>st</sup> March, 2020 INR
<b>Cash and Cash Equivalents</b>		
Cash on Hand	846,809	675,111
Cheques, Drafts on Hand		
<b>Balance with Bank</b>		
Balances with banks (including deposits with less than 3 months maturity)	170,282,303	45,514,978
<b>Other Bank Balances</b>		
Deposits with maturity of more than three months but less than 12 months	27,819,818	-
Margin Money for Bank Guarantees / LC #	77,691,671	67,646,854
Earmarked Balances (in respect of TDB Grant)	-	2,092,592
<b>Total</b>	<b>276,640,601</b>	<b>115,929,535</b>

# - Includes Deposit of INR 23,756,961/- (PY INR 28,669,058/-) on which charge has been created in favour of a Bank for non-fund based limit of INR 200,000,000/- (PY INR 200,000,000/-) and INR 53,934,710/- (PY INR 43,942,966/-) are margin money for issuing LC/ BG.

**NOTE 18 - SHORT TERM LOANS AND ADVANCES**

Particulars	As at 31 <sup>st</sup> March, 2021 INR	As at 31 <sup>st</sup> March, 2020 INR
<b>Unsecured, Considered Good</b>		
Prepaid Expenses	5,952,614	5,432,758
Advance to Others	8,650,695	1,264,311
Security Deposits	31,751,798	17,958,651
Travel Advances to Staff	474,910	670,762
Income Tax paid less Provisions	33,044,564	95,109,422
Loan to Incubatee	-	1,000,000
GST Input Tax Credit	3,622,662	2,495,273
<b>Total</b>	<b>83,497,243</b>	<b>123,931,177</b>

**NOTE 19 - OTHER CURRENT ASSETS**

Particulars	As at 31 <sup>st</sup> March, 2021 INR	As at 31 <sup>st</sup> March, 2020 INR
Interest Accrued on fixed deposit	1,712,575.00	-
Advance to Suppliers	211,848	3,101
Balance with revenue authority	-	1,367,509
Interest Accrued on NSC	38,715	46,072
Membership fees refund receivable	100,000	100,000
<b>Total</b>	<b>2,063,138</b>	<b>1,516,682</b>


**MITCON Consultancy & Engineering Services Limited**  
**Notes Forming Part of Consolidated Financial Statements**
**NOTE 20- REVENUE FROM OPERATIONS**

Particulars	For the year ended 31 <sup>st</sup> March, 2021 INR	For the year ended 31 <sup>st</sup> March, 2020 INR
Sale of Services	488,283,533	489,619,665
Other Operating Revenues	118,642,260	119,141,794
<b>Total</b>	<b>606,925,793</b>	<b>608,761,459</b>

Details of Sale of Services	For the year ended 31 <sup>st</sup> March, 2021 INR	For the year ended 31 <sup>st</sup> March, 2020 INR
Consultancy Fees & Training Services	335,835,961	448,099,665
Project Services	152,447,572	41,520,000
<b>Total</b>	<b>488,283,533</b>	<b>489,619,665</b>
Other Operating Revenues		
Income from Wind / solar Power Generation (Net of rebate)	118,642,260	119,141,794
<b>Total</b>	<b>660,925,793</b>	<b>608,761,459</b>

**NOTE 21 - OTHER INCOME**

Particulars	For the year ended 31 <sup>st</sup> March, 2021 INR	For the year ended 31 <sup>st</sup> March, 2020 INR
Interest Income on		
- Bank Deposits	5,630,883	2,600,954
- Other	5,787,922	2,073,925
Sundry Provisions and Credit Balances no longer required, written back	8,077,523	15,508,470
Recovery of Bad Debts	1,835,556	770,348
Rental Income	6,617,396	7,542,530
Gratuity Asset - Surplus	771,665	-
Other non-Operating Income	352,618	460,887
<b>Total</b>	<b>29,073,563</b>	<b>28,957,114</b>

**NOTE 22- OPERATING COSTS**

Particulars	For the year ended 31 <sup>st</sup> March, 2021 INR	For the year ended 31 <sup>st</sup> March, 2020 INR
Expenses on IT, VTP Training Activities	23,509,460	95,976,195
Professional fees	123,973,474	101,328,796
Project Cost	111,847,977	1,788,058
Electricity Expenses	2,048,534	1,863,945
<b>Total</b>	<b>261,379,445</b>	<b>200,956,994</b>



**MITCON Consultancy & Engineering Services Limited**  
**Notes Forming Part of Consolidated Financial Statements**

**NOTE 23 - EMPLOYEE BENEFIT EXPENSE**

Particulars	For the year ended 31 <sup>st</sup> March, 2021 INR	For the year ended 31 <sup>st</sup> March, 2020 INR
Salaries and Wages	156,001,918	141,859,234
Contribution to Provident Fund	10,484,660	10,841,330
Contribution to Gratuity & Leave encashment	13,948,791	5,284,109
Staff Welfare Expenses	2,128,072	3,210,512
<b>Total</b>	<b>182,563,441</b>	<b>161,195,185</b>

**NOTE 24 - FINANCE COSTS**

Particulars	For the year ended 31 <sup>st</sup> March, 2021 INR	For the year ended 31 <sup>st</sup> March, 2020 INR
Interest Expense	72,537,551	70,814,260
Bank charges and Commission	4,577,236	10,615,825
<b>Total</b>	<b>77,114,787</b>	<b>81,430,085</b>


**MITCON Consultancy & Engineering Services Limited**  
**Notes Forming Part of Consolidated Financial Statements**
**NOTE 25 - OTHER EXPENSES**

Particulars	For the year ended 31 <sup>st</sup> March, 2021 INR	For the year ended 31 <sup>st</sup> March, 2020 INR
Power and Fuel	5,021,657	5,739,956
Office Rent	10,163,177	9,348,553
<b>Repairs and Maintenance -</b>		
- Buildings	1,223,231	1,443,691
- Office & Other Equipment	6,230,834	8,973,796
- Others	662,800	1,188,692
Insurance	3,847,947	2,772,611
Rates & Taxes	3,870,187	1,118,391
<b>Auditor's Remuneration</b>		
Statutory Audit	1,340,400	1,570,226
Certification	5,000	27,650
<b>Administrative and General Expenses</b>		
Travelling Expenses	14,381,241	23,775,343
Printing, Stationery and computer consumable	8,610,534	10,087,903
Advertisement	1,309,811	2,120,934
Security Expenses	4,460,512	4,367,037
Telephone, Mobile Expenses	2,139,559	2,406,786
Business Promotion Expenses	333,067	2,456,591
Registration and Legal Fees	6,849,879	8,101,674
Postage , Fax and Courier	1,272,135	1,394,770
Books & Periodicals Subscriptions and Membership Fees	1,259,014	2,348,195
Housekeeping	635,362	975,680
Laboratory Consumables	228,209	23,842
Directors Sitting Fees	637,200	680,000
Expenditure towards Corporate Social Responsibility (CSR) activities	1,725,945	-
Provision for Doubtful Debts	-	1,272,873
Bad Debts written off	2,688,105	12,200,561
Donations	-	5,000
Loss on Forex fluctuations	459,269	633,887
General Expenses	3,441,227	3,230,175
<b>Total</b>	<b>82,796,302</b>	<b>108,264,817</b>



## Notes Forming Part of the Financial Statements

"Notes on these Consolidated Financial Statements are intended to serve as means of informative disclosure and a guide to better understanding of the Consolidated position of the Companies. Recognising this purpose, the company has disclosed only such notes from the individual financial statements, which:

- are necessary for representing a true and fair view of the Consolidated Financial Statements
- the notes involving items, which are considered to be material."

### 26. Utilisation of Incubatee Grant

- Technology Development Board (TDB), Govt. of India has approved scheme 'Seed Support System for Start-ups in Incubators' for providing financial assistance as seed support for start-ups in the MITCON incubator as growth oriented initiative between the TDB and MITCON. During the year company refunded the entire amount of grant to TDB, GOI amounting to INR 4,946,307/- on 19-01-2021.
- Interest received on deployment of unutilised grant amount and interest received on loans disbursed to incubatee, is credited to grant (net of taxes).

### c) Nature of government grant recognised in Property, plant & Equipment of Krishna Windfarms Developers Pvt. Ltd., (KWDPL)

Government of India through Ministry of New and Renewable Energy (MNRE) has notified guidelines to provides for Implementing the projects through Viability Gap Funding (VGF) support to the solar power developer in order to minimise the impact of tariff on buying utilities who enter into the power sale agreement with SECI for purchase of power. SECI has been designated by Govt. of India as the nodal agency for implementation of MNRE scheme for developing grid connected solar power capacity through VGF mode. Accordingly company is eligible for INR 53,500,000 as VGF support. During the year company has received INR 5,350,000/- (Previous year INR 5,350,000/-) out of eligible VGF grant on successful commissioning of the project. The balance 30% amount of the grant shall be received in three equal instalments provided project meets the generation requirement as specified in power purchase agreement. As the grant is related to specific fixed asset i.e. Solar Power Plant, it is shown as a deduction from the net book value of the said asset as under-

Particulars	Year ended	
	31 <sup>st</sup> March, 2021 INR	31 <sup>st</sup> March, 2020 INR
Deduction from gross value of the asset	6,060,075	5,838,369
Deduction from accumulated depreciation of the asset	710,075	488,369
Net deduction from the book value of the asset	5,350,000	5,350,000

### 27. Contingent Liability not provided for

Sr. No.	Particulars	Year ended	
		31 <sup>st</sup> March, 2021 INR	31 <sup>st</sup> March, 2020 INR
a)	Guarantees given by bankers on behalf of the Company		
	- To Customers of MITCON Consultancy & Engineering Services Limited	31,771,399	44,599,060
	- To Customers of Shrikhande Consultants Private Limited	31,195,471	51,582,576
b)	Letter of Credit (LC) given by bankers on behalf of the Company		
	- In Land LC to Customers	30,077,416	-
	- Import LC to Customers for import of solar panels	187,782,211	-
c)	Corporate Guarantees issued by the Holding Company on behalf of Krishna Windfarms Developers Private Limited (KWDPL) for loan availed by KWDPL from Bank.	420,000,000	420,000,000
d)	Financial Guarantee issued by the Holding Company on behalf of Krishna Windfarms Developers Private Limited (KWDPL) to maintain Debt Service Reserve Account (DSRA) for loan availed by KWDPL from Bank.	14,518,911	14,518,911
e)	The Krishna Windfarms Developers Private Limited (KWDPL) has received capital grant of INR 37,450,000/- as Viability Gap Funding (VGF) (out of total receivable of INR 53,500,000/-) from Solar Energy Corporation of India (SECI)	37,450,000	32,100,000



	for 10MW solar power project. The said receipt of VGF grant is subject fulfillment of certain conditions in future as per PPA signed with SECI. In the event Company is unable to fulfil the terms and conditions in future, the grant received so far would become refundable.		
f)	Corporate Guarantees issued by Holding Company to Bank for loan availed by MITCON Solar Alliance Limited (MSAL)	150,000,000	150,000,000
g)	Corporate Guarantees issued by Holding Company to Bank for overdraft / non fund base limit availed by Shrikhande Consultants Private Limited	150,000,000	150,000,000
h)	Claims against KWDPL not acknowledged as debt - Petition in respect of dispute arising out of Power purchase agreement dated 03.08.2016 between KWDPL & Solar Energy Corporation of India Ltd. (SECI) is pending for adjudication before Central Electricity Regulatory Commission, New Delhi (CERC)	30,258,599	30,520,853
i)	Claims against the company not acknowledged as debt - Arbitration petition in respect of money claim is pending before Arbitration Tribunal. The company has made counter claims against the claimant before the said Tribunal. Arbitration gave its award partial against the company, Company preferred to challenge the same in District Court ,Pune ,pending proceedings, the liability (if any) is not ascertainable	-	-
	Claims against the company not acknowledged as debt in case of Krishna Windfarms Developers Private Limited - Appeal in respect of Income Tax demand raised by income tax department in respect of FY 2016-17 (AY 2017-18). Company has filed appeal against the demand with CIT Appeals. Pending completion of proceedings, the liability (if any) is not ascertainable.	-	-

## 28. Payments to Auditors - (Net of GST)

Particulars	Year ended	
	31 <sup>st</sup> March, 2021 INR	31 <sup>st</sup> March, 2020 INR
For Audit	1,340,400	1,570,226
For Certification	5,000	27,650
<b>Total</b>	<b>1,345,400</b>	<b>1,597,876</b>

29. Micro, Small and Medium Enterprises have been identified by the Company on the basis of the information available. Total outstanding dues of Micro, Small and Medium Enterprises, which are outstanding for more than the stipulated period are given below:

Sr. No.	Particulars	31 <sup>st</sup> March, 2021 INR	31 <sup>st</sup> March, 2020 INR
a	Dues remaining unpaid as at		
	Principal	1,980,878	1,074,581
	interest on the above	-	-
b	Amount of payment made to supplier beyond the appointed day during the year		
	Principal paid beyond the appointed date	-	-
	Interest paid in terms of Section 16 of the Act	-	-
c	Amount of interest due and payable for the period of delay on payments made beyond the appointed day during the year	-	-
d	Amount of interest accrued and remaining unpaid as at	-	-
e	Further interest due and payable even in the succeeding years, until such date when the interest due as above are actually paid to the small enterprises	-	-

# - Based on the documents / information available with the Company, there were no acknowledged dues to suppliers covered under The Micro, Small and Medium Enterprises Development Act 2006 (MSMED Act).

## 30. Disclosure pursuant to Accounting Standard (AS 15) - Revised 2005 "Employee Benefits"

### a) Defined contribution plans:

The company has recognized the following amounts in the Statement of Profit & Loss for the year:

- i. Contribution to employees provident fund INR 7,014,680/- (P.Y. INR 8,442,681/- )
- ii. Contribution to employees family pension Fund INR 2,667,755/- (P.Y. INR 2,807,851/-)


**b) Defined benefit plans – Gratuity**

The company makes annual contribution to the Life Insurance Corporation of India, a funded defined benefit plan for qualifying employees. The scheme provides for lump sum payment to vested employees at retirement, death while in employment or on termination of employment of an amount equivalent to 15 days salary payable for each completed year of service or part thereof in excess of 6 month. Vesting occurs only upon completion of 5 years of service except in case of death or permanent disability. The present value of defined benefit obligation and the related current service cost are measured using the Projected Unit Credit Method with actuarial valuation being carried out at the balance sheet date.

i) Reconciliation of opening and closing balances of the Present Value of the defined benefit obligation:	Year ended	
	31 <sup>st</sup> March, 2021 INR	31 <sup>st</sup> March, 2020 INR
Present Value of defined benefit obligation at the beginning of the year	25,959,898	24,386,227
Interest cost	1,693,063	1,722,419
Current service cost	3,697,470	2,833,250
past service cost	9,161,223	-
Actuarial losses / (gains)	(1,849,712)	463,628
Benefits paid	(1,355,431)	(3,445,626)
Present value of defined benefit obligation at the close of the year	37,306,511	25,959,898

ii) Changes in the fair value of Plan Assets and the reconciliation thereof	Year ended	
	31 <sup>st</sup> March, 2021 INR	31 <sup>st</sup> March, 2020 INR
Fair value of plan assets at the beginning of the year	20,514,861	21,215,839
Add : expected return on plan assets	1,474,335	1,578,956
Add / (less) : actuarial (losses) / gains	(35,646)	(45,193)
Add : contributions by employer	997,016	1,500,000
Less: benefits paid	(1,355,431)	(3,445,626)
Less: mortality charges and taxes	(308,609)	(289,115)
Fair value of plan assets at the close of the year	21,286,526	20,514,861
Actual Return on Plan Assets	1,438,689	1,533,763

iii) Amount recognized in the Balance Sheet	Year ended	
	31 <sup>st</sup> March, 2021 INR	31 <sup>st</sup> March, 2020 INR
Present Value of Obligation as at the end of year	37,306,511	25,959,898
Fair Value of Plan Assets as at the end of year	21,286,526	20,514,861
Funded Status	(16,019,985)	(5,445,037)
Current Liability	16,019,985	5,276,503
Non - Current Liability	21,474,151	20,606,288
Unrecognised Actuarial ( gains) / losses	-	-
Net Asset / ( Liability)	(16,019,985)	(5,445,037)

Fair value of plan assets, in excess of present value of obligations, being adjustable against future contributions is recognised in the books of account.





iv) Amounts recognised in the Statement of Profit and Loss are as follows:	Year ended	
	31 <sup>st</sup> March, 2021 INR	31 <sup>st</sup> March, 2020 INR
Current service cost	3,697,470	2,897,538
Past Service Cost	9,161,223	27,139
Interest cost	1,693,063	1,722,419
Expected return on plan assets	(1,474,335)	(1,578,956)
Curtailement cost / ( Credit )	-	-
Settlement Cost / ( Credit )	-	-
Net Actuarial (Gain ) / Loss recognised in the period / year	(1,814,066)	417,394
Expenses Recognised in the Statement of Profit & Loss at the end of year	11,263,355	3,485,534

v) Amount for the current period:	Year ended	
	31 <sup>st</sup> March, 2021 INR	31 <sup>st</sup> March, 2020 INR
Present value of obligation	37,306,511	25,959,898
Plan assets	21,286,526	20,514,861
Surplus / (Deficit)	(16,019,985)	(5,445,037)

vi) Broad categories of Plan Assets as a percentage of total assets as at:	Year ended	
	31 <sup>st</sup> March, 2021 (%)	31 <sup>st</sup> March, 2020 (%)
Insurer managed funds	100.00%	100.00%
<b>Total</b>	100.00%	100.00%

vii) Actuarial Assumptions:	Year ended	
	31 <sup>st</sup> March, 2021 (%)	31 <sup>st</sup> March, 2020 (%)
Discount rate	6.60%	6.70%
Rate of increase in Compensation levels	5.00%	9.50%
Rate of return on plan assets	7.25%	7.80%
Expected Average remaining working lives of employees ( years )	7.59	7.75

c) The company provides for accumulation of compensated absences by its employees. The employees can carry forward a portion of the unutilised compensated absences and utilise it in future periods to receive cash in lieu thereof as per company policy. The company records an obligation for compensated absences in the period in which the employee renders the service that increases this entitlement. The total liability recorded by the company towards this benefit as at 31 March, 2021 is INR 15,126,002/- (Previous Year INR 9,992,995/-).

31. The Company has entered into operating lease arrangements for office space. Lease arrangements provide for cancellation by either of the parties and also contain a clause for renewal of the lease agreement. Lease payments and receipts on cancellable operating lease arrangements debited / credited to Statement of Profit and Loss are as under.

Particulars	Year ended	
	31 <sup>st</sup> March, 2021 INR	31 <sup>st</sup> March, 2020 INR
Cancellable leases		
Lease payments debited to the Statement of Profit and Loss		
Lease rent for office	6,303,052	6,339,253
Lease receipts credited to the Statement of Profit and Loss		
Lease rent for office	6,685,496	7,380,330

32. Related Party Disclosures Under Accounting Standard 18 - "Related Party Disclosures", have been identified on the basis of representation made by the Management and taken on record by the Board of Directors and relied upon by the auditors. Disclosures of transactions with Related Parties are as under:


**a) Related Parties**

Subsidiary :	MITCON Forum for Social Development (MFSD)
Associate :	MITCON Insolvency Professional Services Private Limited (MIPSPL)
Related Party where significant influence exists:	MITCON Foundation (Charitable Trust) (Common Managing Director and Managing Trustee)
Key Management personnel:	Dr. Pradeep Bavadekar - Managing Director, Mr. Anand Chalwade – Director & Chief Executive Officer Mr. Ram Mapari - Chief Financial Officer Ms. Ankita Agarwal – Company Secretary

**b) Transactions with Related Parties:**

Sr. No.	Nature of transactions / Name of Related Party	2020-21	2019-20
		INR	INR
<b>I</b>	<b>Subsidiary</b>		
	<b>MITCON Forum for Social Development (MFSD)</b>		
	Income - Reimbursement of expenses	3,078,850	-
	Rent income (net of GST)	120,000	120,000
	Training expenses	4,725,000	7,423,268
<b>II</b>	<b>Associates:</b>		
	<b>MITCON Insolvency Professional Services Private Limited (MIPSPL)</b>		
	Consultancy fees	717,575	519,052
	Rent income (net of GST)	105,000	105,000
	Reimbursement of expenses received (net of taxes)	1,322,519	321,803
<b>III</b>	<b>Related Party where significant influence exists:</b>		
	<b>MITCON Foundation</b>		
	Training fees received (net of Taxes)	296,724	1,676,701
	Project Consultancy fees	400,000	5,536,875
<b>IV</b>	<b>Remuneration to Director</b>		
	Mr. Anand Chalwade, professional fees (net of GST)	3,500,000	2,000,000
<b>V</b>	<b>Key Management Personnel (KMP)</b>		
	Dr. Pradeep Bavadekar		
	A) Remuneration #		
	Salary	7,629,000	7,380,000
	Contribution to Provident Fund	799,200	770,400
	Super Annuation Fund and others	999,000	963,000
	B) Dividend	105,200	560,000
<b>VI</b>	<b>Outstanding as on 31st March 2021</b>		
<b>a</b>	<b>Accounts Receivable</b>		
	<b>MITCON Insolvency Professional Services Private Limited (MIPSPL)</b>		
	Towards rent & reimbursement	2,132,420	-
	Towards Expenses /fees	65,764	612,482
<b>b</b>	<b>Accounts Payable</b>		
	Dr. Pradeep Bavadekar - Remuneration Payable	525,616	367,942
	<b>MITCON Forum for Social Development (MFSD)</b>		
	Towards Training Activities	6,001,865	4,080,379
	<b>MITCON Insolvency Professional Services Private Limited (MIPSPL)</b>		
	Towards Security Deposit	10,000,000	10,000,000



33. In accordance with the Accounting Standard (AS -20) on "Earnings Per Share", computation of basic and diluted earnings per share is as under:

	Particulars	Year ended	
		31 <sup>st</sup> March, 2021 INR	31 <sup>st</sup> March, 2020 INR
A	Earnings for the year		
A.1	Net Profit / (loss) as per statement of profit and loss	(18,005,485)	19,169,953
B	Weighted average number of equity shares for Earnings Per Share computation		
B.1	Number of shares at the beginning of the year (Nos.)	13,421,526	12,100,000
B.2	Number of shares allotted during the year (Nos.)	-	1,321,526
B.3	Weighted Average Equity Shares allotted during the year	-	854,466
B.4	Number of Potential Equity Shares (Nos.) (Refer Note 38 (iv))	-	-
B.5	Weighted average Potential Equity Shares	-	-
	Weighted average number of equity shares for		
B.5	(a) Basic Earnings Per Share (B1 + B3) (Nos.)	13,421,526	12,954,466
B.6	(b) diluted Earnings Per Share (B1 + B3 + B5) (Nos.)	13,421,526	12,954,466
C	Earnings Per Share		
C.1	i) Basic ( A1 / B5 )	(1.34)	1.48
C.2	ii) Diluted (A1 / B6 )	(1.34)	1.48
D	Face Value Per Share	10	10

34. Balances of trade receivables and trade payables are subject to reconciliation and confirmation by respective parties.

### 35. Tuition fees received from MKCL

MITCON is a Training provider to Maharashtra Knowledge Corporation Limited (MKCL) for their MS-CIT and other courses. Fees of these training courses are directly collected by MKCL. On completion of these training programmes Tuition fees are shared by MKCL with the Company as per the Terms of Agreement. However as the Company's share of fees is not independently determinable by the Company prior to actual receipt thereof, these are accounted for on receipt basis.

### 36. Commitments:

Particulars	Year ended	
	31 <sup>st</sup> March, 2021 INR	31 <sup>st</sup> March, 2020 INR
Estimated amount of contracts remaining to be executed and not provided for in these accounts (net of advance) in respect of purchase of :		
Tangible Fixed assets	12,524,219	40,400,000
Intangible Fixed assets	-	2,592,000

### 37. Segment Reporting

Based on the guiding principle given in the Accounting Standard-17 "Segment Reporting" issued by the Institute of Chartered Accountants of India, the company's Primary Segments are

- 1) Consultancy and Training
- 2) Project Services
- 3) Wind Power Generation

The above business segments have been identified considering:

- 1) The nature of the products/ operation
- 2) The related risks and returns
- 3) The internal financial reporting systems of the organization.

Segment revenue, results, assets and liabilities have been accounted for on the basis of their relationship to the operating activities of the segment and amounts allocated on a reasonable basis.



Particulars	For the year ended 31 <sup>st</sup> March, 2021 INR	For the year ended 31 <sup>st</sup> March, 2020 INR
<b>Segment Revenue</b>		
Consultancy and Training	335,611,409	448,099,665
Project Services	152,447,572	41,520,000
Wind /Solar Power Generation	118,866,812	119,141,794
<b>Revenue from Operations</b>	<b>606,925,793</b>	<b>608,761,459</b>
<b>Segment Results :</b>		
Profit(+)/Loss(-) before tax and interest from each segment		
Consultancy and Training	(3,146,973)	38,895,024
Project Services	23,988,530	35,872,862
Wind /Solar Power Generation	10,395,464	5,789,291
<b>Total Segment Result</b>	<b>31,237,021</b>	<b>80,557,177</b>
Unallocable income net of unallocable expenditure	17,654,758	24,282,235
Interest Income	11,418,805	4,674,879
<b>Total</b>	<b>60,310,584</b>	<b>109,514,291</b>
Less: Finance Cost	77,114,787	81,430,085
Total Profit Before Tax	(16,804,203)	28,084,206
<b>Less Provision for Tax</b>		
Current Tax	3,719,951	15,000,000
Deferred Tax	(8,809,389)	(8,657,322)
Excess provision for Taxation of Earlier years	-	(2,056,395)
<b>Profit After Tax</b>	<b>(11,714,765)</b>	<b>23,797,923</b>
<b>Total carrying amount of segment assets</b>		
Consultancy and Training	878,574,311	814,360,661
Project Services	45,817,878	69,389,304
Wind /Solar Power Generation	1,038,004,633	1,039,040,170
<b>Total Segment assets</b>	<b>1,962,396,822</b>	<b>1,922,790,135</b>
<b>Total carrying amount of segment liabilities</b>		
Consultancy and Training	326,769,140	335,865,225
Project Services	33,941,438	42,146,442
Wind /Solar Power Generation	605,941,876	521,203,696
Total Segment liabilities	966,652,454	899,215,363
Depreciation & Amortisation		
Consultancy and Training	11,681,248	17,448,004
Project Services	-	-
Wind /Solar Power Generation	37,268,336	40,339,282
<b>Total Depreciation &amp; Amortisation</b>	<b>48,949,584</b>	<b>57,787,286</b>

Note: Wind & Solar power generation business is subject to Seasonal variations, hence the results for the period are not necessarily comparable with the results of the previous periods performance.

- 38.
- i. The company has given intercorporate loan to MITCON Sun Power Limited (MSPL) during the year ended 31<sup>st</sup> March, 2020 amounting to INR 36,000,000/- (Previous Year INR 106,400,000/-). During the year MSPL has converted inter corporate loan of INR 116,000,000/- into 0.10% Compulsorily Convertible Debentures of INR 10/- each at par fully paid for consideration other than cash.
  - ii. During the year Krishna Windfarms Developers Private Limited (KWDPL) subsidiary Company has converted inter corporate loan of INR 34,719,380/- into 0.10% Redeemable Debentures of INR 10/- each at par fully paid for consideration other than cash.



Based on certain estimates like future business plans, growth prospects, the management is of the opinion that above stated inter corporate loans, interest on inter corporate loans and trade receivable are good and recoverable and investment in debenture and equity of the subsidiaries does not require any reduction in value of investment.

- iii. During the year ended 31<sup>st</sup> March, 2021, the company has incorporated wholly owned subsidiary company namely MITCON Envirotech Limited. The object is to provide Environmental, Social Consultancy Services, to provide Environmental Impact Assessment Study (EIA), and to provide total Engineering solution in environment waste management.
- iv. During the year ended 31<sup>st</sup> March, 2021, MITCON Sun Power Limited (MSPL) subsidiary company has incorporated four subsidiaries viz.
  - 1) MSPL Unit 1 Limited with the paid up capital of INR 100,000/-
  - 2) MSPL Unit 2 Private Limited with the paid up capital of INR 100,000/-
  - 3) MSPL Unit 3 Private Limited with the paid up capital of INR 100,000/- and
  - 4) MITCON Impact Asset Management Private Limited with the paid up capital of INR 100,000/-
 The said companies will venture into similar business i.e setting up solar generation power plant and catering to the customers on dedicated basis.
- v. During the year ended 31<sup>st</sup> March, 2021, MITCON Sun Power Ltd., (MSPL) subsidiary company has invested in the debentures of following subsidiaries viz.
  1. 0.10% 750,000 Compulsorily Convertible Debentures of INR 10/- each at par fully paid of MSPL Unit 1 Ltd,
  2. 0.10% 750,000 Compulsorily Convertible Debentures of INR 10/- each at par fully paid of MSPL Unit 2 Pvt. Ltd.
  3. 0.10% 750,000 Compulsorily Convertible Debentures of INR 10/- each at par fully paid of MSPL Unit 3 Pvt. Ltd

39. Para 5 of the Memorandum of Association of MITCON Forum for Social Development (MFSD) prohibits payment or transfer of profit to the member by way of dividend, bonus or otherwise. Para 10 of the Memorandum of Association of MFSD prohibits distribution of remaining assets of the company on winding up or dissolution to the members. As the company will not recover any amount of the investment made in MFSD in future, company has written down the value of investment in MFSD to INR 1/-

40. Provision for current tax is made on the basis of taxable profits computed for the current accounting period in accordance with provisions of the Income Tax Act, 1961. The company has estimated its income tax liabilities according to the Tax Laws. Management makes interpretation in terms of application of tax laws and rules to determine the possible outcome of tax provisions taken. Provision is made for income Tax annually, based on the tax liability computed after considering tax allowances and exemptions.

#### 41. Cash and cash equivalents

The Company considers all highly liquid financial instruments, which are readily convertible in to known amounts of cash that are subject to an insignificant risk of change in value and having original maturities of three months or less from the date of purchase, to be cash equivalents. Cash and cash equivalents consist of balances with banks which are unrestricted for withdrawal and usage.

#### 42. Intangible assets

Intangible assets purchased are measured at cost as of the date of acquisition, as applicable, less accumulated amortisation and accumulated impairment, if any. Intangible assets consist of rights under licensing agreement and software licenses which are amortised over license period which equates the economic useful life ranging between 2-5 years on a straight-line basis over the period of its economic useful life.

43. In the opinion of the Board, current assets / Loans and advances have valued for realisation in the ordinary course of business at least equal to the amount at which they are stated.

#### 44. Current / Non-Current Classification

Any asset or liability is classified as current if it satisfies any of the following conditions:

- 1) the asset/liability is expected to be realized/settled in the Company's normal operating cycle;
- 2) the asset is intended for sale or consumption;
- 3) the asset/liability is held primarily for the purpose of trading;
- 4) the asset/liability is expected to be realized/settled within twelve months after the reporting period



- 5) the asset is cash or cash equivalent unless it is restricted from being exchanged or used to settle a liability for at least twelve months after the reporting date;
  - 6) in the case of a liability, the Company does not have an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.
- All other assets and liabilities are classified as non-current.

For the purpose of current/non-current classification of assets and liabilities, the Company has ascertained its normal operating cycle as twelve months. This is based on the nature of services and the time between the acquisition of assets or inventories for processing and their realization in cash and cash equivalents.

#### **45. Investment in subsidiary and associate Companies**

The Company has elected to recognize its investments in subsidiary and associate companies at cost.

46. The Company has considered the possible effects that may result from the pandemic relating to COVID-19 on the carrying amounts of property, plant and equipment, Investments, Inventories, receivables and other current assets. Based on the above assessment the Company is of the view that carrying amounts of trade receivables are expected to be realizable. The Company has made detailed assessment of its liquidity position for the next one year. However, uncertainty caused in consultancy business by the current situation has resulted in delays in confirmation of customer orders and in executing the orders in hand and an increase in lead times in sourcing new business. The training and consultancy segment has been affected due to this pandemic and shall continue for next one year

Management believes that it has taken into account all the possible impact of known events arising from COVID 19 pandemic in the preparation of the standalone financial results. However, the impact assessment of COVID 19 is a continuing process given the uncertainties associated with its nature and duration. The company will continue to monitor any material changes to future economic conditions.

47. Previous year figures are given in the brackets. Previous year's figures have been re-grouped, reclassified wherever necessary to make them comparable with current year's figures.

**Sd/  
Anand Chalwade  
Director & CEO  
DIN: 02008372**

**Sd/  
Dr. Pradeep Bavadekar  
Managing Director  
DIN: 00879747**

**Sd/  
Ram Mapari  
Chief Financial Officer**

**Sd/  
Ankita Agarwal  
Company Secretary  
M No. A49634**

**Dated: 7<sup>th</sup> June 2021  
Place: Pune**