



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 31st March, 2020, 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 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 (Accounting Standards) Rules, 2015 as amended ("AS") and the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2020, its profit 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 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 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 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 Matter during the year.

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

- 5) The other information comprises the information included in the Annual Report, but does not include the financial statements and our auditor's report thereon. The Annual Report is expected

Branch Office :

- Ahmedabad (Gujrat) • Bangalore (Karnataka) • Chennai (Tamil Nadu) • Coimbatore (Kerala) • Dehradun (Uttarakhand) • Indore (M.P.) • Jaipur (Rajasthan)
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to be made available to us after the date of this auditor's report. Our opinion on the 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 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 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 provision 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 Standards 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 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 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 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 financial statements, including the disclosures, and whether the 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 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 section 197(16) of the Act, we report that the Company has paid remuneration to its directors during the year in accordance with the provisions of and limit laid under section 197 read with schedule V to the act.
down
- 15) 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.

16) 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, 2020, taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2020, from being appointed as a director in terms of Section 164(2) of the Act.
- (f) 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 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)



(CA. S. P. Dixit)
(Partner)
(Membership No.: 041179).

UDIN : **20041179AAAAZ2277**

Place: Mumbai

Dated: 29th July, 2020.



Annexure “A” to the Independent Auditors’ Report

The Annexure referred to in paragraph (I)(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 31st March, 2020 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management’s Responsibility for Internal Financial Controls

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

Auditors’ Responsibility

Our responsibility is to express an opinion on the Company’s internal financial controls over financial reporting 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 31st March, 2020, 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)



S. P. Dixit
(Partner)

Membership No. : 041179.

UDIN : **20041179AAAAZ2277**

Place: Mumbai

Dated: 29th July, 2020.



Annexure "B" to the Independent Auditors' Report

The Annexure referred to in paragraph (II) 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 25,94,99,525 and INR 2,62,17,163 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 31st March, 2020 for a period of more than six months from the date they became payable.

- b) There were no dues of 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 31st March, 2020 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 a financial institution , 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 made preferential allotment of equity shares to the allottees of shares of a private company to make it a subsidiary company and complied with the requirements of section 42 of the Companies Act, 2013 and the amounts have been raised have been used for the purposes for which funds were raised.
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)

S.P. Dixit



S. P. Dixit
(Partner)
Membership No.: 041179.
UDIN : 20041179AAAAAZ2277
Place: Mumbai
Dated: 29th July, 2020.

MITCON CONSULTANCY & ENGINEERING SERVICES LIMITED
CIN - L74140PN1982PLC026933
BALANCE SHEET AS AT 31ST MARCH, 2020

Particulars	NOTE	As at 31st March, 2020 INR	As at 31st March, 2019 INR
I EQUITY AND LIABILITIES			
(1) Shareholders' Funds			
(a) Share Capital	2	134,215,260	121,000,000
(b) Reserves and Surplus	3	904,969,217	824,029,730
		1,039,184,477	945,029,730
(2) Non-Current Liabilities			
(a) Long Term Borrowings	4	66,307,578	86,419,195
(b) Deferred Tax Liabilities (Net)	5	13,190,503	11,241,526
(c) Other Long Term Liabilities	6	11,107,858	13,992,242
(d) Long Term Provisions	7	4,787,364	5,706,360
		95,393,303	117,359,323
(3) Current Liabilities			
(a) Trade Payables	8		
i) Total outstanding dues of micro enterprises and small enterprises		1,070,801	1,209,067
ii) Total outstanding dues of creditors other than micro enterprises and small enterprises			
- to related party		60,134	7,464,368
- to others		117,870,235	68,555,611
(b) Other Current Liabilities	9	19,699,979	29,149,622
(c) Short-Term Provisions	10	9,493,698	11,667,497
		148,194,847	118,046,165
Total		1,282,772,627	1,180,435,218
II ASSETS			
(1) Non-Current Assets			
(a) Property, Plant & Equipment			
(i) Tangible Assets	11	182,266,806	194,993,991
(ii) Intangible Assets	11	2,888,976	6,524,135
		185,155,782	201,518,126
(b) Non-Current Investments	12	378,458,043	229,737,691
(c) Long Term Loans and Advances	13	311,801,013	465,620,221
		690,259,056	695,357,912
(2) Current Assets			
(a) Inventory	14	59,467,704	-
(b) Trade Receivables	15	157,856,835	120,994,833
(c) Cash and Cash Equivalents	16	105,012,154	92,543,489
(d) Short-Term Loans and Advances	17	84,975,024	69,988,828
(e) Other Current Assets	18	46,072	32,030
		407,357,789	283,559,180
Total		1,282,772,627	1,180,435,218

See Accompanying Notes (1 to 51) 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

S P DIXIT
S P DIXIT
Partner
Membership No.041179
UBIN: 20041179 AAAAAZ 2277



For and on behalf of the Board

Abhanak
Anand Chalwade
Director
DIN: 02008372

Omeych
Ram Mapari
Chief Financial Officer

Dated : 29th July,2020.
Place: Pune

Pradeep Bavadekar
Dr. Pradeep Bavadekar
Managing Director
DIN:00879747

Ankita Agarwal
Ankita Agarwal
Company Secretary
M No. A49634

Dated : 29th July,2020.
Place: Pune

MITCON CONSULTANCY & ENGINEERING SERVICES LIMITED
CIN - L74140PN1982PLC026933
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2020

Particulars		NOTE	For the year ended 31st March, 2020 INR	For the year ended 31st March, 2019 INR
I	Revenue from Operations	19	362,026,298	583,501,911
II	Other Income	20	65,170,890	49,599,171
III	Total Revenue (I +II)		427,197,188	633,101,082
IV	Expenses:			
	Operating Costs	21	144,679,354	357,361,118
	Employee Benefit Expense	22	121,646,216	122,761,256
	Finance Costs	23	11,273,153	5,200,373
	Depreciation and amortisation Expense	11	16,938,358	18,584,754
	Other Expenses	24	77,156,376	92,618,407
	Total Expenses		371,693,457	596,525,908
V	Profit Before exceptional and extraordinary items and tax (III-IV)		55,503,731	36,575,174
VI	Exceptional items		-	1,605,078
VII	Profit Before extraordinary items and tax (V-VI)		55,503,731	38,180,252
VIII	Extraordinary items		-	-
IX	Profit Before Tax (VII - VIII)		55,503,731	38,180,252
X	Tax Expense:			
	(1) Current Tax	41	15,000,000	11,300,000
	(2) Deferred Tax (Net)	5	1,948,977	(1,198,144)
	(3) Excess provision of Taxation of Earlier years		(2,056,395)	(3,263,190)
			14,892,582	6,838,666
XI	Profit for the period (IX-X)		40,611,149	31,341,586
XII	Earnings per equity share (Face value INR. 10/-)			
	Basic	34	3.13	2.59
	Diluted	34	3.13	2.58

See Accompanying Notes (1 to 51) Forming Integral Part of The Financial Statements

In Terms of Our Report of Even Dated

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




S P Dixit
Partner
Membership No.041179
UDIN : 20041179 AAAA 22277.



For and on behalf of the Board


Anand Chalwade
Director
DIN: 02008372


Ram Mapari
Chief Financial Officer


Dr. Pradeep Bavadekar
Managing Director
DIN:00879747


Ankita Agarwal
Company Secretary
M No. A49634

Dated : 29th July,2020.
Place: Pune

Dated : 29th July,2020.
Place: Pune

MITCON CONSULTANCY & ENGINEERING SERVICES LIMITED
 CIN - L74140PN1982PLC026933
 CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2020

Particulars	Year ended 31st March, 2020		Year ended 31st March, 2019	
	INR	INR	INR	INR
A CASH FLOW FROM OPERATING ACTIVITIES				
Profit before tax:		55,503,731		38,180,252
Adjustments for:				
Depreciation & Amortisation	16,938,358		18,584,754	
Finance Costs	11,273,153		5,200,373	
Provision for diminution in value of investment	-		118,922	
Gain on sale of Investment	-		(1,724,000)	
Interest income	(33,315,530)		(35,964,522)	
Interest income from debentures	(7,896,577)		-	
Gain on Redemption of Mutual Funds	-		(1,923,605)	
		(13,000,596)		(15,708,078)
Operating profit before Working Capital changes		42,503,135		22,472,174
Adjustments for changes in Working capital:				
Long term Loans and advances	80,966,083		64,251,039	
Other non-current assets :				
Inventories	(59,467,704)		-	
Trade Receivables	(36,862,002)		34,354,422	
Short term Loans and advances	(4,617,740)		(573,827)	
Other current assets	(14,042)		(3,687)	
Other long term liabilities	(2,884,384)		12,138,139	
Long term Provisions	(918,996)		496,440	
Trade Payables	41,772,124		(3,237,273)	
Other current liabilities	(9,449,643)		(683,329)	
Short term Provisions	(2,173,799)	6,349,897	3,982,755	110,724,679
Cash generated from operations		48,853,032		133,196,853
Income taxes paid / (refund) / [NET]		(23,312,061)		(22,482,260)
Net Cash flow from Operating Activities		25,540,971		110,714,593
B CASH FLOW FROM INVESTING ACTIVITIES				
Fixed Assets:				
Purchase of Fixed Assets	(1,188,010)		(6,459,807)	
Sale proceeds of Fixed Assets	23,432		17,860	
Investments:				
Purchase of Investment - Non Current	(80,001,000)		(170,697,490)	
Loan to subsidiaries and interest thereon	72,853,125		(200,481,647)	
Sale proceeds - Current Investment	7,896,577		7,923,605	
Sale proceeds - Non Current Investment	-		1,750,000	
Interest income	33,315,530		35,964,522	
Net Cash from / (used) in Investing activities		32,899,654		(331,982,957)
C CASH FLOW FROM FINANCING ACTIVITIES				
Long Term Borrowings	(20,111,617)		86,419,195	
Finance Cost	(11,273,153)		(5,200,373)	
Dividend & Dividend Tax paid	(14,587,190)		(14,576,941)	
Net Cash flow from/(used) in financing activities		(45,971,960)		66,641,881
D NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS		12,468,665		(154,626,483)
Cash and Cash Equivalents (Opening balance)		92,543,489		247,169,972
Cash and Cash Equivalents (Closing balance)		105,012,154		92,543,489

Notes :

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



2 Cash and cash equivalents comprise of:

	As at 31st March, 2020 INR	As at 31st March, 2019 INR
Cash and cash equivalents		
Cash on hand	623,699	678,566
Cheques, drafts on hand	-	9,102,631
Balance with Bank		
Balances with banks (including deposits with less than 3 months maturity)	34,649,009	52,697,855
Other bank balances		
- Deposits with maturity of more than three months but less than 12 months	-	-
- Margin Money for Bank Guarantees / LC	67,646,854	29,112,930
- Earmarked balances	2,092,592	951,507
Total	105,012,154	92,543,489

See Accompanying Notes (1 to 51) Forming Integral Part of The Financial Statements

In Terms of Our Report of Even Dated

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



S P Dixit
Partner
Membership No.041179
UDIN: 20041179 AAAAAZ2247

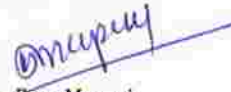


Date: 29th July 2020

For and on behalf of the Board



Anand Chalwade
Director
DIN: 02008372



Ram Mapari
Chief Financial Officer

Date: 29th July 2020
Place: Pune



Dr. Pradeep Bavadekar
Managing Director
DIN:00879747



Ankita Agarwal
Company Secretary
M No. A49634

MITCON CONSULTANCY & ENGINEERING SERVICES LIMITED
NOTES FORMING PART OF FINANCIAL STATEMENTS
NOTE 2 - SHARE CAPITAL

Particulars	As at 31st March, 2020 INR	As at 31st March, 2019 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 12,000,000) Equity Shares of INR 10/- each fully paid	134,215,260	121,000,000
Total	134,215,260	121,000,000

Notes:

a) Reconciliation of the no. of shares :

Particulars	As at 31st March, 2020		As at 31st March, 2019	
	No of shares	Amount	No of shares	Amount
No of fully paid Equity shares outstanding at the beginning of the year	12,100,000	121,000,000	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	12,100,000	121,000,000

*** - Note**

During the year, 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 Pvt Ltd, Mumbai (SCPL). (Refer NOTE 43).

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 rank pari passu 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 fully paid Equity shares held by each shareholder holding more than 5% shares in the company are as follows:

Name of Shareholders	Number of Equity Shares as at 31st March, 2020	Percentage held	Number of Equity Shares as at 31st March, 2019	Percentage held
1) SIDBI Trustee Company Limited A/c India Opportunities Ltd	1,638,000	12%	1,638,000	14%
2) ACAIPL Corporate Advisors (India) Private Limited	1,000,000	7%	1,000,000	8%
3) Beesley Consultancy Private Limited	925,068	7%	-	0%
4) Mukul Mahavir Prasad Agrawal	752,000	6%	752,000	6%

The Board of Directors at its meeting held on 29th July, 2020 have recommended a payment of final dividend of INR Paise 20 only (INR1/-) per equity share of the face value of INR 10/- each for the financial year ended 31st March, 2020 if approved.



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 is 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.

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 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.

1.2 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 receipt basis (See note 36)
- C Revenue from Wind energy generation is recognised based on units generated.(Net of rebate)
- D Interest income is recognised on a time proportion basis.
- E Dividend income is recognised 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 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.

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.
- ii) 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 recognised 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

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 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 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.

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 recognised as income or as expense in the year in which they arise.

1.14 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.

1.15 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 recognised 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 recognised 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 FINANCIAL STATEMENTS
 NOTE 3 - RESERVES AND SURPLUS

Particulars	INR.	As at 31st March, 2020 INR	As at 31st March, 2019 INR
Capital Grants :			
Capital Grant from :			
1) Ministry of Food Processing Industry, Govt. of For setting up Food Processing Training Centre	-		3,810
Less :- Depreciation fund for the year	-		3,810
Closing Balance			
2) Grant received from MSME under ASPIRE			
Opening Balance	1,403,950		1,992,514
Less :- Depreciation fund for the year	588,564		588,564
Closing Balance		815,386	1,403,950
Securities Premium:			
Opening Balance	173,557,818		
Add: Transferred during the year	55,504,092		
		229,061,910	173,557,818
General Reserve:			
Opening Balance		91,276,262	91,276,262
Surplus in Statement of Profit & Loss			
Opening Balance	557,791,700		541,027,055
Less: Dividends(see NOTE 42)	12,100,000		12,100,000
Less: Dividend distribution tax	2,487,190		2,476,941
Add: Profit for the year	40,611,149		31,341,586
		583,815,659	557,791,700
Closing Balance		583,815,659	557,791,700
Total		904,969,217	824,029,730

MITCON CONSULTANCY & ENGINEERING SERVICES LIMITED
 NOTES FORMING PART OF FINANCIAL STATEMENTS
 NOTE 4 - LONG TERM BORROWINGS

Particulars	As at 31st March, 2020 INR	As at 31st March, 2019 INR
Term Loan : Secured :		
a) Loan against property #		
A) from Banks	66,307,578	86,419,195
Total	66,307,578	86,419,195

# Term Loan - Nature of Security	Terms of Repayment
Loan against property from a Bank. Total balance outstanding of INR 69,160,146/- is secured by mortgage 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 equated monthly installments starting from 5th December, 2018, last installment due on 5th November, 2033 . 2) Repayment of principle loan of INR 2 crore @ 10.55% /p.a. in 180 equated monthly installment of INR221701/- starting from 5th April 2019, partly repaid during the year and rescheduled last installment is due on 5th June, 2020.

NOTE 5 - Deferred Tax

(i) Break up of Deferred Tax Liability as at year end :

Nature of timing difference	As at 31st March, 2020 INR	As at 31st March, 2019 INR
Difference in Provision for Depreciation and Amortisation	15,899,568	15,554,617
Total	15,899,568	15,554,617

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

Nature of timing difference	As at 31st March, 2020 INR	As at 31st March, 2019 INR
Provision for Leave encashment / gratuity / doubtful debts	2,709,065	4,313,091
Total	2,709,065	4,313,091
(iii) Deferred Tax Liability (net)	13,190,503	11,241,526

MITCON CONSULTANCY & ENGINEERING SERVICES LIMITED
NOTES FORMING PART OF FINANCIAL STATEMENTS
NOTE 6 - OTHER LONG TERM LIABILITIES

Particulars	As at 31st March, 2020 INR	As at 31st March, 2019 INR
Retention money from vendors	1,107,858	3,992,242
Security deposit (from a related party)	10,000,000	10,000,000
Total	11,107,858	13,992,242

NOTE 7 - LONG TERM PROVISIONS

Particulars	As at 31st March, 2020 INR	As at 31st March, 2019 INR
Provision for Leave Encashment , Gratuity and Super Annuation or Employee benefits expenses	4,787,364	5,706,360
Total	4,787,364	5,706,360

NOTE 8 - TRADE PAYABLES

Particulars	As at 31st March, 2020 INR	As at 31st March, 2019 INR
Trade Payables		
i) total outstanding dues to Micro Enterprises and Small enterprises	1,070,801	1,209,067
ii) total outstanding dues to creditors other than Micro Enterprises and Small enterprises		
To Related party	60,134	7,464,368
To Others	117,870,235	68,555,611
Total	119,001,170	77,229,046

MITCON CONSULTANCY & ENGINEERING SERVICES LIMITED
NOTES FORMING PART OF FINANCIAL STATEMENTS
NOTE 9 - OTHER CURRENT LIABILITIES

Particulars	As at 31st March, 2020 INR	As at 31st March, 2019 INR
Other Payables		
a) Advance from Customers	3,123,637	5,258,029
b) Grant repayable on demand - Technology Development Board	4,909,125	4,820,317
c) Current Maturities of other long term debts #	2,852,568	2,865,198
d) Interest on loan accrued but not due	599,631	607,506
e) Provident and other funds payable	1,561,990	1,439,556
f) ESIC Payable	35,167	61,356
g) TDS & GST Payable	2,723,633	11,273,281
h) Security Deposits	3,894,228	2,824,379
Total	19,699,979	29,149,622

- For particulars of security and terms of repayment see NOTE 4

NOTE 10 - SHORT-TERM PROVISIONS

Particulars	As at 31st March, 2020 INR	As at 31st March, 2019 INR
Provision for Leave Encashment	4,217,195	8,497,109
Provision for Gratuity	5,276,503	3,170,388
Total	9,493,698	11,667,497

TANGIBLE ASSETS												
Particulars	Land - Freehold	Improvement to leasehold Properties	Building #	Energy/Audit Equipments	Furniture & Fixture	Vehicle	Office Equipment	Environmnet & BT Equipments	Computer & Printers	Electrical Installations & Equipments	Wind Power Project	Total
COVt												
As at April 1, 2019	200,000	12,084,654	173,103,958	13,578,302	36,560,114	6,502,423	31,390,097	12,796,638	40,164,159	13,151,657	41,982,900	381,331,902
Additions	-	-	2,818,710	67,386	543,050	59,579	167,317	-	443,334	-	-	4,119,786
Disposals / adjustments	-	-	-	-	26,301	-	448,112	-	1,935,266	-	-	2,420,679
Balance as at March 31, 2019	200,000	12,084,654	175,940,668	13,645,688	37,085,863	6,562,402	31,089,282	12,796,638	38,672,227	13,151,657	41,982,900	383,212,009
As at April 1, 2019	200,000	12,084,654	175,940,668	13,645,688	37,085,863	6,562,402	31,089,282	12,796,638	38,672,227	13,151,657	41,982,900	383,212,009
Additions	-	-	16,750,231	7,090	8,700	4,855,746	27,281,442	9,657,092	38,017,725	8,320,654	41,982,900	383,212,009
Disposals / adjustments	-	-	2,875,515	404,685	2,901,293	614,801	1,711,736	1,237,647	1,381,898	3,020,974	1,136,750	14,105,903
Balance as at March 31, 2020	200,000	12,084,654	175,940,668	13,652,044	37,094,563	6,502,402	31,000,764	13,063,938	37,743,390	13,151,657	41,982,900	382,373,624
ACCUMULATED DEPRECIATION AND IMPAIRMENT												
As at April 1, 2019	-	6,712,524	16,750,231	12,800,248	23,347,044	4,855,746	27,281,442	9,657,092	38,017,725	8,320,654	30,495,600	177,946,326
Overvaluation Charge for the year	-	819,624	2,875,515	404,685	2,901,293	614,801	1,711,736	1,237,647	1,381,898	3,020,974	1,136,750	14,105,903
Disposals / adjustments	-	-	-	-	26,301	-	450,282	-	1,935,266	-	-	2,411,840
Balance as at March 31, 2019	-	7,532,148	19,625,746	12,800,933	26,273,345	5,470,547	28,542,906	10,894,739	37,465,357	9,341,628	31,632,350	189,649,476
Depreciation Charge for the year	-	524,010	3,124,514	353,545	2,793,702	610,371	4,875,051	539,750	708,083	959,091	1,136,750	12,886,676
Disposals / adjustments	-	-	-	-	-	-	200,290	-	1,178,368	-	-	1,386,640
Balance as at March 31, 2020	-	8,056,158	22,750,260	13,154,478	29,067,047	6,080,918	29,909,657	11,434,488	37,067,090	10,300,719	32,769,100	200,940,706
NET CARRYING VALUE at March 31, 2020	200,000	4,028,496	152,882,388	3,84,210	9,018,825	481,484	1,077,107	1,519,440	676,310	2,850,938	9,212,800	181,432,918
NET CARRYING VALUE at March 31, 2019	200,000	4,552,506	156,305,902	749,755	10,863,027	1,091,775	2,546,426	1,201,899	1,206,870	3,810,029	10,350,550	193,571,539

- Includes Nagpur office premises having WBV INR 10,740,940/-, which has been mortgaged in favour of a 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, 2020, INR 13,264,767/-, which has been mortgaged on in favour of a Bank for loan of INR 90,000,000/- obtained against property
 # - Includes leasehold office premises of INR 2,604,374/-

MITCON CONSULTANCY & ENGINEERING SERVICES LTD
 NOTES TO THE FINANCIAL STATEMENTS
 NOTE- 11 - PROPERTY, PLANT AND EQUIPMENT

Particulars	Grant Assets					Total of Tangible & Grant Assets	INTANGIBLE ASSETS	Total of Tangible & Intangible Assets
	Office Equipment	Furniture & Fixture	Computer & Printers	Electrical Installations & Equipments	Total			
COST								
As at April 1, 2018	7,616,638	1,021,551	432,000	867,660	9,937,849	391,459,751	55,105,151	446,564,902
Additions	-	-	-	-	-	4,119,786	2,490,000	6,519,786
Disposals / adjustments	117,700	-	-	-	117,700	2,547,379	-	2,547,379
Balance as at March 31, 2019	7,498,938	1,021,551	432,000	867,660	9,820,149	393,032,158	57,505,151	450,537,309
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	-	-	-	-	-	1,410,072	-	1,410,072
Balance as at March 31, 2020	7,498,938	1,021,551	432,000	867,660	9,820,149	392,193,773	58,121,474	450,315,247
ACCUMULATED DEPRECIATION AND IMPAIRMENT								
As at April 1, 2018	5,619,614	1,011,009	432,000	860,370	7,922,993	185,869,319	46,502,255	232,371,574
Depreciation Charge for the year	587,895	2,622	-	1,857	592,374	14,698,367	4,478,761	19,177,128
Disposals / adjustments	117,670	-	-	-	117,670	2,529,519	-	2,529,519
Balance as at March 31, 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	588,564	13,275,440	4,251,462	17,526,922
Disposals / adjustments	-	-	-	-	-	1,386,640	-	1,386,640
Balance as at March 31, 2020	6,675,432	1,015,369	432,000	863,460	8,986,261	209,926,967	55,232,498	265,159,465
NET CARRYING VALUE at March 31, 2020	823,506	6,182	-	4,200	833,888	182,266,806	2,888,976	185,155,782
NET CARRYING VALUE at March 31, 2019	1,409,099	7,920	-	5,433	1,422,452	194,993,991	6,524,135	201,518,126

- Out of above, depreciation and amortisation of INR 16,938,358/- has been charged against Profit and balance INR 588,564/- has been reduced from respective Grants

MITCON CONSULTANCY & ENGINEERING SERVICES LIMITED
 NOTES FORMING PART OF FINANCIAL STATEMENTS
 NOTE 12 - NON CURRENT INVESTMENTS

Particulars	As at 31st March, 2020 INR	As at 31st March, 2019 INR
Investments (At Cost)		
Investment in Subsidiaries - (Trade, Unquoted, at cost ,Fully paid)		
A) In Equity Instruments:		
a) Current Year NIL (5,100) Equity shares of MITCON Multiskills Ltd. of INR 10/- each	-	18,923
Less: Provision for Dimunition in value of investment	-	(18,923)
	120,388,690	120,388,690
b) 12,000,049 (5,880,000) Equity shares of Kishna Windfarms Developers Private Limited (KWDPL) of INR 10/- each#		
c)10,000 (10,000) Equity shares of MITCON Sun Power Limited of INR 10/- each	100,000	100,000
d) 10,000 (10,000) Equity shares of MITCON Forum for Social Development of INR 10/- each(refer NOTE 40)	1	1
e) 10,000 (10,000) Equity shares of MITCON Advisory Services Limited of INR 10/- each	100,000	100,000
f) 10,300,000 (2,300,000)Equity shares of MITCON Trusteeship Services Private Limited of INR 10/- each.	103,000,000	23,000,000
g) 1,321,526 (Nil) Equity shares of Shrikhande Consultants Private Limited (at premium of INR 42/- per share)of INR 10/- each refer NOTE 43	68,719,352	-
B) In debentures		
10.50% 75,00,000 (75,00,000) Compulsarily Fully Convertible Debentures of Krishna Windfarms Developers Private Limited of INR 10/- each.	75,000,000	75,000,000
C) Investment in Associates - (Trade, Unquoted, Fully paid)		
In Equity Instruments:		
a) 4,900 (4,900) Equity shares of MITCON Insolvency Professional Services Private Limited of INR 10/- each	11,074,000	11,074,000
D) Other Investments:		
Non-trade, Unquoted.		
a) In Government Securities -		
National Savings Certificates	75,000	75,000
b) In others		
40 (Nil) Equity shares of The Greater Bombay Coop. Bank Limited of INR 25/- each fully paid up.	1,000	-
Total	378,458,043	229,737,691

Aggregate amount of unquoted investments INR 378,458,043/- (INR 229,737,691/-)

MITCON CONSULTANCY & ENGINEERING SERVICES LIMITED
 NOTES FORMING PART OF FINANCIAL STATEMENTS
 NOTE 13 - LONG TERM LOANS AND ADVANCES

Particulars	As at 31st March, 2020 INR	As at 31st March, 2019 INR
Unsecured, Considered Good		
Share Application money to Subsidiary	-	80,000,000
Security Deposits	25,711,637	25,631,637
Prepaid Expenses	3,248	28,118
Loans to Incubatee	369,440	1,390,653
Loans to subsidiaries		
Krishna Windfarms Developers Private Limited	143,449,525	148,149,525
MITCON Sun Power Limited	116,000,000	9,600,000
MITCON Solar Alliance Limited	-	170,917,327
MITCON Advisory Services Private Limited	50,000	-
Interest on loans to subsidiaries		
Krishna Windfarms Developers Private Limited	21,269,856	24,650,634
MITCON Sun Power Limited	4,839,224	376,136
MITCON Trusteeship Services Private Limited	104,425	-
MITCON Solar Alliance Limited	-	4,876,191
MITCON Advisory Services Private Limited	3,658	-
Total	311,801,013	465,620,221

NOTE 14 - INVENTORY

Particulars	As at 31st March, 2020 INR	As at 31st March, 2019 INR
Inventory of Project consumables	59,467,704	-
Total	59,467,704	-

NOTE 15 - TRADE RECEIVABLES

Particulars	As at 31st March, 2020 INR	As at 31st March, 2019 INR
Outstanding for a period exceeding six months from the date they are due for payment:		
Unsecured considered good #	39,171,931	38,900,083
Unsecured considered doubtful	1,272,873	2,320,928
Less: Provision for Doubtful Debts	(1,272,873)	(2,320,928)
	39,171,931	38,900,083
Others - Unsecured considered good ##	118,684,904	82,094,750
Total	157,856,835	120,994,833

- Includes INR 300,640/- (7,910,859/-) receivable from related parties

- Includes INR 1,953,810/- (599,589/-) receivable from related parties

MITCON CONSULTANCY & ENGINEERING SERVICES LIMITED
 NOTES FORMING PART OF FINANCIAL STATEMENTS
 NOTE 16 - CASH AND CASH EQUIVALENTS

Particulars	As at 31st March, 2020 INR	As at 31st March, 2019 INR
Cash and Cash Equivalents		
(c) Cash on Hand	623,699	678,566
(b) Cheques, Drafts on Hand	-	9,102,631
(a) Balances with Bank		
Balances with banks (including deposits with less than 3 months maturity)	34,649,009	52,697,855
Other Bank Balances		
Margin Money for Bank Guarantees / LC #	67,646,854	29,112,930
Earmarked Balances (in respect of TDB Grant)	2,092,592	951,507
Total	105,012,154	92,543,489

- Includes Deposit of INR 23,703,888/- (INR 12,500,000/-) on which charge has been created and pledged in favour of a Bank for non fund based limit of INR 200,000,000/- (INR 50,000,000/-) and INR 43,942,966/- are margin money for issuing Letter of Credit (LC) .

NOTE 17 - SHORT TERM LOANS AND ADVANCES

Particulars	As at 31st March, 2020 INR	As at 31st March, 2019 INR
Unsecured, Considered Good		
Prepaid Expenses	4,572,870	4,731,511
Advance to Others	894,101	3,417,642
Security Deposits	17,948,651	10,015,970
Travel Advances to Staff	629,312	1,262,071
Income Tax net of Provisions	59,930,090	49,561,634
Loans to Incubatee	1,000,000	1,000,000
Total	84,975,024	69,988,828

NOTE 18 - OTHER CURRENT ASSETS

Particulars	As at 31st March, 2020 INR	As at 31st March, 2019 INR
Interest Accrued on Investment	46,072	32,030
Total	46,072	32,030

MITCON CONSULTANCY & ENGINEERING SERVICES LIMITED
 NOTES FORMING PART OF FINANCIAL STATEMENTS
 NOTE 19- REVENUE FROM OPERATIONS

Particulars	For the year ended 31st March, 2020 INR	For the year ended 31st March, 2019 INR
Sale of Services	358,457,648	579,808,902
Other Operating Revenues	3,568,650	3,693,009
Total	362,026,298	583,501,911

Details of Sale of Services :Income from	For the year ended 31st March, 2020 INR	For the year ended 31st March, 2019 INR
Consultancy Fees	141,503,936	176,175,927
Project Services Fees	42,520,000	260,924,042
Vocational Training	139,329,555	115,288,963
IT Courses	13,017,112	13,770,376
Laboratories	22,087,045	13,649,594
Total	358,457,648	579,808,902
Details of Other Operating Revenue :		
Income from Wind Power Generation (Net of rebate)	3,568,650	3,693,009
Total	3,568,650	3,693,009

NOTE 20 - OTHER INCOME

Particulars	For the year ended 31st March, 2020 INR	For the year ended 31st March, 2019 INR
Interest Income from		
- Bank Deposits	1,734,040	5,657,346
- Inter corporate Loan to related parties	31,530,081	26,260,419
- Other	51,409	120,043
- Interest on Debentures from a subsidiary	7,896,577	3,926,714
Lease Rental Income	7,380,330	3,565,016
Sundry Provisions and Credit Balances no longer required, written back	15,522,082	6,710,063
Recovery of Bad Debts	770,348	602,426
Gain on redemption of MF investments	-	1,923,605
Other non-Operating Income	286,023	833,539
Total	65,170,890	49,599,171

MITCON CONSULTANCY & ENGINEERING SERVICES LIMITED
 NOTES FORMING PART OF FINANCIAL STATEMENTS
 NOTE 21- Operating Costs

Particulars	For the year ended 31st March, 2020 INR	For the year ended 31st March, 2019 INR
Expenses on IT, VTP Training Activities	95,976,195	80,287,610
Professional Fees	45,915,101	47,145,771
Project Costs	2,788,058	229,927,737
Total	144,679,354	357,361,118

NOTE 22 - EMPLOYEE BENEFIT EXPENSE

Particulars	For the year ended 31st March, 2020 INR	For the year ended 31st March, 2019 INR
Salaries and Wages	104,219,019	104,350,396
Contribution to Provident and Other Funds	9,829,612	9,478,260
Contribution to Gratuity & Leave encashment	4,614,623	5,911,216
Staff Welfare Expenses	2,982,962	3,021,384
Total	121,646,216	122,761,256

NOTE 23 - FINANCE COSTS

Particulars	For the year ended 31st March, 2020 INR	For the year ended 31st March, 2019 INR
Interest Expense	9,019,330	3,788,749
Bank charges and Commission	2,253,823	1,411,624
Total	11,273,153	5,200,373

MITCON CONSULTANCY & ENGINEERING SERVICES LIMITED
NOTES FORMING PART OF FINANCIAL STATEMENTS

NOTE 24 - OTHER EXPENSES

Particulars	For the year ended 31st March, 2020 INR	For the year ended 31st March, 2019 INR
Power and Fuel	5,696,633	5,907,515
Office Rent	6,223,753	5,967,333
Repairs and Maintenance -		
Buildings	1,443,691	1,412,628
Office & Other Equipment	3,154,939	3,477,733
Others	1,734,802	810,685
Insurance	1,303,557	1,531,106
Rates & Taxes	499,538	563,402
Auditor's Remuneration		
Statutory Audit	1,062,000	600,000
Certification	24,500	29,750
Administrative and General Expenses		
Travelling Expenses	17,986,012	21,876,726
Printing, Stationery and computer consumable	8,904,414	9,539,746
Advertisement	2,120,934	3,142,645
Security Expenses	2,163,177	2,118,331
Telephone, Mobile Expenses	1,964,503	2,440,598
Business Promotion Expenses	2,162,403	1,834,248
Registration and Legal Fees	791,987	1,812,309
Postage, Fax and Courier	1,165,070	1,413,480
Books & Periodicals Subscriptions and Membership Fees	2,096,655	691,292
Housekeeping	975,680	997,892
Laboratory Consumables	152,545	520,689
Directors Sitting Fees	680,000	480,000
Expenditure towards Corporate Social Responsibility (CSR)	-	2,394,245
Provision for Doubtful Debts	1,272,873	2,320,928
Bad Debts written off	10,412,561	17,375,259
Donations	5,000	30,000
General Expenses	3,159,149	3,329,867
Total	77,156,376	92,618,407

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

25 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. The scheme is to make available early stage financial assistance as seed support for start-up units located at the MITCON incubator for further development and pre-commercialization of technologies. Accordingly MITCON has received grant of INR 4,000,000/- from TDB during the year ended 31st March, 2012. Term Loan disbursed and outstanding to incubatees aggregating to INR 1,369,440/- outstanding as on 31st March, 2020 is classified as current / non current assets. Refund to TDB / Disbursement against this grant has been deducted from Grant received. Grant remaining unutilised aggregating to INR 4,909,125/- being repayable on demand is classified under current liability.

b) Interest received on deployment of unutilised grant amount and interest received on loans disbursed to incubatee, is credited to grant (net of taxes).

26 Contingent liability not provided for

Particulars	Year ended	
	31st March, 2020	31st March, 2019
	INR	INR
a) Guarantees given by bankers on behalf of the Company		
- To Customers	59,117,971	31,720,191
b) Corporate Guarantee issued by the Company on behalf of Krishna Windfarms Developers Private Limited (KWDPL) for loan availed by KWDPL from L & T Infrastructure Finance Company Limited	-	420,000,000
c) Corporate Guarantee issued by the Company on behalf of Krishna Windfarms Developers Private Limited (KWDPL) for loan availed by KWDPL from a Bank.	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 a Bank	14,518,911	-
e) Corporate Guarantee issued by Company on behalf of MITCON Solar Alliance Ltd.(MSAL) to a Bank for Term loan availed by MSAL.	150,000,000	-
f) Corporate Guarantee issued by Company to a Bank, for overdraft / non fund base limit availed by subsidiary, Shrikhande Consultants Pvt Ltd. (SCPL)	150,000,000	-
g) An ex-employee has filed a claim before First Labour Court, Pune. The company has filed written statement for dismissal of the claim.	-	164,000
h) 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	-	-

27 Payments to Auditors - (Net of GST)

	Year ended	
	31st March, 2020	31st March, 2019
	INR	INR
For Audit	1,062,000.00	600,000.00
For Certification	24,500.00	29,750.00
Total	1,086,500.00	629,750.00

SIGNIFICANT ACCOUNTING POLICIES AND NOTES FORMING PART OF THE FINANCIAL STATEMENTS

28 a) Value of Imported and indigenous raw material & components consumed	Year ended			
	31st March, 2020		31st March, 2019	
	% of total consumption	Amount	% of total consumption	Amount
Imported	72.87%	40,720,517.00	63.73%	106,686,773.00
Indigenous	27.13%	15,163,099.00	36.27%	60,728,463.00
Total	100.00%	55,883,616.00	100.00%	167,415,236.00

29 Expenditure and earnings in foreign currencies	Year ended	
	31st March, 2020	31st March, 2019
Expenditure in foreign currency	INR	INR
CIF Value of import	40,720,517.00	-
Consulting Fees	3,883,275.00	2,046,084.00
Travelling expenses	371,364.00	427,452.00
Software Licence fees	-	381,710.00
Total	44,975,156.00	2,855,246.00
Earning in foreign currency	INR	INR
Professional fees	13,412,656.00	15,311,807.00
Total	13,412,656.00	15,311,807.00

30 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	31st March, 2020	31st March, 2019
a	Dues remaining unpaid as at Principal Interest on the above	1,070,801.00 - -	1,209,067.00 - -
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).

31 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 6,780,047/- (INR 6,221,138/-)

ii Contribution to employees family pension Fund INR.2,158,226/- (INR2,155,092/-)

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 there of 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	
	31st March, 2020	31st March, 2019
	INR	INR
Present Value of defined benefit obligation at the beginning of the year	24,386,227.00	21,721,635.00
Interest cost	1,722,419.00	1,548,924.00
Current service cost	2,806,111.00	2,731,924.00
past service cost	-	-
Actuarial losses / (gains)	322,233.00	2,111,011.00
Benefits paid	(3,445,626.00)	(3,727,267.00)

	25,791,364.00	24,386,227.00
	Year ended	
	31st March, 2020	31st March, 2019
ii Changes in the fair value of Plan Assets and the reconciliation thereof:	INR	INR
Fair value of plan assets at the beginning of the year	21,215,839.00	23,340,845.00
Add :expected return on plan assets	1,578,956.00	1,683,022.00
Add / (less) : actuarial (losses) / gains	(45,193.00)	(82,035.00)
Add : contributions by employer	1,500,000.00	200,000.00
Less: benefits paid	(3,445,626.00)	(3,727,267.00)
Less: mortality charges and taxes	(289,115.00)	(198,726.00)
Fair value of plan assets at the close of the year	20,514,861.00	21,215,839.00
Actual Return on Plan Assets	1,533,763.00	1,600,987.00
	Year ended	
	31st March, 2020	31st March, 2019
iii Amount recognized in the Balance Sheet:	INR	INR
Present Value of Obligation as at the end of year	25,791,364.00	24,386,227.00
Fair Value of Plan Assets as at the end of year	20,514,861.00	21,215,839.00
Funded Status	(5,276,503.00)	(3,170,388.00)
Current Liability	5,276,503.00	3,170,388.00
Non - Current Liability	20,514,861.00	21,215,839.00
Unrecognised Actuarial (gains) / losses	-	-
Net Asset / (Liability)	(5,276,503.00)	(3,170,388.00)
Fair value of plan assets , in excess of present value of obligations, being adjustable against future contributions is recognised in the books of account.		
	Year ended	
	31st March, 2020	31st March, 2019
iv Amounts recognised in the Statement of Profit and Loss are as follows:	INR	INR
Current service cost	2,806,111.00	2,731,924.00
Past Service Cost	-	-
Interest cost	1,722,419.00	1,548,924.00
Expected return on plan assets	(1,578,956.00)	(1,683,022.00)
Curtailement cost / (Credit)	-	-
Settlement Cost / (Credit)	-	-
Net Actuarial (Gain) / Loss recognised in the year	367,426.00	2,193,046.00
Expenses Recognised in the Statement of Profit & Loss at the end of year	3,317,000.00	4,790,872.00
	Year ended	
	31st March, 2020	31st March, 2019
v Amount for the current year:	INR	INR
Present value of obligation	25,791,364.00	24,386,227.00
Plan assets	20,514,861.00	21,215,839.00
Surplus / (Deficit)	(5,276,503.00)	(3,170,388.00)
	Year ended	
	31st March, 2020	31st March, 2019
vi Broad categories of Plan Assets as a percentage of total assets as at	Percentage	Percentage
	(%)	(%)
Insurer managed funds	100.00%	100.00%
Total	100.00%	100.00%
	Year ended	
	31st March, 2020	31st March, 2019
vii Actuarial Assumptions :	Percentage	Percentage
	(%)	(%)
Discount rate	6.70%	7.60%
Rate of increase in Compensation levels	9.50%	9.50%
Rate of return on plan assets	7.80%	7.80%
Expected Average remaining working lives of employees (years)	7.75	7.82
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, 2020 is INR 9,904,559/- (INR 14,203,469/-).		

- 32 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.

	Year ended	
	31st March, 2020	31st March, 2019
	INR	INR
Cancellable leases		
Lease payments debited to the Statement of Profit and Loss		
Lease rent for office	6,223,753.00	5,907,815.00
Lease receipts credited to the Statement of Profit and Loss		
Lease rent for office	7,380,330.00	3,565,016.00

- 33 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

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 Valuers & Advisors Private Limited (MVAPL) wholly owned
 Shrikhande Consultants Private Limited (SCPL)

Subsidiary of MSPL

MITCON Solar Alliance Limited (MSAL)

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 Ram Mapari, Chief Financial Officer, Mrs. Ankita Agarwal, Company Secretary.

b **Transactions with Related Parties:**

Sr. No.	Nature of transactions / Name of Related Party	2019-20 INR	2018-19 INR
I	Subsidiary		
	MITCON Forum for Social Development (MFSD)		
	Contribution to Equity (10,000 shares of INR 10/- each)	-	1.00
	Rent income (net of GST)	120,000.00	80,000.00
	Income	7,423,268.00	-
	Training expenses - contract	21,288,356.00	9,591,101.00
	MITCON Trusteeship Services Private Limited (MTSPL)		
	Contribution to Equity (2,300,000 shares of INR 10/- each)	-	23,000,000.00
	Share Application Money paid	-	80,000,000.00
	Rent income (net of GST)	170,740.00	-
	Interest Charged on Inter Corporate Loan	116,029.00	-
	Expenses incurred (net of GST)	2,403,483.00	203,655.00
	MITCON Advisory Services Pvt Ltd. (Previously known as MITCON Valuers and Advisors Private Limited)		
	Contribution to Equity (10,000 shares of INR 10/- each)	-	100,000.00
	Rent income (net of GST)	20,000.00	60,000.00
	Interest Charged on Inter Corporate Loan	3,658.00	-
	Expenses incurred (net of GST)	11,463.00	162,100.00
	Krishna Windfarms Developers Private Limited (KWDPL)		
	Income from Project Services	-	8,497,064.00
	Rent income (net of GST)	180,000.00	180,000.00
	Inter Corporate Loan disbursed	-	-
Interest Charged on Inter Corporate Loan & Debentures	23,116,009.00	24,351,212.00	
Corporate Guarantees issued to financial institution for loan availed by KWDPL.	-	420,000,000.00	
Corporate Guarantees issued to a Bank for loan availed by KWDPL.	420,000,000.00	-	
Financial Guarantee issued by the Company to maintain Debt Service Reserve Account (DSRA) on behalf of Krishan Windfarms Developers Pvt Ltd. (KWDPL) for loan availed by KWDPL from a Bank .	14,518,911.00	-	
Contribution to Rights Equity Issue (49 shares of INR 10/- each)	-	490.00	

SIGNIFICANT ACCOUNTING POLICIES AND NOTES FORMING PART OF THE FINANCIAL STATEMENTS

	Conversion of existing loan into debentures (10.50% Compulsarily Convertible Debentures - 75,00,000 debentures of INR 10/- each)	-	75,000,000.00
	MITCON Solar Alliance Limited (MSAL)		
	Income from Project Services	1,000,000.00	231,700,980.00
	Rent income (net of GST)	120,000.00	100,000.00
	Inter Corporate Loan disbursed	-	270,917,327.00
	Corporate Guarantees issued to a Bank for loan availed by MSAL.	150,000,000.00	-
	Interest Charged on Inter Corporate Loan	11,231,973.00	5,417,992.00
	Expenses incurred (net of GST)	1,843,806.00	-
	MITCON Sun Power Limited (MSPL)		
	Contribution to Equity (10,000 shares of INR 10/- each)	-	100,000.00
	Inter Corporate Loan disbursed	-	9,600,000.00
	Interest Charged on Inter Corporate Loan	4,958,989.00	417,929.00
	Rent income (net of GST)	120,000.00	110,000.00
	Expenses incurred (net of GST)	452,522.00	33,234.00
	Shrikhande Consultants Pvt Ltd		
	Corporate Guarantees issued to a Bank, for overdraft / non fund base limit	150,000,000.00	-
	Service Charges (net of GST)	25,000.00	-
II	Associates:		
	MITCON Megaskill Centers Private Limited (MMCPL) (refer note no. 41 (ii))		
	Bank Guarantee Expenses incurred by Company and reimbursed by MMCPL (net Reimbursement of expenses received (net of taxes)	-	-
		-	1,055,656.00
	MITCON Insolvency Professional Services Private Limited (MIPSPL)		
	Contribution to Equity (4,900 shares of INR 10/- each including premium of INR 10/- each)	-	11,074,000.00
	Receipt of Security Deposit	-	10,000,000.00
	Consultancy fees	519,052.00	-
	Rent income (net of GST)	105,000.00	105,000.00
	Reimbursement of expenses received (net of taxes)	-	321,803.00
III	Related Party where significant influence exists:		
	MITCON Foundation		
	Training fees received (net of Taxes)	1,676,701.00	3,000,000.00
	Project Consultancy fees	5,536,875.00	-
IV	Remuneration to Director		
	Mr. Anand Chalwade, professional fees (net of GST)	2,000,000.00	-
V	Key Management Personnel (KMP)		
	Dr. Pradeep Bavadekar		
	A) Remuneration #		
	Salary	7,380,000.00	7,140,000.00
	Contribution to Provident Fund	770,400.00	737,295.00
	Super Annuation Fund and others	963,000.00	921,618.00
	B) Dividend	560,000.00	560,000.00
VI	Outstanding as on 31st March		
a	Accounts Receivable		
	Krishna Windfarms Developers Private Limited.		
	Towards Project Services	-	7,910,859.00
	Towards Inter Corporate Loan	143,449,525.00	148,149,525.00
	Towards Interest Charged on Inter Corporate Loan	21,269,856.00	24,650,634.00
	Towards Rent	53,100.00	-
	MITCON Trusteeship Services Private Limited (MTSPL)		
	Towards Expenses	678,732.00	203,655.00
	MITCON Valuers and Advisors Private Limited (MVAPL)		
	Towards Expenses	155,500.00	232,900.00
	MITCON Sun Power Limited (MSPL)		
	Towards Inter Corporate Loan disbursed	1,160,000,000.00	9,600,000.00
	Towards Interest Charged on Inter Corporate Loan	4,839,224.00	376,136.00
	Towards Rent	94,400.00	129,800.00
	Towards Expenses	-	33,234.00
	MITCON Insolvency Professional Services Private Limited (MIPSPL)		
	Towards Expenses /fees	612,482.00	472,462.00
	MITCON Solar Alliance Limited		
	Towards Inter Corporate Loan disbursed	-	170,917,327.00
	Towards Interest Charged on Inter Corporate Loan	-	4,876,191.00
	Towards Rent	11,800.00	-
	Shrikhande Consultants Pvt Ltd		
	Towards Service Charges	29,500.00	-
	MITCON Forum for Social Development		
	Towards Rent	11,800.00	-
b	Accounts Payable		
	Dr. Pradeep Bavadekar - Remuneration Payable	367,942.00	352,050.00

	MITCON Forum for Social Development (MFSD)		
	Towards Training Activities	4,080,379.00	7,464,368.00
	MITCON Insolvency Professional Services Private Limited (MIPSPL)		
	Towards Security Deposit	10,000,000.00	10,000,000.00
c	Investment in Debentures Krishna Windfarms Developers Private Limited. 10.50% Compulsarily Convertible Debentures	75,000,000.00	75,000,000.00
d	Guarantees to Subsidiary Krishna Windfarms Developers Private Limited. Corporate Guarantees issued to a bank for loan availed by KWDPL from a Bank	420,000,000.00	-
	Financial Guarantee issued by the Company to maintain Debt Service Reserve Account (DSRA) on behalf of Krishan Windfarms Developers Pvt Ltd. (KWDPL) for loan availed by KWDPL from a Bank .	14,518,911.00	-
	Corporate Guarantees issued to a financial institution for loan availed by KWDPL from financial institution.	-	420,000,000.00
	Shrikhande Consultants Pvt Ltd Corporate Guarantees issued to a Bank , for overdraft / non fund base limit and office premises of Ahmedabd has been pledged with a Bank having WDV INR 22,572,495/- of the said limit	150,000,000.00	-
	MITCON Solar Alliance Ltd. (MSAL) Corporate Guarantees issued to a Bank for loan availed by MSAL.	150,000,000.00	-

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.

34 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	
		31st March, 2020	31st March, 2019
		INR	INR
A	<u>Earnings for the year</u>		
A.1	Net profit as per statement of profit and loss	40,611,149	31,341,586
A.2	Net adjusted loss for Diluted Earnings Per Share from operations	40,611,149	31,341,586
B	<u>Weighted average number of equity shares for Earnings Per Share computation</u>		
B.1	Number of shares at the beginning of the year (nos)	12,100,000	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))	-	1,628,077
B.5	Weighted average Potential Equity Shares	-	35,684
B.5	<u>Weighted average number of equity shares for</u>		
B.5	(a) Basic Earnings Per Share (B1 + B3) (nos)	12,954,466	12,100,000
B.6	(b) diluted Earnings Per Share (B1 + B3 + B5) (nos)	12,954,466	12,135,684
C	Earnings per share		
C.1	i) Basic (A1 / B5)	3.13	2.59
C.2	ii) Diluted (A1 / B6)	3.13	2.58
D	face value per share	10	10

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

36 **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.

37 **Commitments:**

	Year ended	
	31st March, 2020	31st March, 2019
Estimated amount of contracts remaining to be executed and not provided for in these accounts (net of advance) in respect of purchase of:	INR	INR
Tangible Fixed assets	-	487,550.00
Intangible Fixed assets	2,592,000.00	2,592,000.00

38 **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:

- a. The nature of the products/ operation
- b. The related risks and returns
- c. 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 31st March, 2020 INR	For the year ended 31st March, 2019 INR
Segment Revenue		
Consultancy and Training	315,937,648.00	318,884,860.00
Project Services	42,520,000.00	260,924,042.00
Wind Power Generation	3,568,650.00	3,693,009.00
Revenue from Operations	362,026,298.00	583,501,911.00
Segment Results :		
Profit(+)/Loss(-) before tax and interest from each segment		
Consultancy and Training	(37,955,364.00)	(26,408,320.00)
Project Services	38,660,920.00	19,171,263.00
Wind Power Generation	900,438.00	1,018,511.00
Total Segment Result	1,605,994.00	(6,218,546.00)
Unallocable income net of unallocable expenditure	31,855,360.00	13,634,649.00
Interest Income	33,315,530.00	35,964,522.00
Total	66,776,884.00	43,380,625.00
Less: Finance Cost	11,273,153.00	5,200,373.00
Total Profit Before Tax	55,503,731.00	38,180,252.00
Less Provision for Tax		
Current Tax	15,000,000.00	11,300,000.00
Deferred Tax	1,948,977.00	(1,198,144.00)
Excess provision for Taxation of Earlier years	(2,056,395.00)	(3,263,190.00)
Profit After Tax	40,611,149.00	31,341,586.00
Total carrying amount of segment assets		
Consultancy and Training	1,204,169,523.00	813,580,132.00
Project Services	69,389,304.00	356,504,536.00
Wind Power Generation	9,213,800.00	10,350,550.00
Total Segment assets	1,282,772,627.00	1,180,435,218.00
Total carrying amount of segment liabilities		
Consultancy and Training	201,441,709.00	232,441,349.00
Project Services	42,146,441.00	2,964,138.00
Wind Power Generation	-	-
Total Segment liabilities	243,588,150.00	235,405,487.00
Depreciation & Amortisation		
Consultancy and Training	15,801,608.00	17,448,004.00
Project Services	-	-
Wind Power Generation	1,136,750.00	1,136,750.00
Total Depreciation & Amortisation	16,938,358.00	18,584,754.00

Note: Windpower 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.

MITCON CONSULTANCY & ENGINEERING SERVICES LIMITED

CIN - L74140PN19B2PLC026933

SIGNIFICANT ACCOUNTING POLICIES AND NOTES FORMING PART OF THE FINANCIAL STATEMENTS

- 39 i KWDPL has during the year has refinanced Term Loan facility of INR 420,000,000 from a Bank and repaid its Term Loan of a financial institution. As security against this loan, the company has -
(a) Issued Corporate Guarantee of INR 420,000,000 in favour of a Bank.
- ii The company has given intercorporate loan to MITCON Sun Power Limited (MSPL) during the year amounting to INR 106,400,000/- (INR 9,600,000/-) cumulative INR 116,000,000/- are outstanding and interest outstanding thereon is INR 4,839,224/-
- iii MITCON Solar Alliance Ltd (MSAL) during the year availed Term Loan of INR 150,000,000/- from a Bank and repaid the intercorporate loan of the Company. The Company issued Corporate Guarantee for the said loan INR INR 150,000,000/-.

The solar power projects of KWDPL, MSAL and MSPL are fully operational as on balance sheet date. Subsidiary KWDPL has refinanced its Term Loan of INR 420,000,000/- from a Bank and also MSAL has obtained loan from a Bank and replaced existing Lenders, got benefit of reduced finance cost to improve profitability. 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 investments in debenture and equity of the subsidiaries does not require any reduction in value of investment.

- 40 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/-

- 41 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.

- 42 The Board of Directors have proposed final dividend of INR paise 20 only per equity share (2%) of INR 10 each for the financial year 2019-20 (INR 1/- per Equity Share)

- 43 During the year the Company has acquired 25,500 Equity shares of INR 10/- each fully paid of Shrikhande Consultants Private Limited (SCPL) for a consideration of INR 6,87,19,352 from the allottees against the swap of issue and allotment of 13,21,526 Equity shares of INR 10/- each fully paid at a premium of INR 42/- per share of the Company to the shareholders of Shrikhande Consultants Private Limited on proportionate preferential allotment and for consideration other than cash basis pursuant to Share Purchase and Subscription Agreement entered with the Company dated 21st February, 2019 duly approved vide special resolution passed in the General Meeting held on 23rd March 2019 with prescribed conditions. Consequently on allotment of such shares being 51% stake of SCPL, SCPL has become the subsidiary of the Company with effect from 08/08/2019.

- 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 a 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)**

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

- 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 licences which are amortised over licence 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 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

MITCON CONSULTANCY & ENGINEERING SERVICES LIMITED

CIN - L74140PN1982PLC026933

SIGNIFICANT ACCOUNTING POLICIES AND NOTES FORMING PART OF THE FINANCIAL STATEMENTS

49 Investment in subsidiary and associate Companies

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

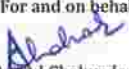
50 The Company has considered the possible effects that may result from the pandemic relating to COVID-19 on the carrying amounts of property, plant and equipment, investments, inventories, receivables and other current assets. Based on the above assessment the Company is of the view that carrying amounts 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 segment has been affected due to this pandemic and shall continue for next 2-3 quarters.

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.

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

Signatures to the Notes 1 to 51, forming part of the Financial Statements.

For and on behalf of the Board


Anand Chalwade
Director
DIN: 02008372


Dr. Pradeep Bevadekar
Managing Director
DIN: 00879747


Ram Mapari
Chief Financial Officer


Ankita Agarwal
Company Secretary
M No. A49634

Date: 29th July 2020
Place: Pune

