

Ref: SIPL/2024-25/093

8th September, 2025

To,
The Manager (Listing)
Corporate Relationship Dept.
BSE Limited
P J Tower,
Dalal Street,
Mumbai - 400 001

The Manager (Listing)
National Stock Exchange of India Limited
"Exchange Plaza",
Plot No C/1, G Block
BandraKurla Complex, Bandra (E)
Mumbai - 400 051

Company Code: 539346 (BSE)

NSE Symbol: SADBHIN (NSE)

Dear Sir/ Madam,

Sub: Notice of 19th Annual General Meeting ("AGM") and Annual Report for Financial Year 2024-25 of Sadbhav Infrastructure Project Limited ("the Company").

This is to inform that the 19th Annual General Meeting ("AGM") of the Company will be held on Tuesday, 30th September, 2025 at 03:00 p.m. through Video Conferencing ("VC") / Other Audio-Visual Means ("OAVM") in accordance with the applicable circulars issued by the Ministry of Corporate Affairs and the Securities and Exchange Board of India.

Pursuant to Regulation 30 and 34(1) of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations"), we are submitting herewith the Annual Report of the Company along with the Notice of AGM for the financial year 2024-25 which is being sent through electronic mode to the Members.

The Annual Report containing the Notice of AGM is also uploaded on the Company's website and can be accessed at www.sadbhavinfra.co.in.

Kindly take the same on your record.

Thanking you,

For Sadbhav Infrastructure Project Limited

Patel
Shashin
Vishnubhai
Shashin V. Patel
Executive Chairman
DIN: 00048328

Digitally signed by Patel Shashin Vishnubhai
DN: c=IN, o=PersonA, email=9107,
pseudoym=ShashinVishnubhai, cn=Shashin Vishnubhai
9901da, c=IN, o=PersonA, email=9107,
pseudoym=ShashinVishnubhai, cn=Shashin Vishnubhai
88291c445c2781b2ad1fb7bc9a3846,
postalCode=380006, st=Gujarat,
serialNumber=7132823a2c6a54281b1ae2
68b184c2ba99a2d2a0825b7a2720519ab2
055, cn=Patel Shashin Vishnubhai
Date: 2025.09.08 18:57:53 +05'30'





PAVING THE ROAD TO TOMORROW



19TH ANNUAL REPORT 2024-25

Sadbhav Infrastructure Project Limited

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Late Shri Vishnubhai M. Patel

27 January, 1942 – 25 December, 2018
Founder and Former Chairman & Managing Director,
Sadbhav Engineering Ltd.

A visionary who transformed roads
into pathways of progress.

Your dream continues to guide us,
your values continue to strengthen us,
and your legacy continues to inspire us.

The foundations you laid remain
our guiding strength for the future.



Corporate Information

BOARD OF DIRECTORS



Shri Shashin V. Patel
Executive Chairman and
Whole Time Director



Shri Jatin Thakkar
Executive Director



Smt. Shefali M. Patel
Independent Director
(w.e.f. 06.07.2024)



Shri Ambalal C Patel
Independent Director
(w.e.f. 30.09.2024)



Dr. Tarang M. Desai
Independent Director
(w.e.f. 12.08.2024)

Shri Rohit Modi
Group CEO
(upto 24-10-2024)

Shri Sandip V. Patel
Independent Director
(upto 04-09-2024)

Mr. Arun S. Patel
Independent Director
(upto 21.10.2024)

Mrs. Daksha N. Shah
Independent Director
(upto 12.12.2025)

BOARD COMMITTEES

Audit Committee

Mr. Sandip Patel

Chairman (Upto 12-08-2024)

Mrs. Shefali Patel

Chairperson (w.e.f. 12-08-2024)

Mr. Shashin Patel

Member

Mr. Arun Patel

Member (Upto 12-08-2024)

Mr. Tarang Desai

Member (w.e.f. 12-08-2024)

Mrs. Daksha Shah

Member (Upto 12-02-2025)

Nomination and Remuneration Committee

Mr. Arun Patel

Chairman (Upto 12-08-2024)

Mrs. Shefali Patel

Chairperson (w.e.f. 12-08-2024)

Mr. Sandip Patel

Member (Upto 12-08-2024)

Mr. Tarang Desai

Member (w.e.f. 12-08-2024)

Mrs. Daksha Shah

Member (Upto 12-02-2025)

Mr. Ambalal Patel

Member (w.e.f. 12-02-2025)

Stakeholders Relationship Committee

Mr. Arun Patel

Chairman (Upto 12-08-2024)

Mrs. Shefali Patel

Chairperson (w.e.f. 12-08-2024)

Mr. Shashin Patel

Member (w.e.f. 12-02-2025)

Mrs. Daksha Shah

Member (Upto 12-02-2025)

Mr. Sandip Patel

Member (Upto 12-08-2024)

Mr. Tarang Desai

Member (w.e.f. 12-08-2024)

Finance and Investment Committee

Mr. Shashin V. Patel

Chairman

Mrs. Daksha N. Shah

Member (Upto 12-02-2025)

Mr. Arun Patel

Member (Upto 12-08-2024)

Mr. Tarang Desai

Member (w.e.f. 12-08-2024)

Mr. Ambalal Patel

Member (w.e.f. 12-02-2025)

Corporate Social Responsibility Committee

Mr. Shashin Patel

Chairman

Mrs. Daksha Shah

Member (Upto 12-02-2025)

Mr. Sandip Patel

Member (Upto 12-08-2024)

Mrs. Shefali Patel

Member (w.e.f. 12-08-2024)

Mr. Jatin Thakkar

Member (w.e.f. 12-02-2025)

Risk Management Committee

Mrs. Daksha N. Shah

Chairperson (Upto 12-02-2025)

Mr. Shashin Patel

Member

Mr. Sandip Patel

Member (Upto 12-08-2024)

Mrs. Shefali Patel

Member (w.e.f. 12-08-2024)

Mr. Tarang Desai

Chairperson (w.e.f. 12-02-2025)

CHIEF FINANCIAL OFFICER

Mr. Jatin Thakkar

BANKERS

IDBI Bank

Union Bank of India

STATUTORY AUDITORS

M/s. S G D G & Associates LLP

REGISTERED OFFICE

Sadbhav House,

Opp. Law Garden Police Chowki

Ellisbridge, Ahmedabad - 380 006.

Website : www.sadbhavinfra.co.in

CIN: L45202GJ2007PLC049808

CORPORATE OFFICE

"Sadbhav"

Nr. Havmor Restaurant,

B/H. Navrangpura Bus Stand,

Navrangpura, Ahmedabad - 380 009.

REGISTRAR & TRANSFER AGENTS

MUFG Intime India Pvt. Ltd.

(Previously known as Link Intime India Pvt. Ltd.)

(formerly Intime Spectrum Registry Limited)

C-101, 1st floor, 247 Park,

L.B.S. Marg, Vikhroli (West),

Vikhroli, Mumbai - 400 083

Message from Chairman



Dear Shareholders,

As we reflect on the project accomplishments and challenges of FY'24-25, I take this opportunity to present the annual report and the outlook that your Company Sadbhav Infrastructure Project Limited foresees.

This year your Company has demonstrated resilience and innovation and it sets a promising foundation to create a sustainable infrastructure for a brighter. I take this opportunity to share with you the vision, achievements and the path ahead envisaged by your Company.

The roads that your Company constructs today lay the foundation for a prosperous future. The commitment of your Company extends beyond mere construction; it's about shaping lives, connecting communities, and fostering progress. The Indian economy is expected to maintain its growth momentum in the coming years, supported by a young and growing workforce, increasing urbanization, and continued reforms. As we look to the future, we are optimistic about the prospects of the infrastructure sector. The government's continued focus on infrastructure development, coupled with the growing demand for sustainable and innovative solutions, presents a significant opportunity for our company. We are well-positioned to capitalize on this growth and a commitment to excellence.

The road to progress is often fraught with roadblocks and challenges. Your Company remains steadfast and staunchly believes that those roadblocks are the new stepping stones to achieve growth and challenges are the new opportunities. Your Company has weathered storms, overcome obstacles, and emerged stronger

from the adverse impacts that it faced during recent past. Your Company's commitment for creating infrastructure in the road and highways construction.

Your Company has executed numerous prestigious projects across India, exemplifying its commitment to this vision. Your Company's aggressive approach aligns with the government's vision to establish the country's name in the ivy league of the most developed nations.

During the reporting period, your Company has reported a consolidated turnover of Rs.7039.55 Million with total income of Rs.7,597.11 Million. The Company has completed a total of 46 projects in the transportation sector in which 43 of Highway Projects (Out of which 11 are EPC Projects, 11 BOT projects, 20 Item rate projects and 1 Annuity project) as on March 31, 2025. This performance reflects both the challenges and resilience within the business as we refine our strategic focus and operational efficiencies for sustainable growth.

Digital innovations have significantly enhanced our ability to swiftly respond to road incidents, ease traffic congestion, and maximize user safety on our infrastructure networks. Additionally, our commitment to sustainability is reflected in initiatives such as incorporating recycled materials in road construction.

As we enter a new era for infrastructure, Sadbhav remains unwavering in its mission, building not just roads but brighter future, unlocking new regional opportunities, and creating enduring value for all shareholders.

I would like to express my gratitude to all shareholders, customers, employees and all stakeholders for their continued support and trust in the Company. We are committed to delivering value to all our stakeholders.

Thank you.

Regards,

Shashin V. Patel

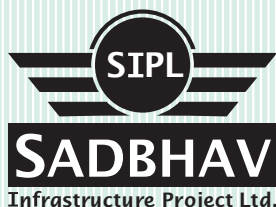
Executive Chairman & Whole Time Director

Financial Highlights

(INR in Million)

Particulars	2024-25	2023-24	2022-23	2021-22	2020-21
Turnover	0	225.00	894.14	2,042.10	1,927.55
Total Income	116.86	432.02	1,273.62	2,344.45	2,040.04
Depreciation	0.18	0.37	0.7	0.54	0.24
Interest (Finance Cost)	704.17	1,154.33	1,277.44	1,427.87	1,276.44
Exceptional Items	-488.69	-4,509.57	-3,173.53	-1,444.21	430.51
Profit After Tax	-1380.93	-5622.96	-3,575.48	-1,916.46	218.93
Equity Dividend %	0.00	0.00	0.00	0.00	0.00
Dividend Payout	0.00	0.00	0.00	0.00	0.00
Equity Share Capital	3,522.25	3,522.25	3,522.25	3,522.25	3,522.25
Other equity	2,637.43	3,595.50	9,219.48	12,794.64	14,708.52
Net worth	6159.58	7,117.75	12,741.73	16,316.89	18,230.77
Total Assets	13,271.50	15,797.37	23,092.85	26,927.46	30,941.32
Total Debt (Loan Fund)	6026.96	5,750.82	7,602.69	8,217.11	5,289.47
Earning Per Share (in Rs.)	-3.92	-15.97	-10.15	-5.43	0.62
Book Value Per Share (in Rs.)	17.49	20.21	36.17	46.33	51.76





SADBHAV INFRASTRUCTURE PROJECT LIMITED

CIN: L45202GJ2007PLC049808

Registered Office : 'Sadbhav House', Opp. Law Garden Police Chowki, Ellisbridge, Ahmedabad - 380006, Gujarat • Tel.: +91 079-26463384 • Fax: +91 079-26400210
E-mail: investor@sadbhavinfra.co.in • Web: www.sadbhavinfra.co.in

Notice

NOTICE is hereby given that the 19th Annual General Meeting of SADBHAV INFRASTRUCTURE PROJECT LIMITED ("the Company") will be held on Tuesday, 30th day of September 2025 at 3.00 p.m. (Indian Standard Time) through Video Conferencing ("VC") or Other Audio Visual Means ("OAVM") to transact the following business:

ORDINARY BUSINESS

1. TO CONSIDER AND ADOPT:

- the audited Standalone financial statement of the Company for the financial year ended 31st March, 2025, the reports of the Board of Directors and Auditors thereon; and
- the audited consolidated financial statement of the Company for the financial year ended 31st March, 2025 and the report of Auditors thereon.

- To Appoint a Director in Place of Mr. Jatin Thakkar (DIN: 09312406), who retires by rotation and being Eligible, offers himself for reappointment.

SPECIAL BUSINESS

3. RATIFICATION OF REMUNERATION TO COST AUDITOR:

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

"RESOLVED THAT pursuant to the provisions of Section 148(3) and other applicable provisions, if any, of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014 (including any statutory modification(s) or re-enactment(s) thereof, for the time being in force), the remuneration payable to M/s. J. B. Mistri & Co., Cost Accountants in Practice having Firm Reg. No. 101067 appointed by the Board of Directors of the Company to conduct the audit of the cost records of the Company for the financial year 2025-26 amounting to ₹ 25,000/- per annum plus applicable tax and re-imbursement of out of pocket expenses incurred by them in connection with the aforesaid audit be and is hereby ratified and confirmed."

4. APPOINTMENT OF SECRETARIAL AUDITORS

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

"RESOLVED THAT pursuant to the provisions of Section 204 and other applicable provisions, if any, of the Companies Act, 2013 ('the Act'), read with Rule 9 of the Companies (Appointment & Remuneration of Managerial Personnel) Rules, 2014, [including any statutory modification(s) or re-enactment(s) thereof, for the time being in force], and Regulation 24A of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, and based on the recommendation of the Audit Committee and the approval of the Board of Directors of the Company, consent of the Company be and is hereby accorded for appointment M/s. Ashish Shah & Associates, Company Secretaries (Membership No. FCS 5974, COP No. 4178) (Shaival Plaza, 4th Floor, Gujarat College Road, Ellisbridge, Ahmedabad 380006) as the Secretarial Auditor of the Company for a period of five (5) consecutive years, commencing on April 1, 2025, until March 31, 2030, to conduct Secretarial Audit of the Company and to furnish the Secretarial Audit Report.

RESOLVED FURTHER THAT the Board of Directors of the Company be and are hereby authorised to fix the annual remuneration plus applicable taxes and out-of-pocket expenses payable to them during their tenure as the Secretarial Auditors of the Company, as determined by the Audit Committee in consultation with the said Secretarial Auditors.

RESOLVED FURTHER THAT any one of Directors of the Company be and are hereby authorised to take such steps and do all such acts, deeds, matters, and things as may be considered necessary, proper, and expedient to give effect to this Resolution."

5. TO RE-APPOINT MR. SHASHIN PATEL (DIN: 00048328) AS AN EXECUTIVE CHAIRMAN AND WHOLE TIME DIRECTOR OF THE COMPANY.

To consider and, if thought fit, to pass, with or without modifications, the following resolution as Special Resolution:

"RESOLVED THAT pursuant to the provisions of Sections 196, 197 and 203 of the Companies Act, 2013 ("Act") read with Schedule V to the Act and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 (including any statutory modification(s) and enactment(s) thereof for the time being in force) pursuant to Regulation 17(6)(ca) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 the consent of the members be and is hereby accorded to re-appoint Mr. Shashin V. Patel (DIN:00048328), as the Executive Chairman and Whole Time Director of the Company for a period of three (3) years w.e.f. 14th February, 2026 to 13th February, 2029 (both days inclusive) liable to retire by rotation with the terms and conditions including remuneration as set out in the Explanatory Statement annexed to this Notice and as recommended by Nomination and Remuneration Committee ("Committee") and approved by the Board, with liberty to the Board of Directors (including Committee) to alter and vary the terms and conditions of the said re-appointment/remuneration in such

manner as deemed fit necessary.

RESOLVED FURTHER THAT the remuneration payable to Mr. Shashin V. Patel (DIN:00048328), shall not exceed the overall ceiling of the total remuneration payable to a managerial person or persons or other directors or Directors as provided under section 197 and Schedule V of the Companies Act, 2013 or such other limits as may be prescribed from time to time.

RESOLVED FURTHER THAT notwithstanding to the above in the event of any loss or inadequacy of profit in any financial year of the Company during the tenure of Mr. Shashin V. Patel (DIN:00048328), as Executive Chairman and Whole Time Director of the Company, the remuneration payable to him shall be in accordance with limit prescribed in section II of Part II of Schedule V of the Companies Act, 2013 and rules framed thereunder.

RESOLVED FURTHER THAT the Board of Directors of the Company be and is hereby authorized to do all such acts, deeds, matters and things as in its absolute discretion, may consider necessary, expedient or desirable and to vary, modify the terms and conditions and to settle any question, or doubt that may arise in relation thereto and to decide break-up of the remuneration within the above said maximum permissible limit."

6. APPOINTMENT OF MR. SIDDHARTH BHUPENDRABHAI VYAS (DIN:01833867) AS A NON-EXECUTIVE DIRECTOR OF THE COMPANY.

To consider and, if thought fit, to pass, with or without modifications, the following resolution as an Ordinary Resolution:

"RESOLVED THAT pursuant to the provisions of Section 152, 160 and other applicable provisions of the Companies Act, 2013 and all other applicable provisions of Companies Act, 2013 ("Act"), Mr. Siddharth Bhupendrabhai Vyas (DIN:01833867) who was appointed by the Board of Directors of the company as an Additional Non-Executive Director of the company by way of circular resolution on 04th September, 2025 and being eligible, offers himself for appointment and in respect of whom the Company has received recommendation from Nomination and Remuneration Committee of the Company and also received a notice in writing from a member pursuant to the provisions of Section 160 of the Companies Act, 2013, signifying its intention to propose the candidature of Mr. Siddharth Bhupendrabhai Vyas (DIN:01833867) for the office of Non-Executive Director, liable to retire by rotation.

RESOLVED FURTHER THAT the Board of Directors of the Company be and is hereby authorized to do all such acts, deeds, matters and things as in its absolute discretion, may consider necessary, expedient or desirable and to vary, modify the terms and conditions and to settle any question, or doubt that may arise in relation thereto and to decide break-up of the remuneration within the above said maximum permissible limit."

Date: 4th September, 2025

Place: Ahmedabad

By Order of the Board of Directors
Sadbhav Infrastructure Project Limited

Registered Office:

"Sadbhav House",
Opp. Law Garden Police Chowki,
Ellisbridge, Ahmedabad – 380006
CIN : L45202GJ2007PLC049808

Shashin V. Patel
Executive Chairman
DIN-00048328

NOTES:

1. Pursuant to the General Circular Nos. 14/2020 dated April 8, 2020, 17/2020 dated April 13, 2020, 20/2020 dated May 5, , and latest General Circular No. 09/2024 dated September 19, 2024 issued by the Ministry of Corporate Affairs ("MCA") (hereinafter collectively referred to as ("MCA Circulars"), and Securities and Exchange Board of India ("SEBI") vide its Master circular no. SEBI/HO/CFD/PoD2/CIR/P/2024/120 dated July 11, 2023 , have permitted companies to conduct AGM through VC or OAVM , subject to compliance of various conditions mentioned therein. In compliance with the aforesaid MCA Circulars and SEBI Circulars and the applicable provisions of Companies Act, 2013 and rules made thereunder, and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations"), the 19th AGM of the Company is being convened and conducted through VC/OAVM.
2. Pursuant to the Circular No. 14/2020 dated April 08, 2020, issued by the Ministry of Corporate Affairs, the facility to appoint proxy to attend and cast vote for the members is not available for this AGM. However, the Body Corporates are entitled to appoint authorised representatives to attend the AGM through VC/OAVM and participate thereat and cast their votes through e-voting.
3. The Explanatory Statement, pursuant to Section 102 of the Companies Act, 2013 and Regulation 36 (3) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 and in pursuance to Secretarial Standards issued by the Institute of Company Secretaries of India which required to make certain additional disclosure in respect of the Directors seeking re-appointment/ appointment is annexed.
4. The attendance of the Members attending the AGM through VC/OAVM will be counted for the purpose of reckoning the quorum under Section 103 of the Companies Act, 2013.
5. Members seeking any information with regard to accounts of the Company are requested to write to Company at its Registered Office, so as to reach at least 10 days before the date of Meeting to enable Management to keep information ready.
6. In line with the aforesaid Ministry of Corporate Affairs (MCA) Circulars, the Notice of AGM alongwith Annual Report 2024-25 is being sent only through electronic mode to those Members whose email addresses are registered with the Company/ Depositories. Member may note that Notice and Annual Report 2024-25 have been uploaded on the website of the Company at www.sadbhavinfra.co.in. and weblink of the same is <https://www.sadbhavinfra.co.in/>. The Notice can also be accessed from

the websites of the Stock Exchanges i.e. BSE Limited and National Stock Exchange of India Limited at www.bseindia.com and www.nseindia.com respectively and the AGM Notice is also available on the website of CDSL (agency for providing the Remote e-Voting facility) i.e. www.evotingindia.com.

7. The Register of Directors' and Key Managerial Personnel and their shareholding maintained under Section 170 of the Companies Act, 2013, the Register of contracts or arrangements in which the Directors are interested under Section 189 of the Companies Act, 2013 and all other documents referred to in the Notice will be available for inspection in electronic mode.
8. The Members can join the AGM through the VC/OAVM mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the AGM through VC/OAVM will be made available for 1,000 members on first come first served basis. This will not include large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors etc. who are allowed to attend the AGM without restriction on account of first come first served basis.
9. Pursuant to Regulation 42 of Securities and Exchange Board of India (Listing Obligations and Disclosures Requirements) Regulations, 2015 the Board of Directors has fixed record date as Tuesday, 23rd September, 2025 for the purpose of Annual General Meeting of the Company.
10. Members holding shares in physical form are requested to consider converting their holdings to dematerialized form to eliminate risks associated with physical shares and for ease in portfolio management. Members can contact the Company or Share Registrars and Transfer Agents, Link Intime India Private Limited for assistance in this matter.

In terms of SEBI Circular No. SEBI/HO/MIRSD/DOP1/CIR/P/2018/73 dated 20th April, 2018, it has been mandated the Company/ RTA to obtain copy of PAN Card and Bank Account details from all the shareholders holding shares in physical form. Accordingly, shareholders who are holding shares in physical mode are requested to kindly furnish self-attested copy of your PAN card and original cancelled Cheque leaf/Attested Bank Passbook showing the name of Account holder along with an application.

With effective from 1st April, 2019, SEBI has amended Regulation 40 of the Listing Regulations, which deals with transfer or transmission or transposition of securities. According to this amendment, the requests for effecting the transfer of listed securities shall not be processed unless the securities are held in dematerialised form with a Depository. Therefore, for effecting any transfer, the securities shall mandatorily be required to be in demat form.

Therefore, all shareholders who are holding shares in physical mode are requested to kindly dematerialize the equity shares of the Company at the earliest.

11. As per the provisions of Section 72 of the Act, the facility for making nomination is available for the Members in respect of the shares held by them. Members who have not yet registered their nomination are requested to register the same by submitting Form No. SH-13. The said form can be downloaded from the Company's website through weblink <https://www.sadbhavinfra.co.in/> (under 'Investors' section). Members are requested to submit the said details to their depository participants ("DPs") in case the shares are held by them in electronic form and to Link Intime India Private Limited in case the shares are held by them in physical form.

12. Unclaimed Dividends

Members are hereby informed that under the Act, the Company is obliged to transfer any money lying in the Unpaid Dividend Account, which remains unpaid or unclaimed for a period of seven years from the date of such transfer to the Unpaid Dividend Account, to the credit of the Investor Education and Protection Fund ('the Fund') established by the Central Government.

Members are also requested to note that, pursuant to the provisions of Section 124 of the Act read with the Investor Education and Protection Fund Authority (Accounting, Audit, Transfer and Refund) Rules, 2016 (as amended) ('IEPF Rules'), the Company is also obliged to transfer all shares on which dividend has not been paid or claimed for seven consecutive years or more to the Demat Account of the IEPF Authority notified by the Ministry of Corporate Affairs ('IEPF Demat Account').

In view of this, Members are requested to claim their dividends from the Company, within the stipulated timeline.

13. Voting through electronic means

In compliance with the provisions of Section 108 of the Companies Act, 2013, read with Rule 20 of The Companies (Management and Administration) Rules, 2014, as amended from time to time, and Regulation 44 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company is pleased to provide to the Members the facility to exercise their right to vote at the 18th Annual General Meeting ('AGM') by electronic means and the business may be transacted through remote e-voting and the e-voting services provided by Central Depository Services (India) Ltd. (CDSL) as the Authorised e-voting agency for facilitating voting through electronic means. The facility of casting votes by a member using remote e-voting as well as e-voting system on the date of the AGM will be provided by CDSL.

The procedure and instructions for voting through electronic means are as follows:

SECTION A - E-VOTING PROCESS

- i. The shareholders should log on to the e-voting website www.evotingindia.com.
- ii. Click on "Shareholders" module.
- iii. Now enter your User ID
 - a.) For CDSL: 16 digits beneficiary ID,
 - b.) For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
 - c.) Shareholders holding shares in Physical Form should enter Folio Number registered with the Company.
- iv. Next enter the Image Verification as displayed and Click on Login.
- v. If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier e-voting of any company, then your existing password is to be used.

If you are a first-time user follow the steps given below:

For Members holding shares in Demat Form and Physical Form	
PAN	Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) Members who have not updated their PAN with the Company/Depository Participant are requested to use the sequence number which is printed on Postal Ballot / Attendance Slip / communicated by mail indicated in the PAN field.
Dividend Bank Details OR Date of Birth (DOB)	Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login. If both the details are not recorded with the depository or company please enter the member id / folio number in the Dividend Bank details field as mentioned in instruction (iii).

- vi. After entering these details appropriately, click on “SUBMIT” tab.
- vii. Shareholders holding shares in physical form will then directly reach the Company selection screen. However, shareholders holding shares in demat form will now reach ‘Password Creation’ menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- viii. For shareholders holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- ix. Click on the EVSN for the relevant <Sadbhav Infrastructure Project Limited> on which you choose to vote.
- x. On the voting page, you will see “RESOLUTION DESCRIPTION” and against the same the option “YES/NO” for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- xi. Click on the “RESOLUTIONS FILE LINK” if you wish to view the entire Resolution details.
- xii. After selecting the resolution, you have decided to vote on, click on “SUBMIT”. A confirmation box will be displayed. If you wish to confirm your vote, click on “OK”, else to change your vote, click on “CANCEL” and accordingly modify your vote.
- xiii. Once you “CONFIRM” your vote on the resolution, you will not be allowed to modify your vote.
- xiv. You can also take a print of the votes cast by clicking on “Click here to print” option on the Voting page.
- xv. If a demat account holder has forgotten the login password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
- xvi. There is also an optional provision to upload BR/POA if any uploaded, which will be made available to scrutinizer for verification.
- xvii. Additional Facility for Non – Individual Shareholders and Custodians –For Remote Voting only.**
 1. Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on to www.evotingindia.com and register themselves in the “Corporates” module.
 2. A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
 3. After receiving the login details a Compliance User should be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.
 4. The list of accounts linked in the login will be mapped automatically & can be delink in case of any wrong mapping.
 5. It is Mandatory that, a scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
 6. Alternatively Non Individual shareholders are required mandatory to send the relevant Board Resolution/ Authority letter etc. together with attested specimen signature of the duly authorized signatory who are authorized to vote, to the Scrutinizer and to the Company at the email address viz; investor@sadbhavinfra.co.in, if they have voted from individual tab & not uploaded same in the CDSL e-voting system for the scrutinizer to verify the same.

14. Process for those shareholders whose email ids are not registered:

1. For Physical shareholders- please provide necessary details like Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) by email to Company/RTA email id.
2. For Demat shareholders -, Please update your email id & mobile no. with your respective Depository Participant (DP)
3. For Individual Demat shareholders – Please update your email id & mobile no. with your respective Depository Participant (DP) which is mandatory while e-Voting & joining virtual meetings through Depository.

SECTION B - COMMENCEMENT OF E-VOTING PERIOD AND OTHER E-VOTING INSTRUCTIONS

- i. The facility for voting through electronic voting system shall also be made available at the meeting and members attending the meeting who have not already cast their vote by remote e-voting earlier shall be able to exercise their right at the meeting through e-voting. The members who have cast their vote by remote e-voting prior to the meeting may also attend the meeting through VC/OAVM but shall not be entitled to cast their vote again.
- ii. The remote e-voting period commences on Saturday, 27th September, 2025 (9:00 a.m. IST) and ends on, Monday, 29th September, 2025 (5:00 p.m. IST). During this period, Members holding shares either in physical form or in dematerialized form, as on Tuesday, 23rd September, 2025 i.e. cut-off date, may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter. Once the vote on a resolution is cast by the Member, he / she shall not be allowed to change it subsequently or cast vote again.
- iii. The voting rights of shareholders shall be in proportion to their shares in the paid up equity share capital of the Company as on the cut-off date. As per Explanation (ii) of Rule 20 of the Companies (Management and Administration) Rules, 2014, cut-off date

means a date not earlier than 7 days before the date of general meeting.

- iv. Any person, who acquires shares of the Company and becomes a member of the Company after dispatch of the Notice and holding shares as of the cut-off date, may obtain the login ID and password by sending a request at helpdesk.evoting@cdslindia.com. However, if you are already registered with CDSL for remote e-voting then you can use your existing user ID and password for casting your vote. If you forget your password, you can reset your password by using "Forgot User Details / Password" option available on www.evotingindia.com.
 - v. Mr. Ravi Kapoor, Practicing Company Secretary, Proprietor of M/s. Ravi Kapoor & Associates (M. No.: FCS 2587; CP No: 2407) (Shaival Plaza, 4th Floor, Gujarat College Road, Ellisbridge, Ahmedabad: 380006) has been appointed as the Scrutinizer to scrutinize the voting and remote e-voting process in a fair and transparent manner.
 - vi. The Scrutinizer shall submit, within two working days from the conclusion of AGM through VC/OAVM, a consolidated scrutiniser's report of the total votes cast in favour or against, if any to the Chairman or a person authorised by him in writing who shall countersign the same. Thereafter, the Chairman or the person authorised by him in writing shall declare the result of the voting forthwith.
 - vii. The Results declared along with the Scrutinizer's Report shall be placed on the Company's website www.sadbhavinfra.co.in and weblink off the same is <https://www.sadbhavinfra.co.in/> and on the website of CDSL immediately after the result is declared by the Chairman; and results shall also be communicated to the Stock Exchanges where the shares of the Company are listed.
 - viii. The resolutions shall be deemed to be passed on the date of the AGM through VC/OAVM, subject to receipt of requisite number of votes.
 - ix. You can also update your mobile number and e-mail ID in the user profile details of the folio which may be used for sending communication(s) regarding CDSL e-Voting system in future. The same may be used in case the Member forgets the password and the same needs to be reset.
 - x. In case you have any queries or issues regarding e-Voting, you may refer the Frequently Asked Questions ("FAQs") and e-Voting manual available at www.evotingindia.com under help section or write an email to helpdesk.evoting@cdslindia.com or contact Mr. Nitin Kunder (022- 23058738) or Mr. Mehboob Lakhani (022-23058543) or Mr. Rakesh Dalvi (022-23058542).
 - xi. All grievances connected with the facility for voting by electronic means may be addressed to Mr. Rakesh Dalvi, Manager, (CDSL) Central Depository Services (India) Limited, A Wing, 25th Floor, Marathon Futurex, Mafatlal Mill Compounds, N M Joshi Marg, Lower Parel (East), Mumbai - 400013 or send an email to helpdesk.evoting@cdslindia.com or call toll free no. 1800 22 55 33.
- 15. The instructions for shareholders voting on the day of the AGM on e-voting system are as under**
- 1. The procedure for e-Voting on the day of the AGM is same as the instructions mentioned above for Remote e-voting.
 - 2. Only those Members, who are present in the AGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system available during the AGM. However, members who have voted through Remote e-Voting will be eligible to attend the AGM.
 - 3. If any Votes are cast by the members through the e-voting available during the AGM and if the same members have not participated in the meeting through VC/OAVM facility, then the votes cast by such members shall be considered invalid as the facility of e-voting during the meeting is available only to the members participating in the meeting.
 - 4. Members who have voted through Remote e-Voting will be eligible to attend the AGM. However, they will not be eligible to vote at the AGM.
- 16. Instructions for members for attending the AGM through VC / OAVM are as under:**
- 1. Member will be provided with a facility to attend the AGM through VC/OAVM or view the live webcast of AGM through the CDSL e-Voting system. Members may access the same at [https:// www.evotingindia.com](https://www.evotingindia.com) under shareholders'/ members login by using the remote e-voting credentials. The link for VC/OAVM will be available in shareholder/members login where the EVSN of Company will be displayed.
 - 2. Members are encouraged to join the Meeting through Laptops for better experience.
 - 3. Further Members will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
 - 4. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
 - 5. For ease of conduct, members who would like to ask questions may send their questions in advance atleast (7) days before AGM mentioning their name, demat account number / folio number, email id, mobile number at investor@sadbhavinfra.co.in and register themselves as a speaker. Those Members who have registered themselves as a speaker will only be allowed to express their views/ask questions during the AGM. Relevancy of question & order of speakers at the meeting will be decided by the Chairman.
 - 6. The shareholders who do not wish to speak during the AGM but have queries may send their queries in advance 15 days prior to meeting mentioning their name, demat account number/folio number, email id, mobile number at (company email id). These queries will be replied to by the company suitably by email.
 - 7. Since the AGM will be held through VC/OAVM, the Attendance Slip, Proxy form & Route Map is not annexed in this Notice.

Details of Directors Seeking Appointment/Re-Appointment at the Annual General Meeting

[Pursuant to Regulation 36(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015] and in terms of the Secretarial Standards on General Meetings issued by the Institute of Company Secretaries of India requires certain additional disclosures with respect to Directors seeking appointment/re-appointment at the ensuing Annual General Meeting which is mentioned below.:

Director	Mr. Jatin Thakkar	Mr. Shashin V. Patel	Mr. Siddharth Bhupendrabhai Vyas
Directors Identification Number (DIN)	09312406	00048328	01833867
Date of Birth	30-07-1988	02-04-1981	04-08-1972
Age	37 years	44 Years	53 Years
Date of first Appointment on the Board	15th March, 2023	18th January, 2007	September 04, 2025
Terms & Conditions for Re-appointment	For the period of 3 years w.e.f. March 15, 2023 to March 14, 2026	For the period of 3 years w.e.f. February 14, 2026 to February 13, 2029	Not Applicable
Remuneration last drawn	Not Applicable	Not Applicable	Not Applicable
Designation	Executive Director and Chief Financial Officer	Executive Chairman and Whole Time Director	Non-Executive Non Independent Director
Remuneration proposed to be paid	Up to Rs. 13,00,000/- (Rupees Thirteen Lakhs Only) p.m.	Upto 30,00,000/- (Rupees Thirty Lakhs) P.M	Not Applicable
Disclosures of relationship between Directors inter-se	Not Applicable	Not Applicable	Not Applicable
Functional Expertise	Experience in managing gamut of Corporate Finance, Managing Banking relationships, Debt Capital market, Credit Rating, Project Finance, Costing and Accounting, Supply Chain, Treasury management areas and Proficient in management of Working Capital, Structuring of the Treasury transactions.	Experience in managing Management Information System, Project bidding and execution	In the field of the financial designing, policy making and implementation
Qualification	Chartered Accountant	MBA	MBA
Brief Profile of Director	Mr. Jatin Thakkar is a Member of Institute of Chartered Accountants of India. He is a versatile, high-energy professional, successful in achieving business growth objectives within turnaround time & rapid changing external environment. He is having a rich experience of 14+ years in managing in gamut of Corporate Finance, Managing Banking relationships, Debt Capital market, Credit Rating, Project Finance, Costing and Accounting, Supply Chain, Treasury management areas and Proficient in management of Working Capital, Structuring of the Treasury transactions.	Mr. Shashin V. Patel holds a Master's degree in Business Administration from K.S. School of Business Management, Gujarat University. He is associated with company since May 23, 2000. He is having a rich experience of more than 24 years and worked under the leadership of Late Shri. Vishnubhai Patel and he currently manages all of the affairs of our company and also drives all the strategic decisions. He is also in-charge of the Management Information System at Sadbhav. He is having an immense management skill of handling all the activities related to all three streams of the company i.e. Roads, Mining and Irrigation.	Mr. Siddharth Bhupendrabhai Vyas holds a Master's degree in Business Administration from NIM (National Institute of Management). He has the experience of working with top management and also as a CFO, he also has expertise in financial modelling, policy making, implementation and financial discipline.
Directorship in other Listed Companies	1. Sadbhav Engineering Limited 2. Sadbhav Gadag Highway Private Limited 3. Ahmedabad Ring Road Infrastructure Limited	1. Sadbhav Engineering Limited 2. Sadbhav Gadag Highway Private Limited 3. Ahmedabad Ring Road Infrastructure Limited	NIL
Chairman/ Member of Committee in other Companies	Chairman- 1 (One) Member- 1 (One)	Member - 2 (Two)	NIL
No. of Equity Shares held in the Company	NIL	8,14,110	NIL
No. of Board Meeting attended during the year 2024-25	6 (Six)	7 (Seven)	NIL

Names of companies along with listed entities in which person has resigned in the past three years.	NIL	NIL	NIL
Skills and capabilities required for the role and the manner in which the proposed person meets such requirements	Experience in managing gamut of Corporate Finance, Managing Banking relationships, Debt Capital market, Credit Rating, Project Finance, Costing and Accounting, Supply Chain, Treasury management areas and Proficient in management of Working Capital, Structuring of the Treasury transactions.	Entrepreneur, Infrastructure domain, Business Strategy and Corporate Management.	Finance Professional, Policy maker in corporate management.
Justification for appointment of Independent Director	Not Applicable	Not Applicable	Not Applicable

EXPLANATORY STATEMENT PURSUANT TO SECTION 102 OF COMPANIES ACT, 2013

Special Business:

Item No. 3

The Board of Directors of the Company on the recommendation of the Audit Committee, approved the appointment and remuneration of M/s. J. B. Mistri & Co, Cost Accountant in Practice (Firm Reg. No. 101067), to conduct the audit of the cost records maintained by the Company for the financial year 2025-26, at their meeting held on 12th August, 2025.

In terms of the provisions of Section 148(3) of the Companies Act, 2013 read with Rule 14(a)(ii) of the Companies (Audit and Auditors) Rules, 2014, the remuneration payable to the Cost Auditor is required to be ratified by the Members of the Company. Accordingly, the members are requested to ratify the remuneration payable to the Cost Auditors for audit of cost records of the Company for the financial year 2025-26 as set out in the resolution.

None of the Directors and Key Managerial Personnel of the Company or their relatives are concerned or interested, either financially or otherwise, in the resolution.

The Board of Directors recommends the Ordinary Resolution set out at Item No. 3 of the Notice for approval by the Members.

Item No. 4

In terms of Regulation 24A of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('SEBI Listing Regulations') and other applicable provisions of the Companies Act, 2013, each as amended, the Company is required to appoint Secretarial Auditors for a period of 5 years commencing FY2025-26, to conduct the Secretarial Audit of the Company in terms of Section 204 and other applicable provisions of the Companies Act, 2013 read with Regulation 24A and other applicable provisions of the SEBI Listing Regulations read with applicable SEBI Circulars.

For identification of Secretarial Auditor, the Management in terms of Regulation 24A of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('SEBI Listing Regulations') and other applicable provisions of the Companies Act, 2013, each as amended, the Company is required to appoint Secretarial Auditors for a period of 5 years commencing FY 2025-26, to conduct the Secretarial Audit of the Company in terms of Section 204 and other applicable provisions of the Companies Act, 2013 read with Regulation 24A and other applicable provisions of the SEBI Listing Regulations read with applicable SEBI Circulars.

The following criteria inter alia were considered for evaluation of Practicing Company Secretary firms capable of conducting audit of Sadbhav Infrastructure Project Limited:

- background of the firm, their experience and past associations in handling secretarial audit of large listed companies;
- competence of the leadership and the audit team in conducting secretarial audit of the Company in the past as well as of other large listed companies; and
- ability of the firm to understand the business of the Company and identify compliance of major laws and regulations applicable to the Company.

As part of the assessment, the Management also considered the eligibility of Mr. Ashish Shah, who is the Peer Reviewed and Quality Reviewed by the Institute of Company Secretaries of India, the firm specializes in corporate law, SEBI and RBI regulations, corporate governance, and compliance.

The Management evaluated the background, expertise and past performance of M/s Ashish Shah & Associates as the Secretarial as the Secretarial Auditors of the Company.

The Audit Committee has recommended to the Board, the appointment of M/s Ashish Shah & Associates as the Secretarial Auditors of the Company for a period of five years commencing from the conclusion of the ensuing 19th Annual General Meeting scheduled to be held on September 30, 2025, through the conclusion of 24th Annual General Meeting of the Company to be held in the year 2030, for conducting secretarial audit of the Company for the period beginning from FY 2025-26 through FY 2029-30.

The Board, at its meeting held on August 12, 2025, considered the recommendation of the Audit Committee with respect to the appointment of M/s Ashish Shah & Associates as the Secretarial Auditors. After due consideration and review, the Board recommends for approval of the Members the appointment of M/s Ashish Shah & Associates as the Secretarial Auditors of the Company for a period of five years commencing from the conclusion of the ensuing 19th Annual General Meeting scheduled to be held on Tuesday, 30th September, 2025, through the conclusion of 24th Annual General Meeting of the Company to be held in the year 2030, for conducting secretarial audit of the Company for the period beginning from FY 2025-26 through the FY 2029-30.

M/s. Ashish Shah & Associates have given their consent and confirmed their eligibility for appointment as Secretarial Auditors under the Act and the SEBI Listing Regulations. They have also confirmed that their appointment, if made, shall be in accordance with Section 204 of the Act and the rules made thereunder and Regulation 24A of the SEBI Listing Regulations.

The proposed remuneration to be paid to M/s Ashish Shah & Associates as the Secretarial Auditors, for FY2025-26 is ₹1 lakh plus applicable taxes and reimbursement of out-of-pocket expenses. The Audit Committee and the Board is of the view that ₹1 lakh is reasonable audit fee considering the size and scale of Limited. The remuneration to be paid to Secretarial Auditors for the remaining term i.e. from FY2026-27 through FY2029-30 shall be mutually agreed between the Board, based on recommendation(s) of the Audit Committee, and the Secretarial Auditors, from time to time. The remuneration for FY2026-27 through the FY2029-30 shall be decided considering changes in scope of audit and to meet inflationary costs of providing the audit service. The Company will seek shareholder approval in case there is a material change in the remuneration of secretarial auditor owing to significant enhancement in scope of work.

None of the Director(s) or Key Managerial Personnel of the Company or their respective relatives are concerned or interested in the Resolution mentioned at Item No. 4 of the Notice.

The Board recommends the Resolution set forth in Item No. 4 for the approval of the Members.

Disclosure under Regulation 36(5) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

Proposed audit fee payable to auditors	₹ 1 Lakhs per annum plus applicable taxes and reimbursement of travelling and other out-of-pocket expenses actually incurred by Secretarial Auditors in connection with the Secretarial Audit of Company for the financial year 2025-26 and for his remaining tenure subject to revision as mutually agreeable between the Board and Secretarial Auditors of the Company.
Terms of appointment	The Secretarial Auditor would be appointed for period of five consecutive years commencing from FY 2025-26 till FY 2029-30.
Material changes in fee payable and rationale thereof	The fees payable to the Secretarial Auditors is in line with the prevailing industry standards.
Basis of recommendation and auditor credentials	Mr. Ashish Shah, Practicing Company Secretary and Proprietor M/s. Ashish Shah & Associates, Company Secretaries (Membership No. FCS 5974, COP No. 4178) has rich and varied experience in Corporate Law matters. He is based at Ahmedabad. The core competency of the firm lies under the Companies Act, 2013, SEBI Regulations, FEMA, NBFC and other allied Corporate Laws.

Item No. 5:

Mr. Shashin Patel was appointed as an Executive Chairman and Whole Time Director of the company w.e.f. 14th February 2023 for a period of 3 (Three) Years i.e. upto 13th February, 2026. The Nomination and Remuneration Committee of the company has after due deliberation and process of evaluation, recommended to re-appoint Mr. Shashin Patel as an Executive Chairman and Whole Time Director. Based on the recommendation of the Nomination and Remuneration Committee, the board of directors of the company in their meeting held on 12th August, 2025, had subject to approval of members of the company, appointed Mr. Shashin Patel (DIN: 00048328) as an Executive Chairman and Whole Time Director of the company for a period of three years i.e., from 14th February, 2026 to 13th February 2029. The full profile and other details of Mr. Shashin Patel has been attached with this notice.

Based on the recommendation of the Nomination and Remuneration Committee and keeping in view of his vast experience and dedication given by Mr. Shashin V Patel (DIN-00048328), the Board of Directors of the Company at its meeting held on 12th August, 2025, has re-appointed him as an Executive Chairman and Whole Time Director.

Mr. Shashin V. Patel (DIN: 00048328) holds a Master's degree in Business Administration from K.S. School of Business Management, Gujarat University. He is associated with company since May 23, 2000. He is having a rich experience of more than 24 years and worked under the leadership of Late Shri. Vishnubhai Patel and he currently manages all of the affairs of our company and also drives all the strategic decisions. He is also in-charge of the Management Information System at Sadbhav. He is having an immense management skill of handling all the activities related to all three streams of the company i.e. Roads, Mining and Irrigation. Mr. Shashin V. Patel (DIN: 00048328) is not disqualified from being appointed as an Executive Chairman and Whole Time Director in terms of Section 164 of the Act and has given his consent to act as an Executive Chairman and Whole Time Director of the Company. He has also confirmed that he is not debarred from holding the office of Director by virtue of any SEBI Order or any such authority pursuant to circulars dated 20 June, 2018 issued by BSE Limited and the National Stock Exchange of India Limited pertaining to enforcement of SEBI Orders regarding appointment of Directors by the listed companies.

The terms and conditions for appointment of Mr. Shashin Patel as an Executive Chairman and Whole Time Director is mentioned below:

The terms and condition of his re-appointment are as under:

A	Period of Appointment	Three years (from 14 th February, 2026 up to 13 th February, 2029)
B	Remuneration Details	
	Monthly Salary	Rs. 30,00,000/- (Rupees Thirty Lakhs Only) P.M
	Perquisites and Facilities	
	Commission	The appointee shall be entitled to receive commission on profit as may be determined by the Board for such appointee so that his overall salary including such commission is within the limits provided under the Companies Act, 2013 and rules framed thereunder.
	Medical Reimbursement	As per Company's Policy.
	Other facilities, if any	It includes Company's Contribution to Provident Fund, Provision for Gratuity, Encashment of Leave Salary, as per the rules of the Company. These shall not be included in computation of above limits of remuneration.
	Minimum Remuneration	Notwithstanding anything herein above stated, wherein any financial year, the Company incurs loss or its profits are inadequate, the Company shall pay to Mr. Shashin V Patel, remuneration by way of Salary including all perquisites not exceeding the limits specified under Schedule V to the Companies Act, 2013 (including any statutory modifications or re-enactment(s) thereof, for the time being in force), or such other limits as may be prescribed by the Government from time to time.

As per provisions of Section 196 of the Companies Act, 2013 it is required to obtain approval of members at the ensuing general meeting of the Company for re-appointment of Executive Chairman and Whole Time Director. Accordingly, approval of members by way of Special Resolution is sought for re-appointment of Mr. Shashin Patel as Executive Chairman and Whole Time Director of the Company.

The Board recommends the Special Resolution set out at Item No. 5 of the Notice for approval by the Shareholders.

None of the Directors (except Mr. Shashin Patel), and their relatives are directly and indirectly concerned or interested in above resolution. However, none of the Key Managerial Personnel of the Company and their relatives is directly/ indirectly concerned or interested in the above resolution.

Additional information as required under Schedule V of the Companies Act, 2013 is mentioned separately after explanatory statement.

A Statement containing information as per section II of Part II of Schedule V of the Companies Act, 2013.

i. General Information:

Sr. No.	Nature of Industry	Infrastructure development and construction Company primarily focusing on roads, irrigation and mining operations.		
1.	Date or expected date of commencement of commercial production	The Company is already in existence and it started its activities since 2007.		
2.	In case of new companies expected date of commencement of activities as per project approved by financial institutions appearing in the prospectus.	Not applicable as the Company is an existing Company		
3.	Financial Performance based on given indicators	Particulars	(In Million)	
			31.03.2025	31.03.2024
		Revenue/Sales (Gross)	0	225.00
		Profit/ Loss before Tax	(1380.93)	(5622.96)
		Profit/ Loss after Tax	(1380.93)	(5621.13)
		Shareholder's Fund	3522.25	3522.25
4.	Foreign Investments or collaborations, if any.	- The Company has no foreign collaborations as on 31st March, 2025 - Foreign Investment in the term of shareholding in the Company of the following as on 31/03/2025 are as under:		
		Particular	No. of Equity Shares	% of share capital
		Foreign Portfolio Investors	5	0.00
		NRI	1308788	0.37

ii. Information about the appointees:

Sr. No.	Particulars	Mr. Shashin V. Patel
1.	Background details	Mr. Shashin V. Patel holds Master Degree in Business Administration. He is associated with Company since 2007. His scope of work includes overview of the day to day affairs of the Company.
2.	Past Remuneration	NIL
3.	Recognition or awards	None
4.	Job profile and his suitability	He is having a rich experience of more than 22 years and worked under the leadership of Late Shri. Vishnubhai Patel and he currently manages all of the affairs of our company and also drives all the strategic decisions. He is also in-charge of the Management. He is having an immense management skill of handling all the activities related to all three streams of the company i.e. Roads, Mining and Irrigation. Information System at Sadbhav.
5.	Remuneration Proposed	30,00,000/- (Rupees Thirty Lakhs Only) P.M
6.	Comparative remuneration profile with respect to industry, size of the Company, profile of the position and person (in case of expatriates the relevant details would be with respect to the country of his origin)	The prevalent levels of remuneration in infrastructure industry are higher. Taking into consideration his involvement, responsibility and contribution being made by Mr. Shashin V. Patel the proposed remuneration is reasonable and in line with the remuneration levels in the industry across the Country.
7.	Pecuniary relationship directly or indirectly with the Company, or relationship with the managerial personnel, if any.	None

Other Information:

- Reason for loss or inadequate profits: Main Reason for loss or inadequate profits is provisions for impairment of the contract assets.
- Steps taken or proposed to be taken for improvement: The Company has taken following steps:
 - Building up of quality order book
 - consistent and continuous focus on technological improvements for new product development and increasing the efficiency;
 - concerted efforts on optimising and reduction in fixed costs and optimisation of net working capital;
 - reduction in debt and finance cost
- Expected increase in productivity and profits in measurable terms: After reduction in debt and finance cost, the Company will have single point focus on ramping up the operations, execution of order book and achieving the business target.

Item No. 6:

Mr. Siddharth Bhupendrabhai Vyas (DIN:01833867) was appointed by the Board of Directors of the company as an Additional Non-Executive Director of the Company by way of Circular Resolution on 04th September, 2025. According to provisions of Section 161 of the Companies Act 2013 ("Act"), he holds office as an Additional Non-Executive Director only up to date of the ensuing General Meeting. As required under Section 160 of the Act, the Company has received recommendation from Nomination and Remuneration Committee of the Company and a notice has been received from a member signifying its intention to propose appointment of Mr. Siddharth Bhupendrabhai Vyas (DIN:01833867) as a Non-Executive Director of the company, liable to retire by rotation. As the declarations received from Mr. Siddharth Bhupendrabhai Vyas (DIN:01833867), he is not disqualified from being appointed as a Non-Executive Director in terms of Section 164 of the Act and has given his consent to act as a Non-Executive Director of the Company. He has also confirmed that he is not debarred from holding the office of Director by virtue of any SEBI Order or any such authority pursuant to circulars dated 20 June, 2018 issued by BSE Limited and the National Stock Exchange of India Limited pertaining to enforcement of SEBI Orders regarding appointment of Directors by the listed companies.

He has a proven ability to improve operations, impact business growth & maximize profits through contributions in financial management, cost reductions & productivity improvements. He also has Expertise in designing and implementing systems to achieve financial discipline and improve the overall efficiency of the organisation.

He is interested in the resolution set out at Item No. 6 of the Notice. Save and except the above, none of the other Directors / Key Managerial Personnel of the Company / their relatives are, in any way, concerned or interested, financially or otherwise, in the resolution set out at Item No.6 of the Notice, except as a member of the Company, if any.

The Board recommends the Ordinary resolution set out at Item No. 6 of the Notice for approval by the members.

Date: 4th September, 2025
Place: Ahmedabad

By Order of the Board of Directors
Sadbhav Infrastructure Project Limited

Registered Office:

"Sadbhav House",
Opp. Law Garden Police Chowki,
Ellisbridge, Ahmedabad – 380006
CIN : L45202GJ2007PLC049808

Shashin V. Patel
Executive Chairman
DIN-00048328

Directors' Report

To
The Members,
Your Directors have pleasure in submitting their 19th Annual Report of the Company together with the Audited Statements of Accounts for the financial year ended on 31st March, 2025.

FINANCIAL RESULTS

The Group's financial performances for the year under review along with previous year's figures are given hereunder:

(Rs. In Million)

PARTICULARS	Standalone		Consolidated	
	2024-25	2023-24	2024-25	2023-24
Revenue from Operations	0.00	225.00	7,039.55	7,788.89
Other Income	116.86	207.02	557.56	984.32
Total Revenue	116.86	432.02	7,597.11	8,773.21
Profit Before Taxation	(1,380.93)	(5,622.96)	(102.22)	(5,581.70)
Less: Tax Expense	0.00	(1.83)	240.34	249.20
Profit/(Loss) for the period after tax and minority interest	(1,380.93)	(5,621.14)	(342.56)	(5,332.50)
Other comprehensive income	(0.11)	(2.89)	(1.27)	(4.98)
Total comprehensive income (after tax)	(1,381.04)	(5,624.02)	(343.83)	(5,337.48)

Dividend

Directors do not recommend any dividend for the financial year ended on 31st March, 2025.

DIVIDEND DISTRIBUTION POLICY

The Board of Directors of the Company has adopted a Dividend Distribution Policy. The Policy, as approved by the Board, is uploaded on the Company's website at the web link: <https://www.sadbhavinfra.co.in/en/pdf/dividend-distribution-policy.pdf>

AMOUNT TO BE CARRIED TO RESERVES

The Company transfers entire sum of net loss incurred to Retained Earnings during the year under review.

SHARE CAPITAL

The paid up Equity Share Capital as at 31st March, 2025 is ₹3,52,22,52,160/-. During the year under review, the Company has not issued shares with differential voting rights nor has granted any stock options or sweat equity. The Company has no scheme of provision of money for purchase of its own shares by employees or by trustees for the benefit of employees. Hence the details under rule 16 (4) of Companies (Share Capital and Debentures) Rules, 2014 are not required to be disclosed. The Nomination and Remuneration Committee of the Board of Directors of the Company at its meeting held on 12th August, 2024 approved Employee Stock Options to the eligible employees of the Company and its Subsidiary Companies and Holding Company under Sadbhav Infrastructure Project Limited Employee Stock Option Plan-2024. The said scheme was subsequently approved by the shareholders at the Annual General Meeting held on September 30, 2024. However, as of March 31, 2025, no stock options have been granted under the said Plan.

DEBENTURES

The Company has following Non-convertible Debentures (NCDs) as on 31st March, 2025:

- Series A** - 39,000 (Thirty Nine Thousand) Unlisted, Unrated, Secured, Redeemable, Non-convertible Debentures of face value of Rs. 67,408/- (Rupees Sixty Seven Thousand Four Hundred and Eight only) each, aggregating up to Rs. 262,89,12,000/- (Rupees Two Hundred Sixty Two Crores Eighty Nine Lakhs and Twelve Thousand only) ("Debentures") – Series A Debentures have been repaid in full vide payment dated 18-05-2024.
- Series B** - 8120 (Eight Thousand One Hundred Twenty) Unlisted, Unrated, Secured, Redeemable, Non- Convertible Debentures of a face value of Rs. 1,00,000/- (Rupees One Lakh Only) each of an aggregate nominal value of up to Rs. 160,00,00,000/- (One Hundred Sixty Crores Only) ("Debentures")- out of 16,0000 (Sixteen thousand) 7890 (Seven thousand Eight Hundred Ninety) Debentures have been repaid.

REVIEW OF BUSINESS OPERATIONS AND FUTURE PROSPECTS

During the year, Company reported at standalone level, the Revenue from Operations amounting to ₹0.00 million as against ₹225.00 million in the previous year. The Net Loss reported for the year was ₹1381.04 million against Net Loss of ₹5,624.02 million as per previous year. The Consolidated Revenue from Operations was ₹7039.55 million as against ₹7789.89 million in the previous year. Your Company has achieved consolidated total income of ₹7,597.11 million as against ₹8,773.21 million in the previous year.

CORPORATE GOVERNANCE

The Company has complied with the corporate governance requirements under the Companies Act, 2013, and as stipulated under the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. A separate section on corporate governance under the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, along with the certificate from the Practicing Company Secretary confirming the compliance, is annexed and forms part of this Annual Report.

MANAGEMENT DISCUSSION AND ANALYSIS (MDA)

The Management Discussion and Analysis report, capturing your Company's performance, industry trends and other material changes with respect to your Company is presented in a separate section forming part of the Annual Report. The Report provides a consolidated perspective of economic, social and environmental aspects material to our strategy and our ability to create and sustain value to our key stakeholders and includes aspects of reporting as required by Regulation 34(2) (e) read with Schedule V of the Listing Regulations.

Change in the nature of business, if any

There are no material changes in the nature of business during the year.

MATERIAL CHANGES AND COMMITMENT IF ANY AFFECTING THE FINANCIAL POSITION OF THE COMPANY:

There are no material changes and commitment if any affecting the financial position of the company occurred between the ends of the financial year to which this financial statements relate and the date of the report.

SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS

No significant material orders have been passed by the Regulators or Courts or Tribunals which would impact the going concern status of the Company and its future operations.

RISK MANAGEMENT

Risk management comprises all the organizational rules and actions for early identification of risks in the course of doing business and the management of such risks.

Pursuant to the provisions of Regulation 21 of the Listing Regulations, the Company is not required to constitute a Risk Management Committee; however, as a measure of good governance, the Company has constituted a Risk Management Committee of the Board. The Company has laid down procedures to inform Board members about the risk assessment and minimization procedures. The Company's management systems, organizational structures, processes, standards, code of conduct, Internal Control and Internal audit methodologies and processes that governs as to how the Company conducts its business and manages associated risks. The Company also has in place a Risk Management Policy to identify and assess the key risk areas. The Members of the Audit Committee monitors and reviews the implementation of various aspects of the Risk Management Policy. This robust Risk Management framework seeks to create transparency, minimize adverse impact on business objectives and enhance the Company's competitive advantage. Major risks identified by the Company are systematically addressed through mitigating actions on a continuous basis. The Company has also adopted Risk Assessment, Minimization and Control Procedures. At present no particular risk whose adverse impact may threaten the existence of the Company is visualized.

DETAILS IN RESPECT OF ADEQUACY OF INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO THE FINANCIAL STATEMENTS.

The Company has appropriate internal control systems for business processes with regard to its operations, financial reporting and compliance with applicable laws and regulations. It has documented policies and procedures covering financial and operating functions and processes. These policies and procedures are updated from time to time and compliance is monitored by the internal audit function as per the audit plan. The Company continues its efforts to align all its processes and controls with best practices.

Details of the internal controls system are given in the Management Discussion and Analysis Report, which forms part of the Board's Report.

DIRECTORS AND KEY MANAGERIAL PERSONNEL**i) Changes in Directors and Key Managerial Personnel**

There were following changes in the composition of Board and Key Managerial Personnel during the year under review:

- 1) Mr. Dwigesh Joshi (DIN-09733282) resigned as Director of the Company w.e.f. 08-04-2024.
- 2) Mrs. Shefali Manojbhai Patel (DIN-07235872) was appointed as an Additional Director of the Company w.e.f. 06-07-2024 by way of circular Resolution.
- 3) Mr. Ambalal Patel (DIN: 00037870) was appointed as a Non-executive Independent Director of the company w.e.f 30-09-2024.
- 4) Mr. Tarang Desai (DIN: 00005100) was appointed as a Non-executive Independent Directors of the company w.e.f 12-08-2024 .
- 5) Mr. Arun Patel tendered his resignation as an Independent Director of the Company w.e.f 21-10-2024
- 6) Mr. Hardik Modi tendered his resignation from the post of Company Secretary and Compliance Officer of the Company with effect from 12-02-2025.
- 7) Mrs. Daksha Shah tendered her resignation as an Independent Director of the Company w.e.f 12-02-2025

ii) Declaration by an Independent Director(s)

Independent Directors, hold office for a term of five years. They are not liable to retire by rotation in terms of Section 149(13) of the Act.

All Independent Directors of the Company have given declarations that they meet the criteria of independence as laid down under Section 149 (6) of the Act and Regulation 16 (1) (b) of the Listing Regulations. In the opinion of the Board, they fulfill the conditions of independence as specified in the Act and the Rules made there under and are independent of the management. There has been no change in the circumstances affecting their status as Independent Directors of the Company.

The Board is of the opinion that the Independent Directors of the Company possess requisite qualifications, experience and expertise in the fields of strategy, auditing, tax and risk advisory services, financial services, corporate governance, etc. and that they hold highest standards of integrity. The Independent Directors of the Company have undertaken requisite steps towards the inclusion of their names in the data bank of Independent Directors maintained with the Indian Institute of Corporate Affairs in terms of Section 150 of the Act read with Rule 6 of the Companies (Appointment & Qualification of Directors) Rules, 2014.

iii) Procedure for Nomination and Appointment of Directors:

The Nomination and Remuneration Committee is responsible for developing competency requirements for the Board based on the industry and strategy of the Company. Board composition analysis reflects in-depth understanding of the Company, including its strategies, environment, operations, and financial condition and compliance requirements.

The Nomination and Remuneration Committee conducts a gap analysis to refresh the Board on a periodic basis, including each time a Director's appointment or re-appointment is required. The Committee is also responsible for reviewing and vetting the CVs of potential candidate's vis-à-vis the required competencies and meeting potential candidates, prior to making recommendations of their nomination to the Board. At the time of appointment, specific requirements for the position, including expert knowledge expected, is communicated to the appointee.

iv) Criteria for Determining Qualifications, Positive Attributes and Independence of a Director:

The Nomination and Remuneration Committee has formulated the criteria for determining qualifications, positive attributes and independence of Directors in terms of provisions of Section 178 (3) of the Act and Regulation 19 read with Part D of Schedule II of the Listing Regulations.

Independence: In accordance with the above criteria, a Director will be considered as an 'Independent Director' if he/she meets with the criteria for 'Independent Director' as laid down in the Act and Regulation 16 (1) (b) of the Listing Regulations.

Qualifications: A transparent Board nomination process is in place that encourages diversity of thought, experience, knowledge, perspective, age and gender. It is also ensured that the Board has an appropriate blend of functional and industry expertise. While recommending the appointment of a Director, the Nomination and Remuneration Committee considers the manner in which the function and domain expertise of the individual will contribute to the overall skill domain mix of the Board.

Positive Attributes: In addition to the duties as prescribed under the Act, the Directors on the Board of the Company are also expected to demonstrate high standards of ethical behavior, strong interpersonal and communication skills and soundness of judgment. Independent Directors are also expected to abide by the 'Code for Independent Directors' as outlined in Schedule IV to the Act.

v) Annual Evaluation of Board Performance and Performance of its Committees and of Directors:

Pursuant to the applicable provisions of the Act and the Listing Regulations, the Board has carried out an annual evaluation of its own performance, performance of the Directors as well as the evaluation of the working of its Committees.

The Nomination and Remuneration Committee has defined the evaluation criteria, procedure and time schedule for the Performance Evaluation process for the Board, its Committees and Directors.

The Board's functioning was evaluated on various aspects, including inter alia structure of the Board, including qualifications, experience and competency of Directors, diversity in Board and process of appointment; Meetings of the Board, including regularity and frequency, agenda, discussion and dissent, recording of minutes and dissemination of information; functions of the Board, including strategy and performance evaluation, corporate culture and values, governance and compliance, evaluation of risks, grievance redressal for investors, stakeholder value and responsibility, conflict of interest, review of Board evaluation and facilitating Independent Directors to perform their role effectively; evaluation of management's performance and feedback, independence of management from the Board, access of Board and management to each other, succession plan and professional development; degree of fulfillment of key responsibilities, establishment and delineation of responsibilities to Committees, effectiveness of Board processes, information and functioning and quality of relationship between the Board and management.

Directors were evaluated on aspects such as attendance and contribution at Board/ Committee Meetings and guidance/support to the management outside Board/ Committee Meetings. In addition, the Chairman was also evaluated on key aspects of his role, including setting the strategic agenda of the Board, encouraging active engagement by all Board members and motivating and providing guidance to the Executive Chairman.

Directors were evaluated on aspects such as professional qualifications, prior experience, especially experience relevant to the Company, knowledge and competency, fulfillment of functions, ability to function as a team, initiative, availability and attendance, commitment, contribution, integrity, independence and guidance/ support to management outside Board/Committee Meetings. In addition, the Chairman was also evaluated on key aspects of his role, including effectiveness of leadership and ability to steer meetings, impartiality, ability to keep shareholders' interests in mind and effectiveness as Chairman.

Areas on which the Committees of the Board were assessed included mandate and composition; effectiveness of the Committee; structure of the Committee; regularity and frequency of meetings, agenda, discussion and dissent, recording of minutes and dissemination of information; independence of the Committee from the Board; contribution to decisions of the Board; effectiveness of meetings and quality of relationship of the Committee with the Board and management.

The performance evaluation of the Independent Directors was carried out by the entire Board, excluding the Director being evaluated. The performance evaluation of the Chairman and the Non-Independent Directors was carried out by the Independent Directors, who also reviewed the performance of the Board as a whole. The NRC also reviewed the performance of the Board, its Committees and of the Directors.

The Chairman of the Board provided feedback to the Directors on an individual basis, as appropriate. Significant highlights, learning and action points with respect to the evaluation were presented to the Board.

NUMBER OF MEETINGS OF THE BOARD

During the year, seven (7) Board meetings were convened and held on 30th April 2024, 20th May 2024, 12th August 2024, 31st August 2024, 24th October 2024, 12th November 2024 and 12th February, 2025. Details of board meetings and committee meeting are given in the corporate governance report. The intervening gap between the meetings was within the period prescribed under the Companies Act, 2013.

COMMITTEES OF BOARD

In compliance with the requirements of Companies Act, 2013 and Listing Regulations, your Board had constituted various Board Committees to assist it in discharging its responsibilities. The Board has adopted charters setting forth the roles and responsibilities of each of the Committees. The Board has constituted following Committees to deal with matters and monitor activities falling within the respective terms of reference:

- a) Mandatory Committees
 - Audit Committee
 - Nomination and Remuneration Committee
 - Stakeholder's Relationship Committee
 - Corporate Social Responsibility Committee

- b) Non-Mandatory Committees
- Risk Management Committee
 - Finance and Investment Committee

Details of the composition of the Board and its Committees and of the Meetings held and attendance of the Directors at such Meetings, are provided in the Corporate Governance Report. The intervening gap between the Meetings was within the period prescribed under the Act and the Listing Regulations.

NOMINATION AND REMUNERATION POLICY

The Company has adopted a Nomination and Remuneration Policy for the Directors, Key Managerial Personnel and other employees, pursuant to the provisions of the Act and the Listing Regulations. The philosophy for remuneration of Directors, Key Managerial Personnel and all other employees of the Company is based on the commitment of fostering a culture of leadership with trust. The Remuneration Policy of the Company is aligned to this philosophy.

The Nomination and Remuneration Committee has considered following factors while formulating Policy:

- The level and composition of remuneration is reasonable and sufficient to attract, retain and motivate Directors of the quality required to run the Company successfully;
- Relationship of remuneration to performance is clear and meets appropriate performance benchmarks; and
- Remuneration to Directors, Key Managerial Personnel and Senior Management involves a balance between fixed and incentive pay reflecting short and long-term performance objectives appropriate to the working of the Company and its goals.

It is affirmed that the remuneration paid to Directors, Key Managerial Personnel and all other employees is as per the Remuneration Policy of the Company.

Details of the Remuneration Policy are given in the Corporate Governance Report.

Details of Subsidiary/Joint Ventures/Associate Companies

The Consolidated Financial Statements of the Company and its subsidiaries, prepared in accordance with Indian Accounting Standards notified under the Companies (Indian Accounting Standards) Rules, 2015 ('Ind AS'), form part of the Annual Report and are reflected in the Consolidated Financial Statements of the Company.

The annual financial statements of the subsidiaries and related detailed information will be kept at the Registered Office of the Company, as also at the registered offices of the respective subsidiary companies and will be available to investors seeking information at any time.

The Company has adopted a Policy for determining Material Subsidiaries in terms of Regulation 16 (1) (c) of Listing Regulations. The Policy, as approved by the Board, is uploaded on the Company's website and the weblink of the same is <https://www.sadbhavinfra.co.in/en/investors.html>

The consolidated financial results reflect the operations of the following subsidiaries.

Sr. No.	Name of Company	CIN/GLN	Address of The Company	Holding/Subsidiary/Associate
1.	Ahmedabad Ring Road Infrastructure Limited	U45203GJ2006PLC048981	"Sadbhav House", Opp. Law Garden Police Chowki, Ellisbridge, Ahmedabad – 380006.	Wholly owned Subsidiary Company
2.	Rohtak Hissar Tollway Private Limited	U45203GJ2013PTC074446	"Sadbhav House", Opp. Law Garden Police Chowki, Ellisbridge, Ahmedabad – 380006.	Wholly owned subsidiary Company
3.	Rohtak Panipat Tollway Private Limited	U45202GJ2010PTC059322	"Sadbhav House", Opp. Law Garden Police Chowki, Ellisbridge, Ahmedabad – 380006.	Wholly owned subsidiary Company
4.	Sadbhav Nainital Highway Limited (Formerly known as Sadbhav Nainital Highway Private Limited)	U45309GJ2016PLC091777	"Sadbhav House", Opp. Law Garden Police Chowki, Ellisbridge, Ahmedabad – 380006.	Wholly owned subsidiary Company
5.	Sadbhav Rudrapur Highway Limited (Formerly known as Sadbhav Rudrapur Highway Private Limited)	U45203GJ2016PLC091774	"Sadbhav House", Opp. Law Garden Police Chowki, Ellisbridge, Ahmedabad – 380006.	Wholly owned subsidiary Company
6.	Sadbhav Bangalore Highway Private Limited	U45202GJ2016PTC094257	"Sadbhav House", Opp. Law Garden Police Chowki, Ellisbridge, Ahmedabad – 380006.	Wholly owned subsidiary Company
7.	Sadbhav Vidarbha Highway Limited (Formerly known as Sadbhav Vidarbha Highway Private Limited)	U45500GJ2017PLC097040	"Sadbhav House", Opp. Law Garden Police Chowki, Ellisbridge, Ahmedabad – 380006.	Wholly owned subsidiary Company
8.	Sadbhav Udaipur Highway Limited (Formerly known as Sadbhav Udaipur Highway Private Limited)	U45309GJ2017PLC097508	"Sadbhav House", Opp. Law Garden Police Chowki, Ellisbridge, Ahmedabad – 380006.	Wholly owned subsidiary Company
9.	Sadbhav Jodhpur Ring Road Private Limited	U45309GJ2018PTC100367	"Sadbhav House", Opp. Law Garden Police Chowki, Ellisbridge, Ahmedabad – 380006.	Wholly owned subsidiary Company

Sr. No.	Name of Company	CIN/GLN	Address of The Company	Holding/Subsidiary/ Associate
10.	Sadbhav Kim Expressway Private Limited	U45309GJ2018PTC101800	“Sadbhav House”, Opp. Law Garden Police Chowki, Ellisbridge, Ahmedabad – 380006.	Wholly owned subsidiary Company
11.	Sadbhav Infra Solutions Private Limited (Formerly known as Sadbhav Bhimasar Bhuj Highway Private Limited)	U45309GJ2018PTC101821	“Sadbhav House”, Opp. Law Garden Police Chowki, Ellisbridge, Ahmedabad – 380006.	Wholly owned subsidiary Company
12.	Sadbhav Maintenance Infrastructure Private Limited (Formerly known as Sadbhav Vizag Port Road Private Limited)	U45309GJ2018PTC101832	“Sadbhav House”, Opp. Law Garden Police Chowki, Ellisbridge, Ahmedabad – 380006.	Wholly owned subsidiary Company
13.	Sadbhav Hybrid Annuity Projects Limited	U45500DL2018PLC335787	Block No. J-59, Ground Floor SAKET, New Delhi: 110017	Wholly owned subsidiary Company
14.	Maharashtra Border Check Post Network Limited	U45201GJ2009PLC056327	“Sadbhav House”, Opp. Law Garden Police Chowki, Ellisbridge, Ahmedabad – 380006.	Subsidiary*

* *Sadbhav Infrastructure Project Limited (SIPL) and Adani Road Transport Limited (ARTL) executed Share Purchase Agreement (SPA) on August 16, 2021 (Amended and restated on January 27, 2022), for sale of equity shares of Maharashtra Border Check Post Network Limited (MBCPNL) a subsidiaries of SIPL, out of which 49% shares have been transferred to ARTL for the year ended March 31, 2023.*

Performance and financial position of each of the subsidiaries, associates and joint venture companies included in the consolidated financial statement

Pursuant to the provisions of Section 129, 134 and 136 of the Companies Act, 2013 read with rules made thereunder and pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company had prepared consolidated financial statements of the Company and its subsidiaries and a separate statement containing the salient features of financial statement of subsidiaries, joint ventures and associates in Form AOC-1 attached as Annexure-1 which forms part of this Report.

Particulars of loans, guarantees or investments under section 186

The provisions of Section 186 (except sub-section [1] of Section 186) of the Companies Act, 2013, with respect to a loan, guarantee or security is not applicable to the Company as the Company is engaged in providing infrastructural facilities. The details of investment made during the year under review are disclosed in the financial statements.

FIXED DEPOSITS

During the year under review, your Company has not accepted any fixed deposits from the public falling under Section 73 of the Act read with the Companies (Acceptance of Deposits) Rules, 2014. Thus, as on 31 March 2025, there were no deposits which were unpaid or unclaimed and due for repayment.

INSURANCE

All properties and insurable interests of the company to the extent required have been adequately insured.

Particulars of contracts or arrangements with related parties:

All the related party transactions entered into during the financial year were on arm's length basis and were in the ordinary course of business. Your Company had not entered into any transactions with related parties, which could be considered material in terms of SEBI (Listing Obligation and Disclosure Requirement) Regulation, 2015. Accordingly, the disclosure of related party transactions as required under Section 134(3) (h) of the Act in Form AOC 2 is attached as Annexure-2, which forms part of this Report.

There are no materially significant related party transactions made by the company with promoters, key managerial personnel or other designated persons, which may have potential conflict with interest of the company at large. The Company has adopted a Related Party Transactions Policy. The Policy, as approved by the Board, is uploaded on the Company's website at the web link: <https://www.sadbhavinfra.co.in/en/pdf/policy-on-related-party-transaction.pdf>

DIRECTORS RESPONSIBILITY STATEMENT

Based on the framework of internal financial controls and compliance systems established and maintained by the Company, work performed by the Internal, Statutory, Cost and Secretarial Auditors, including audit of the internal financial controls over financial reporting by the Statutory Auditors, and the reviews performed by Management and the relevant Board Committees, including the Audit Committee, the Board is of the opinion that the Company's internal financial controls were adequate and effective during the financial year 2024-25.

Accordingly, pursuant to Section 134 (3) (c) and 134 (5) of the Companies Act, 2013, the Board of Directors, to the best of their knowledge and ability, confirm that:

- in the preparation of the annual accounts, the applicable accounting standards had been followed and that there are no material departures;
- they had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent, so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit of the Company for that period;
- they had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Act, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;

- iv. they had prepared the annual accounts on a going concern basis;
- v. they had laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and are operating effectively;
- vi. they had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems are adequate and operating effectively.

TRANSFER OF UNCLAIMED DIVIDEND TO INVESTOR EDUCATION AND PROTECTION FUND (IEPF).

There is no unclaimed and unpaid dividend transferred to Investor Education and Protection Fund (IEPF) in the current financial year.

CORPORATE SOCIAL RESPONSIBILITY

Corporate Social Responsibility (CSR) is a company's commitment to operating responsibly within its community and environment. It involves ethical behavior and contributing to economic development, fostering sustainable livelihoods. The company prioritizes fairness, transparency, and positively impacting society and the environment. In line with Section 135 of the Act and its associated rules, the company has formally adopted a CSR policy.

The Board has established a Corporate Social Responsibility Committee, the members of the Committee are as follows:

1. Mrs. Shefali Patel - Chairman (w.e.f. 12.08.2024)
2. Mr. Shashin Patel - Member
3. Mr. Jatin Thakkar - Member (w.e.f. 12.02.2025)
4. Mrs. Daksha Shah - Member (Upto 12.02.2025)
5. Mr. Sandip Patel - Member (Upto 12.08.2024)

The Corporate Social Responsibility meeting was held on 14-08-2024 and 11-02-2025.

The CSR Committee's responsibilities include:

- i. Formulating and recommending the CSR Policy to the Board of Directors and outlining activities to be undertaken.
- ii. Recommending the expenditure for CSR activities.
- iii. Monitoring CSR activities periodically.

In accordance with section 135 of the Companies Act 2013, the CSR provisions apply to the company. However, due to losses incurred during the year under review, no CSR expenditure was made as per the company's CSR Policy. The Annual Report on CSR activities is provided in the prescribed Form as "Annexure-3" to this report.

POLICY ON PREVENTION, PROHIBITION AND REDRESSAL OF SEXUAL HARASSMENT AT WORKPLACE

The Company has zero tolerance for sexual harassment at workplace and has adopted a Policy on Prevention, Prohibition and Redressal of Sexual Harassment at the Workplace, in line with the provisions of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and the Rules thereunder. The Policy aims to provide protection to employees at the workplace and prevent and redress complaints of sexual harassment and for matters connected or incidental thereto, with the objective of providing a safe working environment, where employees feel secure.

Pursuant to provision of Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013, Complaint Redressal Committee has been Comprises of Mrs. Janki Shah as Chairperson, Mrs. Rajal Patel as Presiding Officer and Ms. Riddhi Trivedi as Member.

The Company has not received any complaint of sexual harassment during the financial year 2024-25 and No meeting of Complaint Redressal Committee was held during the year.

VIGIL MECHANISM/ WHISTLE BLOWER POLICY

The Company has adopted a Whistle Blower Policy, to provide a formal mechanism to the Directors and employees to report their concerns about unethical behaviour, actual or suspected fraud or violation of the Company's Code of Conduct or ethics policy. The Policy provides for adequate safeguards against victimization of employees who avail of the mechanism and also provides for direct access to the Chairman of the Audit Committee. It is affirmed that no personnel of the Company has made compliant under Vigil Mechanism/ Whistle Blower Mechanism.

FAMILIARIZATION PROGRAMME FOR THE INDEPENDENT DIRECTORS

In compliance with the requirements of SEBI Regulations, the Company has put in place a familiarization programme for the Independent Directors to familiarize them with their role, rights and responsibility as Directors, the working of the Company, nature of the industry in which the Company operates, business model etc. The details of the familiarization programme are explained in the Corporate Governance Report. The same is also uploaded on the Company's website i.e. <https://www.sadbhavinfra.co.in/>.

Auditors

i. Statutory Auditors

Pursuant to the provisions of Section 139 of the Act and the rules framed thereunder, M/s. S G D G & Associates LLP, Chartered Accountants, Ahmedabad (S G D G) (Firm Registration No. W100188) were re-appointed as Statutory Auditor of the Company from conclusion of the 17th AGM to be held in the year 2023 for further period of 5 consecutive years.

The Auditors' Report has following qualification, reservation or adverse remark on the financial statements for the financial year ended on 31st March, 2025.

For Standalone:

- a) Audit Qualification (each audit qualification separately):
The Statutory Auditors have provided following qualification in their audit report –
 1. We draw attention to Note 43 and Note 44 to the accompanying Standalone Financial Statements with respect to investment in (including subordinate debt), and loan & advances to Rohtak Panipat Tollway Private Limited and Rohtak Hissar Tollway Private Limited, subsidiaries of the Company. Both the subsidiaries have issued notice of termination of Concession Agreement to National Highways Authority of India (NHAI) on account of Force Majeure Event as per Concession Agreement. As explained

in the said note, the Company has carried out impairment assessment of investment in these subsidiaries considering the expected payment arising out of aforesaid termination and other claims filed with NHAI and based on the above assessment, the management has concluded that no impairment / adjustment to the carrying value of the investments (including subordinate debt) and loan & advances, trade and other receivables aggregating to INR. 8,043.28 million are necessary as at March 31, 2025.

However, we have not been able to corroborate the management's contention of realising the carrying value of investments (including subordinate debt), loans and advances, trade and other receivables related to both subsidiaries aggregating to INR. 8,043.28 million as at March 31, 2025.

Accordingly, we are unable to comment on appropriateness of the carrying value of such investment and loans and advances and their consequential impact on the Standalone Financial Statements and financial position of the Company as at and for the year ended March 31, 2025.

Management's Reply:

The Company has investments of INR 217.74 million and subordinate debts of INR 4,688.73 million and trade & other Receivables of INR 87.91 millions as at March 31, 2025 in one of the subsidiary namely Rohtak Panipat Tollway Private Limited (RPTPL) which is engaged in construction, operation and maintenance of infrastructure projects under concession agreement with National Highways Authorities of India (NHAI). The net worth of this subsidiary company has fully eroded.

From December 25, 2020, the toll collection was forcefully suspended due to agitation and protest held by farmers and other unions against agri-marketing laws. Accordingly, the Company was not able to collect toll user fees from December 25, 2020. The Company had sent various communications to authorities for such forceful suspension of toll including revenue loss claim. Accordingly, the Company had issued notice of termination of Concession Agreement to NHAI on July 27, 2021 under Force Majeure Event of Concession Agreement. The Termination Payment and other payments due from NHAI were pending for the long time. The company had attempted conciliation of the issues of the Project for amicable settlement. Due to non-progress of the same, the Company vide letter dated 27.03.2023 had notified the Conciliation Committee and NHAI regarding the failure of the Conciliation Proceedings. The said matters were referred to Arbitration by the Company. The Company has lodged a total claim amounting to INR 19,379.20 Million relating to termination payment, Force Majeure Costs due to Force Majeure event of Farmer's Agitation, COVID-19, & Demonetization, and NPV of extension entitled due to Force Majeure event of Farmers agitation and Covid19. The Arbitral proceedings for the same are completed and the Arbitral Award is declared on 23.01.2025 unanimously, except for Counter Claim of NHAI regarding Premium that one Ld. Arbitrator has rejected it completely. As on the date of the said Majority award, the net awarded amount after deducting all dues of NHAI including Premium works out to INR 10,805.45 millions (principal of INR 7,796.31 millions and interest of INR 3,009.14 millions).

The Arbitration matter of Competing Road was referred to Arbitration. In the said matter, the majority award was passed on May 30, 2023 in favour of NHAI setting aside claims of Company and Minority Award dated 05.06.2023 in favour of Company amounting to INR 8509.80 Million. The Company has challenged the Majority Award dated 30.05.2023 and filed a petition under Section 34 of Arbitration & Conciliation Act 1996 before the Hon'ble Delhi High Court to set aside the Majority Award dated 30.05.2023. The same is sub-judice before the Hon'ble High Court.

The dispute of Claim for Additional Cost on account of ban of quarrying of stone and loss of Toll collection due to delayed issuance of Provisional Certificate was referred to Arbitration. A unanimous Award dated 06.10.2017 by Arbitral Tribunal was awarded in favour of Company amounting to INR 890.20 Million (amount inclusive of costs & interest pendente lite). This Award was challenged by NHAI under Section 34 before the Delhi High Court. The Delhi High Court in its Judgment dated 16.02.2023, wherein one claim is set aside (loss of Toll collection) and one claim was upheld (Additional cost on account of ban of quarry of stone) along with pendente lite interest and delayed interests, etc. As per Delhi High court in the judgement dated 16.02.2023, the value of award payable by NHAI to RPTPL as on 15.10.2023 works out to INR 1,211.90 millions. NHAI had challenged the said award under Section 37 before Division Bench of Delhi High Court. The said matter is now withdrawn by NHAI.

NHAI had lodged claim on RPTPL on account of negative Finished Road Level (FRL) which was referred to Arbitration. The Majority Award on 31.10.2020 by Tribunal for amount of INR 203.40 Million was in favour of NHAI. The interest on delayed payment is awarded at 7.4% simple interest, as on 15.10.2023 works out to INR 247.90 Million and further interest thereon. The dissenting note by the Minority of the Tribunal had stated to reject the claim of NHAI. The Company had challenged the said Majority Award under Section 34 before the Delhi High Court. The said matter is now withdrawn by RPTPL on account of ongoing Vivad se Vishwas II scheme.

The Arbitration Award dated 06.10.2017 and Arbitration Award dated 31.10.2020 has been settled through Settlement Agreement dated 20.03.2025 under Vivad se Vishwas II Scheme of Govt. of India for the net settlement amount of about INR. 650 millions.

RPTPL has received intimation letter dated April 08, 2024 from National Asset Reconstruction Company Limited (NARCL) intimating that the deed of assignment dated March 22, 2024 under the provisions of Section 5 of the SARFASI Act, the consortium of lenders except one Lender have assigned/ transferred the outstanding debt /financial assets alongwith underline securities interest, pledged of shares, guarantees, receivables etc charge for such financial assistance granted to RPTPL in favour of NARCL and NARCL acting in its capacity as trustee of NARCL Trust.

Considering the management assessment of probability and tenability of receiving above claims from NHAI as per the terms of concession agreement, the management has assessed that there is no impairment in the carrying value of investments made by the Company in the RPTPL and consequently no provision/adjustment to the carrying value of Investments and subordinate debts, loans and advances and trade and other receivables as at March 31, 2025 is considered necessary.

The statutory auditors of the Company have expressed qualified opinion on the standalone financial statements in respect of above as regards recoverable value of Company's investment (including subordinate debt) and loans, trade & other receivable given to RPTPL for the year ended March 31, 2025.

The Company has investments of INR 107.68 million and subordinate debts of INR 2,893.42 million and other receivable of INR 47.80 million as at March 31, 2025 in one of its subsidiary namely Rohtak Hissar Tollway Private Limited (RHTPL) which is engaged in construction, operation and maintenance of infrastructure projects under concession agreement with National

Highways Authorities of India. The net worth of this subsidiary company has fully eroded.

From December 25, 2020, the toll collection was forcefully suspended due to agitation and protest held by farmers and other unions against agri-marketing laws. Accordingly, the Company was not able to collect toll user fees from December 25, 2020. The Company had sent various communications to authorities for such forceful suspension of toll including revenue loss claim. Accordingly, the company had issued notice of termination of Concession Agreement to NHAI on July 27, 2021 under Force Majeure Event of Concession Agreement. The Termination Payment and other payments due from NHAI were pending for the long time. The company had attempted conciliation of the issues of the Project for amicable settlement. Due to non-progress of the same, the Company vide letter dated 27.03.2023 had notified the Conciliation Committee and NHAI regarding the failure of the Conciliation Proceedings. The said matters were referred to Arbitration by the Company. The Company has lodged a total claim amounting to INR 19,287.10 Million relating to termination payment, Force Majeure Costs due to Force Majeure event of farmer's Agitation, COVID-19, & Demonetization, and NPV of extension entitled due to Force Majeure event of Farmers agitation and Covid19. The NHAI had lodged its Counter Claims amounting to INR 3665.80 Million. The Company had submitted its reply on such counter claims. The Arbitral proceedings for the same are currently going on. The current stage of arbitral proceeding is of Arguments which are ongoing

Considering the management assessment of probability and tenability of receiving above claims from NHAI as per the terms of concession agreement and communications from NHAI for conciliation, the management has assessed that there is no impairment in the carrying value of investments made by the Company in the RHTPL and consequently no provision/adjustment to the carrying value of Investments and subordinate debts and loans and advances as at March 31, 2025 is considered necessary.

RHTPL has received intimation letter dated April 08, 2024 from National Asset Reconstruction Company Limited (NARCL) intimating that the deed of assignment dated March 22, 2024 under the provisions of Section 5 of the SARFASI Act, the consortium of lenders have assigned/ transferred the outstanding debt /financial assets alongwith underline securities interest, pledged of shares, guarantees, receivables etc charge for such financial assistance granted to RHTPL in favour of NARCL and NARCL acting in its capacity as trustee of NARCL Trust.

The statutory auditors of the Company have expressed qualified opinion on the standalone financial statements in respect of above as regards recoverable value of Company's investment (including subordinate debt) given to and loans & other receivables from RHTPL.

2. We draw attention to Note 45 of the accompanying Standalone Financial Statements with respect to Sadbhav Rudrapur Highway Limited (SRHL), a subsidiary of the Company, in which case, NHAI in the month of January 2024, at the request of the Company has given in principal approval for harmonious substitution of the concessionaire. The Company is in the process of compliance of the conditions prescribed by NHAI for substitution. As explained in the said note, the management has carried out impairment assessment of Investment (including subordinate debt) and other receivables in this subsidiary duly considering the expected payment arising out of aforesaid substitution and based on the above assessment, management has concluded that no impairment / adjustment to the carrying value of Investment (including subordinate debt) and other receivables aggregating to INR. 1,198.03 million is considered necessary as at March 31, 2025.

However, we have not been able to corroborate the management's contention of realizing the carrying value of Investment (including subordinate debt) and other receivables balances aggregating to INR. 1,198.03 million as at March 31, 2025.

Accordingly, we are unable to comment on appropriateness of the carrying value of Investment (including subordinate debt) and other receivables and their consequential impact on the Standalone Financial Statements and financial position of the Company as at reporting date and for the year ended March 31, 2025.

Management's Reply:

The Company has investments of INR 10.00 million and subordinate debts of INR 915.60 million and other receivables of INR 272.43 million as at March 31, 2025 in one of its subsidiary namely Sadbhav Rudrapur Highway Limited (SRHL or concessionaire) which is engaged in construction, operation and maintenance of infrastructure project under concession agreement with National Highways Authorities of India (NHAI). There is delay in approval of Estimates for Shifting of Utilities, delay in approval of the GAD of ROB from Railway Department and non-availability of land for Construction of ROB, delay in approval of Change of Scope Works, delay due to Force Majeure Event of COVID-19, etc.

In this regards subsequent to discussions and deliberation with Authority, the Company has also invoked through Conciliation Committees of Independent Experts (CCIEs) to resolve the said issues. After the recommendation of CCIE committed and deliberate discussion with the SRHL, the NHAI has descope the balance EPC work and consider the completion of project with descope. In view of the pending final approval from NHAI and the uncertainty surrounding the successful execution of the proposed harmonious substitution, including fulfillment of the stipulated conditions precedent, no adjustments have been made to the carrying value of the Company's investments (including subordinate debts and receivables) in SRHL in these standalone financial statements for the year ended March 31, 2025.

The Statutory Auditor of Company have expressed qualified opinion on standalone financial statements in respect of above regards the recoverable value of Company's investments (including subordinate debts and loans), trade and other receivable, given to SRHL for the year ended March 31, 2025.

In order to resolve the Project related issue, the Concessionaire proposed to harmoniously substitute the Concessionaire with a new SPV to be incorporated by M/s RKCIPL-ARCPL (JV) in the interest of Project. During the year ended March 31, 2024, the NHAI vide its letter dated January 16, 2024, conveyed its "InPrinciple" approval for substitution of SRHL with a new special purpose vehicle to be incorporated by the Nominated Company subject to certain conditions through harmonious substitution and subject to final approval from the Authority ("Authority InPrinciple Approval"). The Authority has issued an in-principal approval for such Harmonious Substitution with the terms and conditions stated therein.

The Company has received advance of INR 20 Million from the prospective buyer against the said project. However the final approval of NHAI is pending, Hence the said amount is included under "Other current financial liabilities" in standalone financial

statements for the year ended March 31, 2025.

Further, the Statutory Auditors have mentioned following qualifications in Report on the Internal Financial Controls with reference to standalone financial statements:

According to the information and explanations given to us and based on our audit, the following material weaknesses has been identified in the operating effectiveness of the Company's internal financial controls with reference to Standalone Financial Statements as at March 31, 2025:

The Company's internal financial controls with reference to Standalone Financial Statements as at March 31, 2025 as regards evaluation of uncertainty for realizing the carrying value of investments (including sub ordinate debt), loan and other receivables as explained in Note 43, Note 44, Note 45 to the Standalone Financial Statements were not operating effectively which could potentially lead to not providing adjustments, if any, that may be required to the carrying values of investments (including sub-debt), loan and other receivables from such subsidiaries and its consequential impact on the earnings, other equity and related disclosures in the Standalone Financial Statements.

There are material weaknesses in operating effectiveness over system processing invoices and obtaining balance confirmation from vendors and processing of journal entries into accounting software due to absence of maker checker mechanism which could result into possible adjustments of transactions / balances.

Reply of Directors for above qualifications raised by Statutory Auditors in it's Report on the Internal Financial Controls with reference to standalone financial statements:

The company has adequate system of manual approval of processing of journal entries in accounting software and journal entries are also verified by the internal auditor. The Company has an internal audit system which is commensurate with the size and nature of its business Company are in process of incorporating the maker checker process in accounting software for processing of journal entries.

It may be noted that there were no material misstatements due to the weakness in system for processing of journal entries in accounting software due to absence of maker checker system.

For Consolidated:

a) Audit Qualification (each audit qualification separately):

The Statutory Auditors have provided following qualification in their audit report –

1. As detailed in Note 48 & Note 49 to the accompanying Consolidated Financial Statements, with respect to Rohtak Panipat Tollway Private Limited (RPTPL) and Rohtak Hisar Tollway Private Limited (RHTPL), subsidiaries of the Group in which interest on rupee term loan from banks and financial institutions, unsecured loans from group companies as well as interest on deferred premium obligation have not been accounted considering the fact that both subsidiaries have issued termination notices and lenders of both subsidiaries have classified all the secured borrowings as non-performing assets. This has resulted in the understatement of finance cost and the related interest liability and corresponding understatement of losses, amount of which is unascertained. The auditors of RPTPL and RHTPL have expressed qualified opinion on the financial statements of RPTPL and RHTPL for the year ended March 31, 2025 & March 31, 2024 vide their Auditor's Report dated May 23, 2025 & May 14, 2024 respectively.

Management Reply:

One of the subsidiary of the Group namely Rohtak Panipat Tollways Private Limited (RPTPL) has issued the termination notice on July 27, 2021, to National Highway Authority of India (NHAI) by exercising the criteria of "Event of Defaults" under the concession agreement. Since the project of the Company has been terminated, the management of RPTPL is of the view that going concern assumption for preparation of accounts is not appropriate and accounts have been drawn accordingly on non-going concern basis.

The management of RPTPL has lodged a total claim amounting to INR 19,379.20 Million relating to termination payment, Force Majeure Costs due to Force Majeure event of Farmer's Agitation, COVID-19, & Demonetization, and NPV of extension entitled due to Force Majeure event of Farmers agitation and Covid 19. The NHAI had lodged its counter Claims amounting to INR 6,227.00 Million. The Company had submitted its reply on such counter claims The Arbitral proceedings for the same are completed and the Arbitral Award is declared on 23.01.2025 unanimously, except for Counter Claim of NHAI regarding Premium that one Ld. Arbitrator has rejected it completely. As on the date of the said Majority award, the net awarded amount after deducting all dues of NHAI including Premium works out to INR 10,805.45 Million (principal of INR 7,796.31 Million and interest of INR 3,009.14 Million).

The Arbitration matter of Competing Road was referred to Arbitration. In the said matter, the majority award was passed on May 30, 2023 in favour of NHAI setting aside claims of Company and Minority Award dated 05.06.2023 in favour of Company amounting to INR 8,509.80 Million. The Company has challenged the Majority Award dated 30.05.2023 and filed a petition under Section 34 of Arbitration & Conciliation Act 1996 before the Hon'ble Delhi High Court to set aside the Majority Award dated 30.05.2023. The same is sub-judice before Hon'ble Delhi High Court.

The dispute of Claim for Additional Cost on account of ban of quarrying of stone and loss of Toll collection due to delayed issuance of Provisional Certificate was referred to Arbitration. A unanimous Award dated 06.10.2017 by Arbitral Tribunal was awarded in favour of Company amounting to INR 890.20 Million (amount inclusive of costs & interest pendente lite). This Award was challenged by NHAI under Section 34 before the Delhi High Court. The Delhi High Court in its Judgment dated 16.02.2023, the value of award payable by NHAI to RPTPL as on 15.10.2023 works out to INR 1,211.9 Millions. NHAI had challenged the said award under Section 37 before Division Bench of Delhi High Court. The said matter is now withdrawn by NHAI on account of ongoing Vivad se Vishwas II settlement proposal.

NHAI had claimed on RPTPL a claim on account of negative FRL which was referred to Arbitration. The Majority Award on 31.10.2020 by Tribunal was in favour of NHAI amounting to INR 203.40 Million. The interest on delayed payment is awarded at 7.4% simple interest, as on 15.10.2023 works out to INR 247.90 Million. The dissenting note by the Minority of the Tribunal had

stated to reject the claim of NHAI. The Company has challenged the said Majority Award under Section 34 before the Delhi High Court, which is sub-judice. The Company had challenged the said Majority Award under Section 34 before the Delhi High Court.

The Arbitration Award dated 06.10.2017 and Arbitration Award dated 31.10.2020 has been settled through Settlement Agreement dated 20.03.2025 under Vivad se Vishwas II Scheme of Govt. of India for the net settlement amount of about INR. 650 millions.

Also, RPTPL has received intimation letter dated April 08, 2024 from National Asset Reconstruction Company Limited (NARCL) intimating that the deed of assignment dated March 22, 2024 under the provisions of Section 5 of the SARFASI Act, the consortium of lenders except one lender have assigned/ transferred the outstanding debt /financial assets alongwith underline securities interest, pledged of shares, guarantees, receivables etc charge for such financial assistance granted to RPTPL in favour of NARCL and NARCL acting in its capacity as trustee of NARCL Trust.

During the year ended March 31, 2023, RPTPL has reversed interest of INR 1,026.94 Million provided during the earlier period considering the fact that the project of RPTPL has been terminated and lenders have classified loans as Non Performing Assets.

During the year ended March 31, 2025 and March 31, 2024 , RPTPL has not accounted for interest on Rupee Term Loan from banks and financial institutions as well as loan from group Company since the lenders of RPTPL has classified borrowing as NPA and financial statements are prepared on non going concern basis, for which the statutory auditors of RPTPL have expressed qualified opinion on financial statements in this regards.

One of the subsidiary of the group namely Rohtak Hissar Tollways Private Limited (RHTPL) has issued the termination notice on August 27, 2021, to NHAI by exercising the criteria of "Event of Defaults" under the concession agreement. Since the project of the Company has been terminated, the management of RHTPL is of the view that going concern assumption for preparation of accounts is not appropriate and accounts have been drawn accordingly on non-going concern basis.

In this regard the management of RHTPL has lodged total claim amounting to INR 19,287.10 Million relating to termination payment, Force Majeure Costs due to Force Majeure event of Farmer's Agitation, COVID-19, & Demonetization, and NPV of extension entitled due to Force Majeure event of Farmers agitation and Covid19. The NHAI had lodged its Counter Claims amounting to INR 3,665.80 Million. The Company had submitted its reply on such counter claims. The Arbitral proceedings for the same are currently ongoing. The current stage of arbitral proceeding is of Arguments which are ongoing.

Also, RHTPL has received intimation letter dated April 08, 2024 from National Asset Reconstruction Company Limited (NARCL) intimating that the deed of assignment dated March 22, 2024 under the provisions of Section 5 of the SARFASI Act, the consortium of lenders have assigned/ transferred the outstanding debt /financial assets alongwith underline securities interest, pledged of shares, guarantees, receivables etc charge for such financial assistance granted to RHTPL in favour of NARCL and NARCL acting in its capacity as trustee of NARCL Trust.

During the year ended on March 31, 2023, RHTPL has reversed interest of INR 1,228.09 Million provided during the earlier period considering the fact that the project of RHTPL has been terminated and lenders have classified loans as Non Performing Assets (NPA).

During the year ended March 31, 2025 and March 31, 2024 , RHTPL has not accounted for interest on Rupee Term Loan from banks and financial institutions as well as loan from group Company since the lenders of RHTPL has classified borrowing as NPA and financial statements are prepared on non going concern basis, for which the statutory auditors of RHTPL have expressed qualified opinion on the financial statements in this regards.

2. As detailed in Note 52 (ix) to the accompanying Consolidated Financial Statements, with respect to Sadbhav Udaipur Highway Limited (SUDHL or concessionaire), subsidiary of the Group for harmonious substitution of SUDHL as a concessionaire of the project. As mentioned in the said note, no adjustment to the carrying value of assets and liabilities have been made in the financial statements and financial statements of SUDHL are prepared on going concern basis. Owing to the uncertainty of outcome of harmonious substitution proceedings and lack of other alternate audit evidences, the auditors of SUDHL is unable to comment about adjustment that may be required to the carrying value of assets and liabilities and their consequential impact on the financial position of the subsidiary Company as at March 31, 2025.

Management Reply:

(ix) In case of Sadbhav Udaipur Highway Limited (SUDHL or concessionaire), subsidiary of the group which is engaged in construction, operation and maintenance of infrastructure project under concession agreement with National Highways Authorities of India (NHAI), the project work has been completed and the subsidiary has received the Commercial Operation Date (COD) from NHAI dated July 19, 2024.

However SUDHL has requested the NHAI & Lenders to allow harmonious substitution in terms of the NHAI Policy circular through a nominated company namely — M/S Gawar Construction Limited (Nominated Company) and the Lenders' Representative to give its consent for allowing harmonious substitution of the SUDHL.

The NHAI vide its letter dt December 27, 2023, conveyed its "In Principle" approval for substitution of Original Concessionaire with a new special purpose vehicle to be incorporated by the Nominated Company subject to certain conditions and final approval from the NHAI. Since the conditions precedent to the harmonious substitution are under compliance, no adjustment to the carrying value of assets and liabilities related to this project have been made in these consolidated financial statements, for which the statutory auditors of SUDHL have expressed qualified opinion of the financial statements for the year ended March 31, 2025 and March 31, 2024.

The Company has entered into Definitive agreement dated March 12, 2025 with Gawar Construction Limited during the year ended March 31, 2025 for harmonious substitution of the project. The Final approval of the NHAI is still pending. However the Company has provided for 1,000 Millions in the books of accounts and disclosed as an exceptional item in the consolidated financial statements for the year ended March 31, 2025.

3. As detailed in Note 54 to the accompanying Consolidated Financial Statements, with respect to Sadbhav Jodhpur Ring Road Private Limited (SJRRPL), subsidiary of the group in which Goods and Service Tax credit receivables are carried in the Balance sheet as at March 31, 2025 at INR 152.12 Million & March 31, 2024 at INR 153.53 Million under Other Current assets. However, during financial year 2024-2025 & 2023-2024, the SJRRPL does not have any business activity, nor are we informed about the management plan for taking up other business activity.

Hence we are unable to comment about the utilization/realization of such tax credits in foreseeable future.

Management Reply:

Sadbhav Jodhpur Ring Road Private Limited (SJRRPL), subsidiary of the group in which Tax credit receivables are carried in the Balance sheet at INR 152.12 Million under the Other Current assets as on March 31, 2025 and Carry forward losses under Income Tax act of INR 932.37 millions as per Income Tax return filed by the subsidiary company for the year ended March 31, 2024. The Management of the SJRRPL is exploring various strategic option to utilise/ encash the said GST Credit and also carryforward Losses under the Income Tax Act, 1961. For this purpose it is considering the options of restructuring and / or taking up some business activities. In view of this the accounts are prepared under going concern basis for which the statutory auditors of the subsidiary Company have expressed qualified opinion on financial statements in this regards.

4. As detailed in Note 55 (b) to the accompanying Consolidated Financial Statements, with respect to Sadbhav Bangalore Highway Private Limited (SBGHPL), subsidiary of the group in which Goods and Service Tax credit receivables are carried in the Balance sheet as at March 31, 2025 at INR 420.65 Million & March 31, 2024 at INR 420.68 Million under the Other Current assets. However, during financial year 2024-2025 & 2023-2024, the SBGHPL does not have any business activity, nor are we informed about the management plan for taking up other business activity.

The auditors of SBGHPL have expressed qualified opinion on the financial statements of SBGHPL for the year ended March 31, 2025 & March 31, 2024 vide their Auditor's Report dated May 23, 2025 & May 19, 2024 respectively mentioning that they are unable to comment about the utilization/realization of such tax credits in foreseeable future.

Management Reply:

b. Sadbhav Bangalore Highway Private Limited (SBGHPL), subsidiary of the group in which Tax credit receivables are carried in the Balance sheet at INR 420.65 Million under the Other Current assets as at March 31, 2025 and Carry forward losses under Income Tax act of INR 5279.17 millions as per Income Tax return filed by the subsidiary company for the year ended March 31, 2024. The Management of SBGHPL is exploring various strategic option to utilise/ encash the said GST Credit and also carryforward Losses under the Income Tax Act, 1961. For this purpose it is considering the options of restructuring and / or taking up some business activities. In view of this, the accounts are prepared under going concern basis. For which the statutory auditors of subsidiary Company have expressed qualified opinion on financial statements in this regards.

5. As detailed in Note 57 to the accompanying Consolidated Financial Statements, with respect to Sadbhav Vidarbha Highway Limited (SVHL), subsidiary of the group in which Goods and Service Tax credit receivables are carried in the Balance sheet as at March 31, 2025 at INR 504.71 Million & March 31, 2024 at INR 504.83 Million under the Other Current assets. However, during financial year 2024-2025 & 2023-2024, the SVHL does not have any business activity, nor are we informed about the management plan for taking up other business activity.

The auditors of SVHL have expressed qualified opinion on the financial statements of SBGHPL for the year ended March 31, 2025 & March 31, 2024 vide their Auditor's Report dated May 23, 2025 & May 19, 2024 respectively mentioning that they are unable to comment about the utilization/realization of such tax credits in foreseeable future.

Management Reply:

Sadbhav Vidarbha Highway Limited (SVHL), subsidiary of the group in which Tax credit receivables are carried in the Balance sheet at INR 504.71 Million under the Other Current assets as at March 31, 2025 and Carry forward losses under Income Tax act of INR 6,413.61 millions as per Income Tax return filed by the subsidiary company for the year ended March 31, 2024. The Management of SVHL is exploring various strategic option to utilise/ encash the said GST Credit and also carryforward Losses under the Income Tax Act, 1961. For this purpose it is considering the options of restructuring and / or taking up some business activities. In view of this, the accounts are prepared under going concern basis. For which the statutory auditors of subsidiary have expressed qualified opinion on financial statements in this regards.

6. As detailed in Note 58 to the accompanying Consolidated Financial Statements, with respect to Sadbhav KIM Expressway Limited (SKEPL), subsidiary of the group in which Goods and Service Tax credit receivables are carried in the Balance sheet as at March 31, 2025 at INR 408.96 Million and March 31, 2024 at INR 415.96 Million under the Other Current assets. However, during financial year 2024-2025 & 2023-2024, the SKEPL does not have any business activity, nor are we informed about the management plan for taking up other business activity.

The auditors of SKEPL have expressed qualified opinion on the financial statements of SKEPL for the year ended March 31, 2025 and March 31, 2024 vide their Auditor's Report dated May 23, 2025 & May 20, 2024 mentioning that they are unable to comment about the utilization/realization of such tax credits in foreseeable future.

Management Reply:

Sadbhav Kim Expressway Private Limited (SKEPL), subsidiary of the group in which Tax credit receivables are carried in the Balance sheet at INR 408.96 Million under the Other Current assets as at March 31, 2025 and Carry forward losses under Income Tax act of INR 253.32 millions as per Income Tax return filed by the subsidiary company for the year ended March 31, 2024. The Management of SKEPL is exploring various strategic option to utilise/ encash the said GST Credit and also carryforward Losses under the Income Tax Act, 1961. For this purpose it is considering the options of restructuring and / or taking up some business activities. In view of this, the accounts are prepared under going concern basis. For which the statutory auditors of respective subsidiary have expressed qualified opinion on financial statements in this regards.

7. As detailed in Note 56 to the accompanying Consolidated Financial Statements, with respect to Sadbhav Nainital Highway Limited (SNHL), subsidiary of the group in which Goods and Service Tax credit receivables are carried in the Balance sheet as at

March 31, 2025 at INR 118.57 Million and March 31, 2024 at INR 118.31 Million under the Other Current assets. However, during financial year 2024-2025 & 2023-2024, SNHL does not have any business activity, nor are we informed about the management plan for taking up other business activity.

Management Reply:

Sadbhav Nainital Highway Limited (SNHL), subsidiary of the group in which Tax credit receivables are carried in the Balance sheet at INR 118.57 Million under the Other Current assets as at March 31, 2025 and Carry forward losses under Income Tax act of INR 1449.89 millions as per Income Tax return filed by the subsidiary company for the year ended March 31, 2024. The Management of SNHL is exploring various strategic option to utilise/ encash the said GST Credit and also carryforward Losses under the Income Tax Act, 1961. For this purpose it is considering the options of restructuring and / or taking up some business activities. In view of this, the accounts are prepared under going concern basis. For which the statutory auditors of subsidiary have expressed qualified opinion on financial statements in this regards.

Further, the Statutory Auditors have mentioned following qualifications in Report on the Internal Financial Controls with reference to consolidated financial statements:

The Group's internal financial control system towards estimating the carrying value of assets and liabilities of subsidiary companies as explained in Note 48, 49, 52 (ix), 54, 55(b), 56, 57 and 58 to the accompanying Consolidated Financial Statements were not operating effectively which could potentially lead to non adjustments, if any, that may be required to the carrying values of assets and liabilities of subsidiary Companies and its consequential impact on financial performance and financial position in the Consolidated Financial Statements.

The Holding Company internal process and based on the reports of other auditors of the subsidiary Companies there exists material weaknesses in operating effectiveness over system processing invoices and obtaining balance confirmation from vendors and processing of journal entries into accounting software due to absence of maker checker mechanism which could result into possible adjustments of transactions / balances.

Reply of Directors for above qualifications raised by Statutory Auditors in it's Report on the Internal Financial Controls with reference to standalone financial statements:

With respect to Group's internal financial control system towards estimating the carrying value of assets and liabilities of subsidiary companies as explained in Note 48, 49, 52 (ix), 54, 55(b), 56, 57 and 58 to the accompanying Consolidated Financial Statements, shareholders may refer to replies given for respective note numbers mentioned above.

The company has adequate system of manual approval of processing of journal entries in accounting software and journal entries are also verified by the internal auditor. The Company has an internal audit system which is commensurate with the size and nature of its business. Company are in process of incorporating the maker checker process in accounting software for processing of journal entries.

ii. Cost Auditors

The company has received a letter from the cost auditor M/s. J B Mistri & Co., Cost Accountants in Practice having Firm Reg. No. 101067 to the effect that their appointment, if made, would be within the prescribed limits under section 141(3) (g) of the Companies Act, 2013 and that they are not disqualified for appointment.

The board of directors of the company has appointed M/s. J B Mistri & Co. & Associates, Cost Accountants as the cost auditors of the Company to conduct the audit of cost records maintained by the Company as required by the Companies (Cost Records and Audit) Rules 2014 as amended from time to time. The Cost Audit Report for the year 2023-24 was filed with the Ministry of Corporate Affairs within stipulated time period. The members are requested to ratify the remuneration to be paid to the cost auditors of the company.

iii. Secretarial Auditors

Pursuant to the provisions of Section 204 of the Act and The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Board of Directors of the Company had appointed M/s. Ashish Shah & Associates, Company Secretaries in Practice to undertake the Secretarial Audit of the Company for the year ended 31st March, 2024. The Secretarial Audit Report is annexed as Annexure-4.

Qualifications to the secretarial audit report:

1. Pursuant to Section 405 of the Companies Act, 2013 the Central Government made it necessary for all the "Specified Companies" to furnish the Form MSME-1, Half Yearly return about the payment to micro and small enterprise suppliers. However, the Company has not filed the said form for the period ended on 30th September, 2023 and on 31st March, 2024 respectively with Ministry of Corporate Affairs and to that extent not complied with the provisions of the Act.

Reply by Management: The Company is in process to identify MSME registered entities and will take step to file the required Forms in upcoming half year ended.

SECRETARIAL STANDARDS OF ICSI

The Company is in compliance with the Secretarial Standards on Meetings of the Board of Directors (SS - 1) and General Meetings (SS - 2) issued by The Institute of Company Secretaries of India and notified by the Ministry of Corporate Affairs.

ANNUAL RETURN

As per the provisions of section 92(3) of the Companies Act, 2013, the Annual Return of the Company for the FY 2024-25 is placed on the website of the Company and weblink for the same is https://www.sadbhavinfra.co.in/en/pdf/2022-09/SIPLFormMGT-7-FY_2023-24.pdf

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO

There was no earning and expenditure in the foreign currency.

Since the Company does not have any manufacturing activities, the other particulars required to be provided in terms of Section 134(3) (m) of the Companies Act, 2013 are not applicable.

PARTICULARS OF MANAGERIAL REMUNERATION AND EMPLOYEES

Disclosures with respect to the remuneration of Directors and employees as required under Section 197 (12) of the Act and Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 are provided separately as Annexure-5 to this Report.

Your Directors state that none of the Executive Directors of the Company receives any remuneration or commission from any of its Subsidiaries. There was no employee holding by himself or along with his spouse and dependent children, not less than two percent of the equity shares of the Company.

THE DETAILS OF APPLICATION MADE OR ANY PROCEEDING PENDING UNDER THE INSOLVENCY AND BANKRUPTCY CODE, 2016 DURING THE YEAR ALONGWITH THEIR STATUS AS AT THE END OF THE FINANCIAL YEAR:

No applications were made or any proceedings were pending against the Company under the Insolvency and Bankruptcy Code, 2016.

THE DETAILS OF DIFFERENCE BETWEEN AMOUNT OF THE VALUATION DONE AT THE TIME OF ONE TIME SETTLEMENT AND THE VALUATION DONE WHILE TAKING LOAN FROM THE BANKS OR FINANCIAL INSTITUTIONS ALONG WITH THE REASONS THEREOF:

Not Applicable for the year under review.

MATERNITY BENEFIT COMPLIANCE:

The Company is fully compliant with the Maternity Benefit Act, 1961, ensuring all eligible employees receive maternity benefits as prescribed. No violations were reported during the year.

GENERAL

Your Directors state that no disclosure or reporting is required in respect of the following items as there were no transactions on these items during the year under review:

1. Issue of shares (including sweat equity shares) to employees of the Company under any scheme.
2. The Company does not have any scheme of provision of money for the purchase of its own shares by employees or by trustees for the benefit of employees.
3. The Company has complied with Secretarial Standards issued by the Institute of Company Secretaries of India on Board and General Meetings.
4. The Managing Director of the Company has not received any commission from the Company and not disqualified from receiving any remuneration or commission from any of subsidiaries of the Company.
5. No fraud has been reported by the Auditors to the Audit Committee or the Board.

Acknowledgements

Your Directors thank the Central and various State Governments, Organizations and Agencies for the continued help and co-operation extended by them. The Directors also gratefully acknowledge all stakeholders of the Company viz. customers, members, dealers, vendors, banks and other business partners for the excellent support received from them during the year and look forward to their continued support in future.

Your Directors wish to place on record their sincere appreciation for the dedicated efforts and consistent contribution made by the employees at all levels, to ensure that the Company continues to grow and excel.

For and on behalf of the Board of Directors
Sadbhav Infrastructure Project Limited

Shashin V. Patel
Executive Chairman
DIN: 00048328

Date: 12th August, 2025
Place: Ahmedabad

Annexure - 1

FORM AOC-1

(Pursuant to first proviso to sub-section (3) of Section 129 read with rule 5 of Companies (Accounts) Rules, 2014)
Statement containing salient features of the financial statements of subsidiaries/associates companies/joint ventures
Part "A": Subsidiaries

Sr. No.	1	2	3	4	5	6	7	8	9	10	11	12	13	14
Name of the Subsidiary Company	Ahmedabad Ring Road Infrastructure Limited	Maharashtra Border Check Post Network Limited	Rohtak-Hissar Tollway Private Limited	Rohtak-Panipat Tollway Private Limited	Sadbhav Rudrapur Highway Limited	Sadbhav Nainital Highway Limited	Sadbhav Bangalore Highway Private Limited	Sadbhav Vidarbha Highway Limited	Sadbhav Udaipur Highway Limited	Sadbhav Jodhpur Ringroad Private Limited	Sadbhav Kim Expressway Private Limited	Sadbhav Infra Solutions Private Limited	Sadbhav Maintenance Infrastructure Private Limited	Sadbhav Hybrid Annuity Projects Limited
Reporting period	2024-25	2024-25	2024-25	2024-25	2024-25	2024-25	2024-25	2024-25	2024-25	2024-25	2024-25	2024-25	2024-25	2024-25
Reporting currency	INR	INR	INR	INR	INR	INR	INR	INR	INR	INR	INR	INR	INR	INR
Share Capital	104.60	0.50	107.68	21.86	10.00	10.00	309.03	257.99	269.66	116.50	1,011.57	0.50	0.50	0.50
Reserves & Surplus	3017.88	(308.36)	(2966.50)	(4414.32)	1023.25	106.28	105.24	260.83	815.09	30.67	(418.95)	(0.10)	(1.87)	(2.63)
Total Assets	7,250.26	13,615.54	9,422.53	13,411.33	3,851.35	118.58	421.73	536.26	4,848.36	152.95	623.10	0.50	0.01	0.01
Total Liabilities (excluding Share Capital and Reserves & Surplus)	10,163.54	13,306.68	6,348.35	8,975.15	4,864.60	214.87	217.94	539.11	5,393.79	67.12	(807.42)	(0.10)	(2.36)	(3.12)
Investments	2.15	0.00	1.24	1.03	0.00	0.00	1.08	0.00	0.00	0.00	1.03	0.00	0.00	-
Turnover	2666.17	4,100.67	0.00	0.00	62.16	0.00	0.00	0.00	177.47	0.00	33.08	0.00	0.00	0.00
Profit/(Loss) Before Taxation	677.18	1,007.20	0.60	(3.23)	(117.82)	(5.10)	(0.40)	(13.15)	(288.90)	(1.72)	1.62	0.43	(0.44)	(1.61)
Exceptional Items	0.00	0.00	0.00	0.00	0.00	(9.02)	0.00	0.00	0.00	0.00		0.00	-33.05	0.00
Provision for Taxation	66.42	176.03	0.00	0.00	(2.64)	-	0.00	0.00	0.20	0.00	0.34	0.00	0.00	0.00
Profit/(Loss) After Taxation	610.76	831.17	0.60	(3.23)	(115.18)	(14.11)	(0.40)	(13.15)	(289.10)	(1.72)	1.29	0.43	32.61	(1.61)
Proposed Dividend	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
% of Shareholding	100.00%	50.63%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%

Figures in bracket show negative figures.

Notes:

1. Name of Subsidiaries which are yet to commence operations: Not Applicable
2. Part B is not applicable as there are no associate Companies/ Joint Ventures of the Company as on 31st March, 2025.

For and on behalf of Board of Directors

Mr. Shashin Patel
Executive Chairman
DIN: 00048328

Jatin Thakkar
Director & CFO
DIN: 09312406

Date: 12th August, 2025
Place: Ahmedabad

Annexure - 2

Form No. AOC-2

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

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

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

Not Applicable, as there are no contracts or arrangements or transactions entered into with related party which are not at arm's length basis.

- Name(s) of the related party and nature of relationship:
- Nature of contracts/arrangements/transactions:
- Duration of the contracts / arrangements/transactions:
- Salient terms of the contracts or arrangements or transactions including the value, if any:.
- Justification for entering into such contracts or arrangements or transactions:
- Date(s) of approval by the Board:
- Amount paid as advances, if any:
- Date on which the special resolution was passed in general meeting as required under first proviso to section 188:

2. Details of material contracts or arrangement or transactions at arm's length basis:

Sr. No.	Name of the Related Party	Nature of Relationship	Nature of transactions	Duration of the contracts/ arrangements/ transactions	Salient terms of the contracts or arrangements or transactions including the value, if any: Rs. In Million	Date(s) of approval by the Board/ Committee	Amount Paid / Received in advance
1.	Sadbhav Engineering Limited	Holding Company	Current borrowing taken	2024-25	604.85	NA	Nil
2.	Sadbhav Engineering Limited	Holding Company	Interest Expenses	2024-25	270.37	NA	Nil
3.	Sadbhav Udaipur Highway Limited	Subsidiary	Loan Given / (Repayment)	2024-25	(2.82)	NA	Nil
4.	Rohtak-Panipat Tollway Private Limited	Subsidiary	Receivable/ (Payable) towards Reimbursement of expenses (net)	2024-25	2.58	NA	Nil
5.	Rohtak-Hissar Tollway Private Limited	Subsidiary	Receivable/ (Payable) towards Reimbursement of expenses (net)	2024-25	0.12	NA	Nil
6.	Sadbhav Bangalore Highway Private Limited	Subsidiary	Receivable/ (Payable) towards Reimbursement of expenses	2024-25	0.20	NA	Nil
7.	Sadbhav Kim Expressway Private Limited	Subsidiary	Receivable/ (Payable) towards Reimbursement of expenses	2024-25	0.45	NA	Nil
8.	Sadbhav Nainital Highway Limited	Subsidiary	Receivable/ (Payable) towards Reimbursement of expenses	2024-25	1.32	NA	Nil
9.	Sadbhav Rudrapur Highway Limited	Subsidiary	Receivable/ (Payable) towards Reimbursement of expenses	2024-25	0.15	NA	Nil
10.	Sadbhav Vidarbha Highway Limited	Subsidiary	Receivable/ (Payable) towards Reimbursement of expenses	2024-25	2.00	NA	Nil
11.	Sadbhav Udaipur Highway Limited	Subsidiary	Receivable/ (Payable) towards Reimbursement of expenses	2024-25	0.74	NA	Nil

12.	Sadbhav Hybrid Annuity Projects Limited	Subsidiary	Receivable/ (Payable) towards Reimbursement of expenses	2024-25	1.54	NA	Nil
13.	Sadbhav Infra Solutions Private Limited	Subsidiary	Receivable/ (Payable) towards Reimbursement of expenses	2024-25	0.20	NA	Nil
14.	Sadbhav Maintenance Infrastructure Private Limited	Subsidiary	Receivable/ (Payable) towards Reimbursement of expenses	2024-25	1.26	NA	Nil
15.	Sadbhav Jodhpur Ring Road Private Limited	Subsidiary	Receivable/ (Payable) towards Reimbursement of expenses	2024-25	0.16	NA	Nil
16.	Maharashtra Border Check Post Network Limited	Subsidiary	Interest Income	2024-25	110.07	NA	Nil
17.	Sadbhav Nainital Highway Limited	Subsidiary	Interest Income	2024-25	0.00	NA	Nil
18.	Sadbhav Rudrapur Highway Limited	Subsidiary	Interest Income	2024-25	1.01	NA	Nil
19.	Sadbhav Vidarbha Highway Limited	Subsidiary	Subordinate Debt Reversal/ Received Back	2024-25	34.70	NA	Nil
20.	Sadbhav Kim Expressway Private Limited	Subsidiary	Subordinate Debt Reversal/ Received Back	2024-25	1242.46	NA	Nil
21.	Sadbhav Engineering Limited	Holding Company	Current borrowing repaid (including Interest)	2024-25	556.63	NA	Nil

Note: All above transactions have been entered in the ordinary course of business and arm's length basis, hence approval of Board is not required under Section 188 of the Companies Act, 2013.

For, Sadbhav Infrastructure Project Limited

Shashin V. Patel
Executive Chairman
DIN: 00048328

Date: 12-08-2025
Place: Ahmedabad

Annexure - 3

[Pursuant to clause (o) of sub-section (3) of section 134 of the Act and Rule 9 of the Companies (Corporate Social Responsibility) Rules, 2014]

1. Brief outline on CSR Policy of the Company:

Sadbhav Infrastructure Project Limited shall strive to reach out to the under-privileged, needy and weaker sections of the society and to address the social, educational, cultural, environmental and economic needs of such sections of the society. The company shall give preference to the local area of its operations.

The Company has framed the CSR Policy in compliance with the provisions of the Companies Act, 2013 and the same is placed on the Company's website and the web link for the same is <https://www.sadbhavinfra.co.in/en/pdf/corporate-social-responsibility-policy.pdf>

Key Focus Areas of the CSR Policy are

- Promoting education
- Health Care
- Sustainable Livelihood
- Protection of the environment
- Infrastructure development
- Slum Area Development
- eradicating extreme hunger and poverty

2. Composition of the CSR Committee as on 31st March, 2025:

Sr. No.	Name of Director	Designation/Nature of Directorship	Number of meetings of CSR Committee held during the year	Number of meetings of CSR Committee attended during the year
01	Shashin Patel	Director- Chairman of CSR Committee	2	2
02	Sandip V. Patel	Director- Chairman of CSR Committee	2	1
03	Daksha Shah	Independent Director-Member	2	1
04	Shefali Patel	Independent Director-Member	2	1
05	Jatin Thakkar	Exexecutive Director	2	1

3. Provide the web-link where Composition of CSR Committee, CSR Policy and CSR projects approved by the Board are disclosed on the website of the Company <https://www.sadbhavinfra.co.in/en/pdf/corporate-social-responsibility-policy.pdf>

4. Provide the details of Impact assessment of CSR projects carried out in pursuance of sub-rule (3) of Rule 8 of the Companies (Corporate Social Responsibility) Rules, 2014, if applicable (attach the report) N.A.

5. Details of the amount available for set off in pursuance of sub-rule (3) of Rule 7 of the Companies (Corporate Social Responsibility) Rules, 2014, and amount required for set off for the financial year, if any

Sr. No.	Financial Year	Amount available for set-off from preceding financial years (in Rs.)	Amount required to be setoff for the financial year, if any (in Rs.)
1.	2023-24	Nil	Nil

6. Average net profit of the Company as per Section 135(5)

Average Loss of (Rs. 1983.39) Millions

7. a) Two percent of average net profit of the Company as per Section 135(5)

Negative (Rs. 39.67) Millions

b) Surplus arising out of the CSR projects or programmes or activities of the previous financial years

Nil

c) Amount required to be set off for the financial year, if any

Nil

d) Total CSR obligation for the financial year (7a + 7b - 7c)

Nil

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

Total Amount Spent for the Financial Year (in Rs. Millions)	Amount Unspent (In Rs. Lakhs)				
	Total Amount transferred to Unspent CSR Account as per Section 135(6)	Amount transferred to any fund specified under Schedule VII as per second proviso to Section 135(5)			
		Date of Transfer	Name of the Fund	Amount (in Rs. Millions)	Date of Transfer
NIL					Not Applicable

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

Sr. No.	Name of Projects	Item from list of activities in Schedule VII of the Act	Local Area (Yes/ No)	Location of the Project	Project Duration	Amount allotted for the Project	Amount spent in current financial year	Amount transferred to Unsent CSR Account for the project as per section 135(6) of the Act	Mode of Implementation –Direct- Yes/No	Mode of Implementation through Implementation agency	
				State District						Name	CSR Registered No.
1	Not Applicable										
2											
3											
	Total										

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

(1)	(2)	(3)	(4)	(5)		(6)	(7)	(8)	
Sr. No.	Name of the Project	Item from the list of activities in schedule VII to the Act.	Local area (Yes/ No).	Location of the project.		Amount spent for the project (in Rs. Lakhs).	Mode of implementation on - Direct (Yes/No).	Mode of implementation - Through implementing agency.	
				State	District			Name.	CSR Registration No.
1	*Not Applicable								
2									
	TOTAL								

*As the net average profit for the last three years were negative, CSR Committee suggested not to spend any amount for CSR activities during the financial year 2024-25.

(d) Amount spent in Administrative Overheads: Nil

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

(f) Total amount spent for the Financial Year (8b+8c+8d+8e): Nil

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

Sr. No.	Particular	Amount (in Rs. Millions)
(i)	Two percent of average net profit of the company as per section 135(5)	(39.67)
(ii)	Total amount spent for the Financial Year	Nil
(iii)	Excess amount spent for the financial year [(ii)-(i)]	Nil
(iv)	Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any	Nil
(v)	Amount available for set off in succeeding financial years [(iii)-(iv)]	Nil

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

Sr. No.	Preceding Financial Year	Amount Transferred to Unspent CSR Account under Section 135(6) (Rs in Millions)	Amount spent in the Reporting Financial Year (Rs. in Millions)	Amount Spent to any Specified Fund mentioned in Schedule VII as per Section 135(6), if any			Amount remaining to be spent in remaining Financial Years (Rs in Millions)
				Name of the Fund	Amount (Rs) in Millions	Date of Transfer	
1	2023-24	-	-	-	-	-	
2	2022-23	-	-	-	-	-	
3	2021-22	-	-	-	-	-	
	TOTAL	-	-	-	-	-	

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

Sr. No.	Project ID	Name of the Project	Financial year in which the project was commenced	Project duration	Total amount allocated for the project (In Rs. Lakhs)	Amount spent on the project in the reporting Financial Year (In Rs. Lakhs)	Cumulative amount spent at the end of the reporting Financial year (In Rs. Lakhs)	Status of the project- Completed/ Ongoing
1								
2								
	Total							

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

a)	Date of creation or acquisition of the capital asset(s)	-
b)	Amount of CSR spent for creation or acquisition of capital asset	-
c)	Details of the entity or public authority or beneficiary under whose name such capital asset is registered, their address, etc.	-
d)	Provide details of the capital asset(s) created or acquired (including complete address and location of the capital asset)	-

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

For, Sadbhav Infrastructure Project Limited

Mr. Shashin Patel
Chairman of CSR Committee
DIN: 00048328

Mrs. Shefali Patel
Member of the Committee
DIN: 07235872

Date: 12th August, 2025
Place: Ahmedabad

Annexure - 4

Form No. MR-3
SECRETARIAL AUDIT REPORT FOR THE FINANCIAL YEAR ENDED 31st MARCH, 2025

[Pursuant to section 204(1) of the Companies Act, 2013 and rule No.9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To,
The Members,
Sadbhav Infrastructure Project Limited

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

Based on our verification of the books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, we hereby report that in our opinion, the Company, during the audit period covering the financial year ended on 31st March, 2025 complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by Sadbhav Infrastructure Project Limited ("the Company") for the financial year ended on 31st March, 2025 and verified the provisions of the following acts, regulations and also their applicability as far as the Company is concerned during the period under Audit:

- i. The Companies Act, 2013 (the Act) and the rules made thereunder;
- ii. The Securities Contracts (Regulation) Act, 1956 ("SCRA") and the rules made thereunder;
- iii. The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- iv. The Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings to the extent of their applicability to the Company;
- v. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ("SEBI Act"):-
 - a. The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 - b. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulation, 2015
 - c. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018;
 - d. The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2021;
 - e. The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2021;
 - f. The Securities and Exchange Board of India (Registrar to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with clients;
 - g. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2021; and
 - h. The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018;

We have also examined compliance with applicable clauses of the following

1. Secretarial Standards issued by the Institute of Company Secretaries of India.
2. Provision of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

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

1. Pursuant to Section 405 of the Companies Act, 2013 the Central Government made it necessary for all the "Specified Companies" to furnish the Form MSME-1, Half Yearly return about the payment to micro and small enterprise suppliers. However, the Company has not filed the said form for the period ended on 30th September, 2024 and on 31st March, 2025 respectively with Ministry of Corporate Affairs and to that extent not complied with the provisions of the Act.

We further report that

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act

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

All decisions at Board Meetings and Committee Meetings were carried out unanimously. As per records available in the said minutes there were no dissenting views expressed by any directors during the meetings.

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

We further report that during the audit period the company there are no specific events / actions having a major bearing on the company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards, etc. referred to above.

For, Ashish Shah & Associates

Ashish Shah
Company Secretary in practice
FCS No.: 5974
C P No.: 4178
UDIN: F005974G000984655

Place: Ahmedabad
Date: August 12, 2025

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

Annexure - A

To,
The Members,
Sadbhav Infrastructure Project Limited

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

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

For, Ashish Shah & Associates

Ashish Shah
Company Secretary in practice
FCS No.: 5974
C P No.: 4178
UDIN: F005974G000984655

Place: Ahmedabad
Date: August 12, 2025

Annexure - 5

Details under Section 197 of the Companies Act, 2013 read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014

A) The ratio of the remuneration of each Director to the median remuneration of the employees of the Company for the financial year 2024-25 and the percentage increase in remuneration of each Director, Chief Financial Officer and Company Secretary in the financial year 2024-25:

Name of Directors	Designation	Ratio of remuneration of the Directors to the median remuneration of the employees	% increase in remuneration in the financial year
Mr. Shashin V. Patel	Executive Chairman	20.68:1	Nil
Mr. Sandip V. Patel*	Independent Director	1.02:1	Nil
Mr. Arun S. Patel*	Independent Director	1.02:1	Nil
Mrs. Daksha N. Shah*	Independent Director	1.02:1	Nil
Mrs. Shefali Patel	Independent Director	1.02:1	Nil
Mr. Tarang Desai	Independent Director	1.02:1	Nil
Mr. Ambalal Patel	Independent Director	1.02:1	Nil
Mr. Jatin Thakkar	Executive Director and Chief Financial Officer	9.77:1	Nil
Mr. Dwigesh Joshi	Executive Director	4.75:1	Nil

* Reflecting siting fees.

%Mr. Dwigesh Joshi (DIN: 09733282), resigned as Director of the Company w.e.f. 8th April, 2024.

Comparison of remuneration of the key managerial personnel against the performance of the Company: Loss before tax decreased by 50.52% and loss after tax increased by 62% in the financial year 2024-25.

The percentage increase in remuneration of the Chief Financial Officer and the Company Secretary: Nil.

B) The percentage increase in the median remuneration of employees in the financial year 2024-25: 29.87%

C) There were 52 employees on the rolls of Company as on March 31, 2025.

D) Average percentile increase made in the salaries of employees other than the managerial personnel in the last financial year i.e. 2023-24 was Nil whereas the increase in the managerial remuneration for the same financial year was 46%

E) It is affirmed that the remuneration paid to the Directors, Key Managerial Personnel and other employees is as per the Remuneration Policy of the Company.

The information required under sub section (12) of section 197 of the Companies Act, 2013 read with rule 5(2) and 5(3) of the companies (Appointment and Remuneration of Managerial Personnel) rule 2014, the details showing the name the names of the top ten employees in terms of remuneration drawn will be made available on request sent to the Company on investor@sadbhavinfra.co.in. and the name of every employee, who-]

- if employed throughout the financial year, was in receipt of remuneration for that year which, in the aggregate, was not less than one crore and two lakh rupees; - Not Applicable
- if employed for a part of the financial year, was in receipt of remuneration for any part of that year, at a rate which, in the aggregate, was not less than eight lakh and fifty thousand rupees per month and other particulars of employees drawing remuneration in excess of limits set out in the said rule are as under:

Name	Mr. Jatin Thakkar
Designation	Executive Director and Chief Financial Officer
Remuneration received	Rs. 9,25,000 p.m.
Nature of employment, whether contractual or otherwise;	Mr. Jatin Thakkar (DIN: 09312406) has been appointed as Executive Director of the Company for a period of three (3) years w.e.f. 15 th March, 2023 to 14 th March, 2026 (both days inclusive).
Qualification and Experience	Mr. Jatin Thakkar is a Member of Institute of Chartered Accountants of India. He is a versatile, high-energy professional, successful in achieving business growth objectives within turnaround time & rapid changing external environment. He is having a rich experience of 14+ years in managing in gamut of Corporate Finance, Managing Banking relationships, Debt Capital market, Credit Rating, Project Finance, Costing and Accounting, Supply Chain, Treasury management areas and Proficient in management of Working Capital, Structuring of the Treasury transactions.
Date of commencement of employment;	Appointed as Chief Financial Officer w.e.f. 17-12-2022 Appointed as an Additional Executive Director w.e.f. 15-03-2023
Age	37 years
Last employment held by such employee before joining the company	Adani Enterprises Limited
The percentage of equity shares held by the employee in the company	0.00%
Whether any such employee is a relative of any director or manager of the company and if so, name of such director or manager:	Not related to any Director or Manager of the Company.

For, Sadbhav Infrastructure Project Limited

Shashin V. Patel

Executive Chairman

DIN: 00048328

Date: 12-08-2025

Place: Ahmedabad

Report on Corporate Governance

1. COMPANY'S PHILOSOPHY ON CORPORATE GOVERNANCE

The Company's philosophy on Corporate Governance envisages attainment of highest level of transparency, integrity, equity, openness, fairness and accountability in all phases of its functioning and its interactions with stakeholders, employees, government, regulatory bodies and community at large. To create a culture of corporate governance, the company has adopted practices such as constitution of various Board Committees for effective internal control system, adequate and timely compliance, fair representation of professionally qualified, non-executive and independent directors on the Board, disclosure of material information, effective management control, etc. The company is committed to achieve good corporate governance for betterment of sustainable growth and enhancement of stakeholders' value. So far as compliance with the requirement of Regulation 27 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 is concerned, Company has complied with all the mandatory norms and disclosures that have to be made on Corporate Governance front.

2. BOARD OF DIRECTORS

A) Composition of Board:

In compliance with the code of Corporate Governance, the composition of Board of Directors comprised of both Executive and Non-Executive Directors including Independent Directors. As on 31st March, 2025, the Board comprised of Five directors which include Two Executive Director and Three Non-Executive Independent Directors (including one woman Director). Non-Executive and Independent Directors have expert knowledge in the fields of finance, taxation, accounts, audit, legal and industry. Thus, the Board represents a balanced mix of professionals, who bring the benefits of their knowledge and expertise to the Company and which enable them to effectively contribute to the Company in their capacity as Directors.

Independent Directors are non-executive directors as defined under Regulation 16(1) (b) of the SEBI Listing Regulations read with Section 149(6) of the Act along with rules framed thereunder. In terms of Regulation 25(8) of SEBI Listing Regulations, they have confirmed that they are not aware of any circumstance or situation which exists or may be reasonably anticipated that could impair or impact their ability to discharge their duties. Based on the declarations received from the Independent Directors, the Board of Directors has confirmed that they meet the criteria of independence as mentioned under Regulation 16(1) (b) of the SEBI Listing Regulations and that they are independent of the management.

The names and categories of the Directors on the Board, their attendance at Board Meetings held during the year under review and at the last Annual General Meeting ("AGM"), name of other listed entities in which the Director is a director and the number of Directorships and Committee Chairmanships / Memberships held by them in other public limited companies as on 31st March, 2025 are given herein below. Other directorships do not include directorships of private limited companies, foreign companies and companies registered under Section 8 of the Act. Further, none of them is a member of more than ten committees or chairman of more than five committees across all the public companies in which he/she is a Director. For the purpose of determination of limit of the Board Committees, chairpersonship and membership of the Audit Committee and Stakeholders' Relationship Committee has been considered as per Regulation 26(1) (b) of SEBI Listing Regulations.

During FY 2024-25, information as mentioned in Part A of Schedule II of the SEBI Listing Regulations, has been placed before the Board for its consideration.

None of the Directors hold office in more than 20 companies and in more than 10 public companies as prescribed under Section 165(1) of the Act. No Director holds Directorships in more than 8 listed companies.

Further, none of the Independent Directors ('ID') served as ID in more than 7 listed companies. The Managing Directors did not serve as an Independent Director in any listed company.

The composition of Board of Directors as on 31st March, 2025 is as under.

Name	Designation	Category	No. of Directorship held in other Companies	No. of Independent Directorship in Listed entity	No. of Committee Membership in other companies #	No. of Committee Chairmanship in other companies #	Directorship in other listed entity (Category of Directorship)	No. of Equity Shares held
Mr. Shashin Patel (DIN: 00048328)	Whole Time Director	Executive Director & Chairman (Promoter)	9	0	2	0	Sadbhav Engineering Limited (Chairman & Managing Director)	814110
Mr. Jatin Thakkar (DIN: 09312406)	Director & Chief Financial Officer	Director (Professional)	3	0	1	1	Sadbhav Engineering Limited (Non-Executive Director)	Nil

Name	Designation	Category	No. of Directorship held in other Companies	No. of Independent Directorship in Listed entity	No. of Committee Membership in other companies #	No. of Committee Chairmanship in other companies #	Directorship in other listed entity (Category of Directorship)	No. of Equity Shares held
% Mrs. Shefali Manojbhai Patel (DIN: 07235872)	Non-Executive	Independent Director	8	3	5	1	Independent, Non-Executive Director in: 1. Shah Alloys Limited 2. SAL Steel Limited 3. Sadbhav Engineering Limited	Nil
% Mr. Tarang Madhukar Desai (DIN: 00005100)	Non-Executive	Independent Director	7	1	2	0	Sadbhav Engineering Limited (Non-Executive Director-Independent Director)	
% Mr. Ambalal Chhitabhai Patel (DIN: 00037870)	Non-Executive	Independent Director	4	3	1	2	Independent Non-Executive Director: 1. Shah Alloys Limited 2. Shree Rama Newsprint Limited 3. Sadbhav Engineering Limited	Nil
* Mr. Arun S. Patel (DIN: 06365699)	Director	Independent, Non-Executive Director	2	2	0	1	-	-
* Mrs. Daksha N. Shah (DIN: 00376899)	Director	Independent, Non-Executive Director	3	0	0	0	-	Nil
* Mr. Sandip V. Patel (DIN: 00449028)	Director	Independent, Non-Executive Director	1	0	0	0	-	1885

Only Audit Committee and the Stakeholders' Relationship Committee of Indian Public Limited Companies (excluding Sadbhav Infrastructure Project Limited) have been considered for committee position.

* Mr. Sandip Patel was cased as an Independent Director of the Company w.e.f 4th September, 2024 due to completion of tenure.

* Mr. Arun Patel was cased as an Independent Director of the company w.e.f. 21st October 2024 due to completion of tenure.

* Mrs. Daksha Shah resigned as an Independent Director of the company w.e.f 12th February, 2025.

% Mrs. Shefali Patel appointed as an Independent Director of the company w.e.f 6th July, 2024.

% Mr. Tarang Desai appointed as an Independent Director of the company w.e.f 12th August, 2024.

% Mr. Ambalal Patel appointed as an Independent Director of the company w.e.f 30th September, 2024.

None of the Directors of the Company has in relation with any other Director.

B) Board Meeting and Procedure:

The Board meets at least once in a quarter and the maximum time gap between any two meetings is not more than 120 days. During the year under review, Seven (7) board meetings were convened and held on 30th April 2024, 20th May 2024, 12th August 2024, 31st August 2024, 24th October 2024, 12th November 2024 and 12th February, 2025. The Board periodically reviews the items required to be placed before it and in particular reviews and approves quarterly/half yearly unaudited financial statements and the audited annual financial statements, business plans, annual budgets, projects and capital expenditure, compliance with applicable laws and regulations.

The meetings of the Board of Directors are scheduled well in advance. The Company Secretary, in consultation with Managing Director and other Directors, prepares detailed agenda for the meetings. Directors are also free to bring up any matter for discussion at the Board Meetings with the permission of the Chairman. The draft minutes of the meeting approved by the Chairman is circulated to all the Directors within fifteen days after the conclusion of the meetings.

Attendance at Board meetings and Annual General Meeting (AGM)

Name	No. of Board Meetings held	No. of Board Meetings Attended	Attendance at the last AGM
Mr. Shashin V. Patel	7	7	Yes
Mr. Sandip Patel	7	4	N.A
Mr. Arun S. Patel	7	4	Yes
Mrs. Daksha N. Shah	7	4	Yes
Mr. Jatin Thakkar	7	6	Yes
Mrs. Shefali Patel	7	5	Yes
Mr. Ambalal Patel	7	3	Yes
Mr. Tarang Desai	7	3	Yes

C) Evaluation of Board Performance:

During the year, the Board in consultation with Nomination and Remuneration Committee has adopted a formal mechanism to lay down the evaluation criteria for the performance of the Chairman, the Board, the Committees and Executive/Non-Executive/Independent Directors, excluding the Director being evaluated. The exercise was carried out through a structured evaluation process covering various aspects of the Boards functioning such as composition of the Board and Committees, experience & competencies, performance of specific duties & obligations, governance issues etc. Separate exercise was carried out to evaluate the performance of individual Directors including the Board Chairman who were evaluated on parameters such as attendance, contribution at the meetings and otherwise, independent judgment, safeguarding of minority shareholders interest etc. The evaluation of the Independent Directors was carried out by the entire Board and that of the Chairman and of the Non-Independent Directors were carried out by the Independent Directors.

The Directors were satisfied with the evaluation on different criteria, which reflected the overall engagement of the Board and its Committees with the Company.

D) Separate Meeting of Independent Directors:

During the year under review, in compliance with the requirements of Regulation 25 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Section 149 read with Schedule IV of the Companies Act, 2013, a separate meeting of Independent Directors of the Company, without attendance of Non-Independent Directors and members of management, was held on 12th February, 2025, wherein, the Independent Directors:

1. Reviewed the performance of Non-Independent Directors;
2. Reviewed the performance of Board as a whole;
3. Reviewed the performance of Chairman of the Company;
4. Assessed the quality, quantity and timelines of flow of information between the Management and the Board that is necessary for the Board to effectively and reasonably perform its duties.

All the Independent Directors were present at the meeting.

E) Familiarization Programme for Independent Directors:

The Company familiarized its Independent Directors with the Corporate Structure of the group, nature of the industry in which Company operates, business model of the Company, project details, toll income and financials, etc. through familiarization programme held on 12th February, 2025. The detailed familiarization programme for Independent Directors is available on the website of the company. Weblink of the same is https://www.sadbhavinfra.co.in/en/pdf/2023-24/Familiarisation%20Programme_2023-24.pdf

F) Skills, Expertise and Competencies of the Board

The Board of Directors has, based on the recommendations of the Nomination and Remuneration Committee ('NRC'), identified the following core skills/ expertise/competencies of Directors as required in the context of business of the Company for its effective functioning:

- a) Leadership experience in managing companies and associations including general management
- b) Industry experience including its entire value chain and indepth experience in corporate strategy and planning
- c) Expertise in the field of Infrastructure
- d) Experience in finance, tax, risk management, legal, compliance and corporate governance
- e) Experience in human resources and communication
- f) Relevant experience and knowledge in the matters of Safety and Corporate Social Responsibility including environment, sustainability, community and values

The Board as a whole possesses the identified skills, expertise and competencies as are required in the context of business of the Company.

The Board has identified the following skill set with reference to its Business and Industry, which are available with the Board as on 31st March, 2025.

Name of the Director	Expertise in Specific functional area
Mr. Shashin Patel	Entrepreneur, Infrastructure domain, Business Strategy and Corporate Management
Mr. Jatin Thakkar	Corporate Finance, Managing Banking relationships, Debt Capital market, Credit Rating, Project Finance, Costing and Accounting, Supply Chain, Treasury management areas and Proficient in management of Working Capital, Structuring of the Treasury transactions.
% Mr. Tarang Desai	Administration and Management.
% Mrs. Shefali Patel	Business Management, ethics and Risk Management.

% Mr. Ambalal Patel	He was involved in promoting and developing private sector, joint sector, new entrepreneur scheme and infrastructure sector projects, providing financial assistance by way of term loan, joint finance, equity disbursement and recovery.
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* Mr. Sandip Patel was ceased as an Independent Director of the Company w.e.f. 4th September, 2024 due to completion of his tenure.

* Mr. Arun Patel was ceased as an Independent Director of the company w.e.f 21st October 2024 due to completion of his tenure.

* Ms. Daksha Shah has resigned as an Independent Director w.e.f. 12th August, 2025 due to her age and related issues. She further confirmed that there are no other material reasons other than those as mentioned by her.

% Mrs. Shefali Patel appointed as an Independent Director of the company w.e.f 6th July, 2024.

% Mr. Tarang Desai appointed as an Independent Director of the company w.e.f 12th August, 2024.

% Mr. Ambalal Patel appointed as an Independent Director of the company w.e.f 30th September, 2024.

3. COMMITTEES OF THE BOARD

The Board has following Committees as on 31st March, 2025:

1. Audit Committee
2. Nomination and Remuneration Committee
3. Stakeholders Relationship Committee
4. Finance and Investment Committee
5. Corporate Social Responsibility Committee
6. Risk Management Committee

The terms of reference of the Board Committees are determined by the Board from time to time. The Board is responsible for constituting, re-constituting, assigning and co-opting the members of the Committees.

A) Audit Committee

i) Terms of Reference:

- The Audit Committee functions in accordance with Section 177 of the Act, Regulation 18 of the Listing Regulations and its Charter adopted by the Board. During the year under review, the Audit Committee Charter was amended to align the role of the Committee with amendments to the Listing Regulations and SEBI (Prohibition of Insider Trading) Regulations, 2015. The terms of reference of the Audit Committee, inter alia, includes:
- Overseeing the Company's financial reporting process and disclosure of its financial information to ensure that its financial statements are correct, sufficient and credible;
- Recommending to the Board the appointment, re-appointment and replacement, remuneration and terms of appointment of the Statutory Auditor of the Company and fixation of audit fee;
- Reviewing and monitoring the Statutory Auditor's independence and performance and effectiveness of audit process;
- Approving payments to Statutory Auditors for any other services rendered by them;
- Reviewing with the management, the annual financial statements and auditor's report thereon before submission to the Board for approval;
- Reviewing with the management, the quarterly, half yearly and annual financial statements before submission to the Board for approval;
- Reviewing with the management, the statement of uses/application of funds raised through an issue (public issue, rights issue, preferential issue, etc.), the statement of funds utilized for the purposes other than those stated in the offer document/prospectus/notice and the report submitted by the monitoring agency monitoring the utilization of proceeds of a public or rights issued and making appropriate recommendations to the Board to take up steps in this matter. This also includes monitoring the use/application of funds raised through the proposed offer by the Company.
- Approval or any subsequent modifications of transactions of the Company with related parties;
- Scrutinizing of inter-corporate loans and investments;
- Valuing of undertakings or assets of the Company, wherever it is necessary;
- Evaluating of internal financial controls and risk management system;
- Establishing a vigil mechanism for directors and employees to report their genuine concerns or grievances
- Reviewing with the management, the performance of Statutory and Internal Auditors and adequacy of internal control system;
- Reviewing the adequacy of internal audit function if any, including the structure of internal audit department, reporting structure coverage and frequency of internal audit;
- Discussing with Internal Auditors on any significant findings and follow up thereon;
- Reviewing the findings of any internal investigations by the Internal Auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the Board;
- Discussing with the Statutory Auditors before the audit commences about the nature and scope of audit as well as post audit discussion to ascertain any area of concern;
- Looking into the reasons for substantial defaults in the payment to the depositors, debenture holders, shareholders (in case of non-payment of declared dividend) and creditors;
- Approving the appointment of the Chief Financial Officer or any other person handling the finance function or discharging that function after assessing the qualifications, experience and background, etc. of the candidate.
- Reviewing the utilization of loans and/ or advances from/investment by the holding company in the subsidiary exceeding rupees 100 crore or 10% of the asset size of the subsidiary, whichever is lower including existing loans / advances / investments existing as on the date of coming into force of this provision.

ii) Composition and Attendance:

The Company has independent Audit Committee, constituted in compliance with the provisions of Section 177 of the Companies Act, 2013 and Regulation 18 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. All members of the Committee are financially literate. The Company Secretary acts as the secretary to the Committee. Mrs. Shefali Patel, Chairman of the Audit Committee, was present at the Annual General Meeting of the Company held on 30th September, 2024.

During the year Financial year 2024-25, 4 (Four) meetings of the Audit Committee were held on 20th May, 2024, 12th August, 2024, 12th November, 2024 and 12th February, 2025.

The composition, details of number of meetings held during the year and attendance of each member at the meeting are mentioned below.

Name	Designation	Category	No. of meetings held	No. of meetings attended
Mr. Sandip V. Patel*	Member	Independent, Non-Executive Director	4	2
Mr. Arun S. Patel*	Member	Independent, Non-Executive Director	4	2
Mr. Shashin Patel	Member	Executive Director	4	4
Mrs. Daksha Shah*	Chairman	Independent, Non-Executive Director	4	1
Mrs. Shefali Patel%	Chairman	Independent, Non-Executive Director	4	2
Mr. Tarang Desai%	Member	Independent, Non-Executive Director	4	2

* Mrs. Daksha Shah (DIN- 00376899) has resigned as an Independent Director of the company w.e.f 12th February, 2025.

* Mr. Sandip Patel was ceased as an Independent Director of the Company w.e.f. 4th September, 2024 due to completion of his tenure.

* Mr. Arun Patel was ceased as an Independent Director of the company w.e.f. 21st October 2024 due to completion of his tenure.

% Mrs. Shefali Patel was Appointed as Non-Executive Independent Director and chairman from 12th August, 2024.

% Mr. Tarang Desai Appointed as Member w.e.f 12th August, 2024.

B) Nomination and Remuneration Committee**i) Terms of Reference:**

The terms of reference of the Nomination and Remuneration Committee, inter alia, includes following:

- Formulating the criteria for determining qualifications, positive attributes and independence of a director and recommending to the Board a policy relating to the remuneration of directors, key managerial personnel and other employees;
- Formulating criteria for evaluation of the Independent Directors and the Board;
- Specifying the manner for effective evaluation of performance of Board, its committees and individual directors to be carried out either by the Board, by the NRC or by an independent external agency and review its implementation and compliance.
- Devising a policy on Board diversity;
- Recommend to the board, all remuneration, in whatever form, payable to senior management.
- Identifying persons who qualify to become Directors or who may be appointed in senior management in accordance with the criteria laid down, recommending to the Board their appointment and removal and carrying out evaluations of every Director's performance;
- Analyzing, monitoring and reviewing various human resource and compensation matters;
- Determining the Company's policy on specific remuneration packages for Executive Directors including pension rights and any compensation payment and determining remuneration packages of such Directors;
- Determining compensation levels payable to the senior management personnel and other staff (as deemed necessary), which shall be market related, usually consisting a fixed and variable component;
- Framing suitable policies and systems to ensure that there is no violation, by an employee of any applicable laws in India or overseas, including:
 - 1) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992;
 - 2) The Securities and Exchange Board of India (Prohibition of Fraudulent and Unfair Trade Practices relating to the Securities Market) Regulations, 2003.

Performing such other activities as may be delegated by the Board of Directors and/or are statutorily prescribed under any law to be attended to by the Nomination and Remuneration Committee.

ii) Composition and Attendance:

The Company has independent Nomination and Remuneration Committee, constituted in compliance with the provisions of Section 178 of the Companies Act, 2013 and Regulation 19 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. Mr. Arun Patel, Chairman of the Nomination and Remuneration Committee, was present at the Annual General Meeting of the Company held on 30th September, 2024.

During the year 2024-25, 3 (Three) meeting of the Nomination and Remuneration Committee were held on 12th August, 2024, 24th October, 2024 and 12th February, 2025.

The composition, details of number of meetings held during the year and attendance of each member at the meeting are mentioned below.

Name	Designation	Category	No. of meetings held	No. of meetings attended
Mr. Arun S. Patel*	Chairman	Independent, Non-Executive Director	3	1
Mr. Sandip V. Patel*	Member	Independent, Non-Executive Director	3	1

Mrs. Daksha Shah*	Member	Independent, Non-Executive Director	3	1
Mrs. Shefali Patel%	Chairman	Independent, Non-Executive Director	3	2
Mr. Tarang Desai%	Member	Independent, Non-Executive Director	3	2
Mr. Ambalal Patel%	Member	Independent, Non-Executive Director	3	0

* Mrs. Daksha Shah (DIN- 00376899) has resigned as an Independent Director of the company w.e.f 12th February, 2025.

* Mr. Sandip Patel was ceased as an Independent Director of the Company w.e.f. 4th September, 2024 due to completion of his tenure.

* Mr. Arun Patel was ceased as an Independent Director of the company w.e.f. 21st October 2024 due to completion of his tenure.

% Mrs. Shefali Patel was Appointed as member and chairman from 12th August, 2024.

% Mr. Tarang Desai Appointed as Member w.e.f 12th August, 2024.

% Mr. Ambalal Patel was appointed as Member w.e.f., 12th February, 2025.

iii) Remuneration Policy:

The remuneration policy of the Company has been formulated by ensuring that the level and composition of remuneration should be reasonable and sufficient to attract, retain and motivate Directors. Remuneration of Directors, Key Managerial Personnel and Senior Management involves a balance between fixed and incentive pay reflecting short and long term performance objectives appropriate to the working of the Company. The remuneration policy of the Company is directed towards rewarding performance, based on review of achievements on a periodic basis.

i) Remuneration to Non-Executive Directors

During the year 2024-25, Non-Executive Directors are paid sitting fees for each meeting of the Board attended by him/her, of such sum as may be approved by the Board of Directors within the overall limits prescribed under the Act and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

ii) Remuneration to Executive Director

Remuneration paid to the Executive Directors is recommended by the Nomination & Remuneration Committee, approved by the Board and is subject to the overall limits as approved by the shareholders.

Details of the remuneration paid to Executive and Non-Executive Directors during the year 2024-25 are as under.

Name of Directors	Salary (Rs. In Millions)	Sitting Fees (Rs. In Millions)	Terms of appointment
Mr. Shashin V. Patel	18	NA	3 years from 14 th February, 2023
Mr. Sandip V. Patel	NA	0.15	5 years from 5 th September, 2019
Mr. Arun S. Patel	NA	0.20	5 years from 22 nd October, 2019
Mrs. Daksha N. Shah	NA	0.15	5 years from 24 th March, 2020
Mr. Jatin Thakkar	11.1	NA	3 years from 15 th March, 2023
Mrs. Shefali Patel	NA	0.25	5 years from 6 th July, 2024
Mr. Ambalal Patel	NA	0.15	5 years from 30 th September, 2024
Mr. Tarang Patel	NA	0.25	5 years from 12 th August, 2024

The Company has not entered into any pecuniary relationship or transactions with Non-Executive Directors of the Company.

Further, criteria for making payment, if any, to non-executive directors are provided under the Nomination and Remuneration Policy of the Company which is hosted on the website of the Company and the weblink for the same is https://www.sadbhavinfra.co.in/en/pdf/criter+iafor_making_payment_to_non_executive_directors.pdf

C) Stakeholders' Relationship Committee

i) Terms of Reference:

The Stakeholders Relationship Committee ('SRC') looks into various aspects of interest of shareholders. During the year under review, the terms of reference of the SRC were amended to align the role of the Committee with amendments to the Listing Regulations. The terms of reference of the SRC includes:

- Redressal of shareholders' / investors' grievances;
- Investigating complaints relating to allotment of shares, approval of transfer or transmission of shares, debentures or any other securities;
- Issue of duplicate certificates and new certificates on split/consolidation/renewal;
- Non-receipt of declared dividend, balance sheets of the Company or any other documents or information to be sent by the Company to its shareholders;
- Resolving the grievances of the security holders of the Company including complaints related to transfer/transmission of shares, non-receipt of annual report, non-receipt of declared dividends, issue of new/duplicate certificates, general meetings etc.
- Review of measures taken for effective exercise of voting rights by shareholders.
- Review of adherence to the service standards adopted by the Company in respect of various services being rendered by the Registrar & Share Transfer Agent.
- Review of the various measures and initiatives taken by the Company for reducing the quantum of unclaimed dividends and ensuring timely receipt of dividend warrants/ annual reports/ statutory notices by the shareholders of the company.
- Carrying out any other function as prescribed under the Equity Listing Agreement/SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

ii) Composition and Attendance:

The Company has constituted Stakeholders' Relationship Committee in compliance with the provisions of Section 178 of the Companies Act, 2013 and Regulation 20 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The Company Secretary acts as the secretary to the Committee. Mrs. Shefali Patel, Chairperson of the Stakeholders' Relationship Committee, was present at the Annual General Meeting of the Company held on 30th September, 2024.

During the year 2024-25, 4 (Four) meetings of the Stakeholders' Relationship Committee were held on 20th May, 2024, 12th August, 2024, 12th November, 2024 and 12th February, 2025.

The composition, details of number of meetings held during the year and attendance of each member at the meeting are mentioned below.

Name	Designation	Category	No. of meetings held	No. of meetings attended
Mr. Arun S. Patel*	Chairperson	Independent, Non-Executive Director	4	2
Mr. Sandip V. Patel*	Member	Independent, Non-Executive Director	4	2
Mr. Shashin Patel	Member	Executive Director	4	2
Mrs. Daksha Shah*	Member	Independent, Non-Executive Director	4	1
Mrs. Shefali Patel%	Chairperson	Independent, Non-Executive Director	4	2
Mr. Tarang Desai%	Member	Independent, Non-Executive Director	4	2

* Mrs. Daksha Shah (DIN- 00376899) was resigned as an Independent Director of the company w.e.f 12th February, 2025

* Mr. Sandip Patel was ceased as an Independent Director of the Company w.e.f. 4th September, 2024 due to completion of his tenure.

* Mr. Arun Patel was ceased as an Independent Director of the company w.e.f 21st October 2024 due to completion of his tenure.

% Mrs. Shefali Patel was Appointed as member and chairperson from 12th August, 2024.

% Mr. Tarang Desai Appointed as Member w.e.f 12th August, 2024

iii) No. of Complaints received and resolved during the year:

Particulars	No. of Complaints
Complaints at the beginning of the year	Nil
Complaints received during the year	Nil
Complaints resolved during the year	Nil
Complaints not solved to the satisfaction of shareholders	Nil
Complaints remains unresolved at the end of the year	Nil

Mr. Hardik Modi, Company Secretary and Compliance Officer of the Company has resigned w.e.f. 12th February, 2025.

D) Finance and Investment Committee

The Board has constituted Finance Committee as "Finance and Investment Committee" comprising of Mr. Shashin Patel, Mr. Ambalal Patel and Mr. Tarang Desai, to review investment of funds, approval of short terms and/or long terms loans, banking transactions, avail financial facilities for Company and any other matters related to finance and investments of the company as decided by the Board of Directors of the Company.

Finance and Investment Committee meets as and when the need to consider any matter assigned to it arises.

During the year 2024-25, 2 (Two) meeting of the Finance and Investment Committee was held on 15th July 2024 and 10th March 2025.

The composition, details of number of meetings held during the year and attendance of each member at the meeting are mentioned below.

Name	Designation	Category	No. of meetings held	No. of meetings attended
Mr. Shashin V. Patel	Chairman	Executive Director	2	2
Mr. Arun S. Patel*	Member	Independent, Non-Executive Director	2	1
Mrs. Daksha Shah*	Member	Independent, Non-Executive Director	2	1
Mr. Ambalal Patel%	Member	Independent, Non-Executive Director	2	1
Mr. Tarang Desai%	Member	Independent, Non-Executive Director	2	1

* Mrs. Daksha Shah (DIN- 00376899) was resigned as an Independent Director of the company w.e.f 12th February, 2025.

* Mr. Arun Patel was ceased as an Independent Director of the company w.e.f. 21st October 2024 due to completion of his tenure.

% Mr. Tarang Desai Appointed as Member w.e.f 12th August, 2024.

% Mr. Ambalal Patel was appointed as Member w.e.f., 12.02.2025.

E) Corporate Social Responsibility Committee

Company has duly constituted Corporate Social Responsibility Committee (known as "CSR Committee") in compliance with the provisions of Section 135 read with Schedule VII of the Companies Act, 2013, for the purpose of activities to be undertaken by the company towards the Corporate Social Responsibility (CSR).

The terms of reference of CSR Committee includes, formulation and recommendation to the Board, a Corporate Social Responsibility Policy which shall indicate the activities to be undertaken by the Company as specified in Schedule VII of the Companies Act, 2013 and rules made thereunder and providing guidance on various CSR activities to be undertaken by the Company and to monitor its progress.

During the year 2024-25, 2 (Two) meetings of the CSR Committee were held on 12th August, 2024 and 12th February, 2025.

The composition, details of number of meetings held during the year and attendance of each member at the meeting are mentioned below.

Name	Designation	Category	No. of meetings held	No. of meetings attended
Mr. Shashin V. Patel	Chairman	Executive Director	2	1
Mr. Sandip V. Patel*	Member	Independent, Non-Executive Director	2	1
Mrs. Daksha Shah*	Member	Independent, Non-Executive Director	2	0
Mrs. Shefali Patel%	Member	Independent, Non-Executive Director	2	1
Mr. Jatin Thakkar@	Member	Independent, Non-Executive Director	2	0

* Mrs. Daksha Shah (DIN- 00376899) was resigned as an Independent Director of the company w.e.f 12th February, 2025

* Mr. Sandip Patel was ceased as an Independent Director of the Company w.e.f. 4th September, 2024 due to completion of his tenure.

% Mrs. Shefali Patel was Appointed as member and chairman from 12th August, 2024.

@ Mr. Jatin Thakkar was appointed as a member of CSR Committee w.e.f., 12.02.2025

F) Risk Management Committee

In compliance of Regulation 21 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company has constituted the Risk Management Committee and majority of members of the Committee are members of Board of Directors. The Company has a well-defined risk management framework to identify, recognize, monitor and mitigate risks as also identify business opportunities. The Committee has been delegated powers to monitor and review risk management plans. The Committee is headed by Mrs. Daksha Shah as Chairman of the Committee. Mr. Shashin Patel and Mrs. Shefali Patel are members of the Committee. The Committee meets as and when they need to review the management plans.

During the year 2024-25, 3 (Two) meetings of the Risk Management Committee were held on 20th May, 2024, 12th November, 2024.

The composition, details of number of meetings held during the year and attendance of each member at the meeting are mentioned below.

Name	Designation	Category	No. of meetings held	No. of meetings attended
Mr. Sandip V. Patel*	Member	Independent, Non-Executive Director	2	1
Mr. Shashin V. Patel	Member	Executive Director	2	2
Mrs. Daksha Shah*	Chairman	Independent, Non-Executive Director	2	1
Mrs. Shefali Patel	Member	Independent, Non-Executive Director	2	1
Dr. Tarang Desai%	Chairman	Independent, Non-Executive Director	2	0

* Mrs. Daksha Shah (DIN- 00376899) was resigned as an Independent Director of the company w.e.f 12th February, 2025

* Mr. Sandip Patel was ceased as an Independent Director of the Company w.e.f. 4th September, 2024 due to completion of tenure.

% Mrs. Shefali Patel was Appointed as Non-Executive Independent Director and chairman from 12th August, 2024.

%Dr. Tarang Desai was appointed as a chairman w.e.f., 12.02.2025

4. PARTICULARS OF KEY MANAGERIAL PERSONNEL AND SENIOR MANAGEMENT

The Key Managerial Personnel and Senior Management of the Company as on March 31, 2025 are as under:

Sr. No.	Name	Designation
1.	Mr. Hardik Modi	Company Secretary (KMP)
2.	Mr. Jatin Thakkar	Executive Director & CFO (KMP)
3.	Mr. Rohit Modi	Group CEO

Following changes took place during the financial year 2024-25.

Sr. No.	Name	Designation	Date of Cessation/Appointment
1.	Mr. Hardik Modi	Company Secretary (KMP)	12-02-2025
2.	Mr. Rohit Modi	Group CEO	24-10-2024

Notes:

- 1) Service Contract, Notice Period and Severance Fees.
- 2) There is no Service Contract executed between the Company and Executive or Non-executive Directors for availing service and the Company has not paid any severance fees to the Directors.
- 3) Stock option details, if any: The Company has not granted any Stock Options to any directors or employees of the company.

5. GENERAL BODY MEETINGS

Location, date and time of Annual General Meetings held during the last 3 years and special resolutions passed:

Financial Year	Day, Date & Time	Venue	Special Resolution passed
2023-24	Thursday, May 30, 2024 (02.00 P.M)	Though video conferencing ("VC")/ ("OAVM").	YES (EGM) To consider and approve the Divestment of shares held by the Company in its material subsidiary i.e. Ahmedabad Ring Road Infrastructure Limited ('ARRIL') and giving securities having value exceeding 20% of the assets of ARRIL pursuant to the provisions of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

2023-24	Monday, September 30, 2024 (2:00 p.m)	Though video conferencing ("VC")/ other audio-visual means ("OAVM").	Yes -Appointment of Mr. Ambalal C. Patel (DIN: 00037870) as an Independent Director of the Company. -Appointment of Mrs. Shefali Manojbhai Patel (DIN:07235872) as an Independent Director of the Company. -Appointment of Mr. Tarang Madhukar Desai (DIN:00005100) as an Independent Director of the Company. - Approval of Implementation of the 'Employee Stock Option Plan 2024 and to approve Grant of Employee Stock Options under the 'Employee Stock Option Plan 2024' to the eligible employees of the Company. - Approval of Grant of Employee Stock Options under the 'Employee Stock Option Plan 2024' to the eligible employees of the Company's Subsidiary Companies (Including Step-Down Subsidiary Companies) and Holding Companies. - Approval of Grant Options to Eligible Employees Equal To Or Exceeding One Percent Of The Issued Capital Of The Company During Any One Year Under Employee Stock Option Plan 2024
2022-23	Saturday, September 30, 2023 (2:00 p.m.)	Though video conferencing ("VC")/ other audio-visual means ("OAVM").	No
2021-22	Friday, 30 th September, 2022 (02:00 p.m.)	Through Video Conferencing or Other Audio Visual Means.	Yes Approval of Loans, Investments, Guarantee or Security Under Section 185 of Companies Act, 2013 – (Resolution proposed but not passed) Re-appointment of Mr. Vasistha C. Patel [DIN: 00048324] As Managing Director.

No special resolution was passed through postal ballot during the last year. Further Company has not proposed to pass any special resolution through postal ballot.

6. MEANS OF COMMUNICATION

The quarterly, half yearly and annual financial results and other statutory information are generally communicated to the shareholders by way of an advertisement in an English newspaper viz. 'The Financial Express (English)' and in a vernacular language newspaper viz. 'The Financial Express (Gujarati)' as per requirements of the Listing Regulations.

The Company is promptly reporting all material information including declaration of quarterly financial results, press releases, etc. to all Stock Exchanges where the securities of the Company are listed. Such information is also simultaneously displayed immediately on the Company's website <https://www.sadbhavinfra.co.in/>.

The financials and other material information were uploaded by the Company on the websites of NSE and BSE i.e. www.nseindia.com and www.bseindia.com respectively through NSE Electronic Application Processing System (NEAPS) and Digital Platform of the National Stock Exchange of India Ltd. (NSE) and BSE Online Portal of BSE Ltd. (BSE).

Official press releases, presentations made to institutional investors or to the analysts and transcripts of Con-call are displayed on Company's corporate website, www.sadbhavinfra.co.in.

The main channel of communication to the shareholders is through Annual Report, which includes inter-alia, the Directors' Report, Management's Discussion and Analysis, Report on Corporate Governance and Audited Financial Results.

The Company has not made any Presentations to institutional investors or to the analysts.

7. GENERAL SHAREHOLDERS INFORMATION

A) General Information:

1. Annual General Meeting

Date and Time : Tuesday, 30th September, 2025 at 03.00 p.m
Venue : Through Video Conferencing or other Audio Visual means

2. Financial Year : 1st April, 2024 to 31st March, 2025

3. Book Closure Date/Record Date : Tuesday, September 23, 2025

4. Dividend Payment Date : N.A.

5. Listing on Stock Exchanges

Equity Shares : BSE Limited
: Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai – 400001
: National Stock Exchange of India Limited
: Exchange Plaza, Bandra Kurla Complex, Bandra (East), Mumbai – 400051

6. Listing Fees : Company has paid the annual listing fees for the financial year 2024-25 to the above Stock Exchanges.

7. Stock Code
BSE Limited : 539346

National Stock Exchange of India Limited : SADBHIN
ISIN for Equity Shares : INE764L01010

B) Debt Securities (Debentures):

Unlisted, Unrated, Secured, Redeemable, Non-Convertible Debentures as on 31st March, 2025.

ISIN number	Issuance date	Maturity date	Payment frequency	Amount Outstanding (Amount in Rs.)	Name of the Debenture Trustee
INE764L07207	15/04/2021	15/07/2026	N.A	81,20,00,000	CATALYST TRUSTEESHIP LIMITED

*Debentures with ISIN- INE764L07199 is fully repaid on 18th May, 2024.

C) Details of Debenture Trustee:

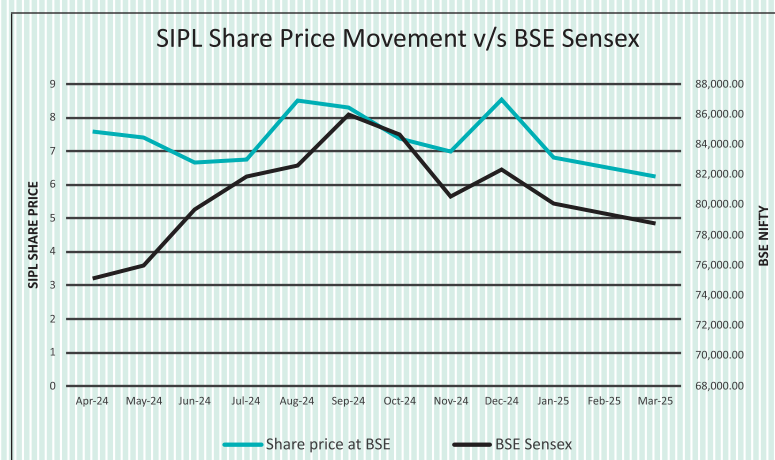
CATALYST TRUSTEESHIP LIMITED (Formerly known as GDA Trusteeship Limited)	901,9th Floor, Tower – B, Peninsula Business Park, Senapati Bapat Marg, Lower Parel (W), Mumbai – 400013. Tel: 022-49220555; Fax: 022-49220505 Email: dt@ctltrustee.com Website: www.catalysttrustee.com
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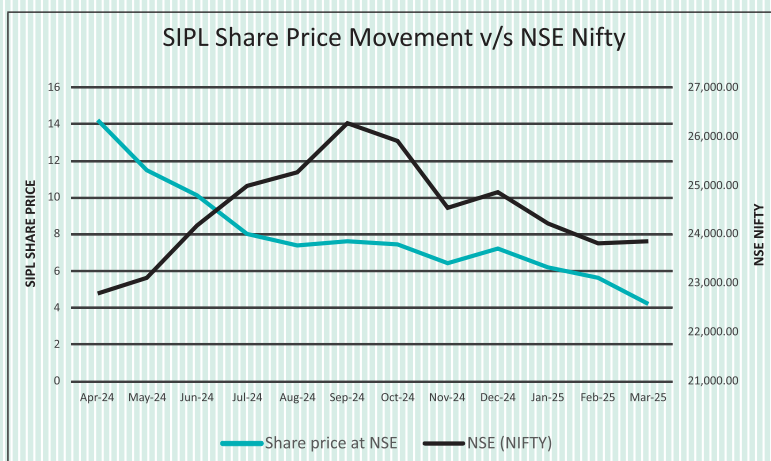
D) Market Price Data:

Below mentioned are the details of high/low, Number and Value of shares traded during each month in the last financial year.

Month	BSE Limited		National Stock Exchange Limited	
	High	Low	High	Low
Apr-24	7.60	6.10	14.20	8.85
May-24	7.40	5.81	11.50	8.70
Jun-24	6.66	5.62	10.15	6.80
Jul-24	6.75	5.50	8.05	6.80
Aug-24	8.50	5.47	7.40	6.65
Sep-24	8.30	6.50	7.65	6.35
Oct-24	7.38	5.80	7.45	6.00
Nov-24	6.98	6.10	6.45	5.25
Dec-24	8.54	6.05	7.25	5.20
Jan-25	6.82	5.20	6.20	5.20
Feb-25	6.49	4.60	5.65	3.55
Mar-25	6.25	4.18	4.20	2.85

E) Performance of the share price of the Company in comparison to BSE Sensex and NSE Nifty:





F) Registrar & Share Transfer Agent:

Name and Address : M/s. MUFG Intime India Private Limited
C-101, 247 Park,
L.B.S. Marg, Vikhroli (West),
Mumbai – 400 083

Phone : 022-49186000

Fax : 022-49186060

Email : rnt.helpdesk@linkintime.co.in

Website : www.linkintime.co.in

G) Share Transfer System:

With effective from 1st April, 2019, SEBI has amended Regulation 40 of the Listing Regulations, which deals with transfer or transmission or transposition of securities. According to this amendment, the requests for effecting the transfer of listed securities shall not be processed unless the securities are held in dematerialized form with a Depository. Therefore, for effecting any transfer, the securities shall mandatorily be required to be in demat form.

According to SEBI, this amendment will bring the following benefits:

- It shall curb fraud and manipulation risk in physical transfer of securities by unscrupulous entities.
- Transfer of securities only in demat form will improve ease, convenience and safety of transactions for investors.

Pursuant to Regulation 40(9) of the Listing Regulations with the stock exchanges, the Company obtains a Certificate from a Practicing Company Secretary on yearly basis, for due compliance of share transfer formalities. Pursuant to SEBI (Depositories and Participants) Regulations, 1996, a certificate has also been obtained from a Practicing Company Secretary for timely dematerialization of the shares of the Company and for conducting Secretarial Audit on a quarterly basis for reconciliation of the share capital of the Company. The Company files copy of these certificates with the stock exchanges as required under the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

H) Shareholding as on 31st March, 2025:

i) Distribution of Shareholding as on 31st March, 2025

No. of Shares	No. of Shareholders	% of Total Shareholders	No. of Shares	% of Total Capital
1 – 500	37977	71.7373	4733444	1.3439
501 – 1000	5796	10.9485	4944835	1.4039
1001 – 2000	3717	7.0213	5844695	1.6594
2001 – 3000	1556	2.9392	4045718	1.1486
3001 – 4000	757	1.4299	2747116	0.7799
4001 – 5000	842	1.5905	4027419	1.1434
5001 – 10000	1179	2.2271	9007400	2.5573
10001 & Above	1115	2.1062	316874589	89.9636
Total	52939	100.00	352225216	100.00

ii) Categories of Shareholders as on 31st March, 2025

Category	No. of Shares held		Total No. of Shares	% of holding
	Demat	Physical		
Promoters	247448736	-	247448736	70.25
Mutual Fund	1361425	-	1361425	0.39
Banks/Financial Institutions/Central Govt./State Govt./Trusts & Insurance Companies	-	-	-	-
FII / Foreign Portfolio Investors	5	-	5	0
NRI (Repatriable & Non-Repatriable)	1308788	-	1308788	0.37
Foreign Companies	17221860	-	17221860	4.89
Other Corporate Bodies	8909623	-	8909623	2.53

Indian Public / HUF	75135710	3	75135713	21.33
Clearing Member	1260	-	1260	0.00
Trust	-	-	-	-
Other Directors/Relatives	440000	-	440000	0.13
Body Corporate - Ltd Liability Partnership	397803	-	397803	0.11
Office Bearers	3	-	3	0
Total	352225213	3	352225216	100.00

I) Dematerialization of Shares and Liquidity:

The Company's shares are compulsorily traded in dematerialized form. Equity Shares of the Company representing 99.9999% of the Company's paid up share capital is in dematerialized form as on 31st March, 2025 with National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL). Details of which are as under.

Sr. No.	Mode of Holding	No. of Shares	% of Total Capital
1	NSDL	304946841	86.58
2	CDSL	47278372	13.42
3	Physical	3	0.00
	Total	352225216	100.00

The Company's shares are regularly traded on the 'BSE Limited' and 'National Stock Exchange of India Limited'.
ISIN number for dematerialization of the equity shares of the Company is INE764L01010.

j) Outstanding GDRs/ADRs/Warrants or any convertible instrument, conversion date and likely impact on equity: The Company has not issued any GDRs/ADRs/warrants or any convertible instruments.

K) Commodity price risk or foreign exchange risk and hedging: Not Applicable

L) Plant Locations: The Company does not have any manufacturing plant.

M) Address for Correspondence: Shareholders may correspond to the Company Secretary of the Company or at the office of Registrar & Transfer Agent at the below mentioned addresses.

Company Secretary & Compliance Officer Sadbhav Infrastructure Project Limited "Sadbhav", Nr. Havmor Restaurant, B/h Navrangpura Bus Stand, Navrangpura, Ahmedabad – 380 009 Phone: 079-40400400 Fax: 079-40400444 Email: investor@sadbhavinfra.co.in Website: www.sadbhavinfra.co.in	M/s. MUFG Intime India Private Limited Unit: Sadbhav Infrastructure Project Limited Registrar & Transfer Agent C-101, 247 Park, L.B.S. Marg, Vikhroli (West), Mumbai – 400 083 Phone: 022-49186000 Fax: 022-49186060 Email: rnt.helpdesk@linkintime.co.in Website: www.linkintime.co.in
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N) Credit Rating: as on 31/03/2025

Facilities	Sanctioned Amount (Rs. Crores)	Rating
Non-Fund Based Working Capital Limit	300.00 (Rupees Three Hundred Crores Only)	IND C (ISSUER NOT COOPERATING) / Rating Watch Off / IND A4 (ISSUER NOT COOPERATING)
Total	300.00	

8. OTHER DISCLOSURES

A) All transactions entered into with related parties as defined under Companies Act, 2013 and Regulation 23 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, during the financial year 2024-25, were in the ordinary course of business and on an arm's length basis. There were no materially significant Related Party Transactions during the financial year 2024-25 that may have potential conflict with the interest of the Company at large. The details of Related Party Transactions are disclosed in financial section of this Annual Report. The Board has approved a policy for related party transactions which is uploaded on the website of the Company at <https://www.sadbhavinfra.co.in/en/pdf/policy-on-related-party-transaction.pdf>

B) There has been no instance of non-compliance by the Company on any matter related to capital markets during the last three years. Further, there are no penalties or structures imposed by the Stock Exchanges, SEBI or any statutory authority on any matter related to capital market during the last three years.

C) In accordance with the provisions of Section 177 of the Companies Act, 2013 read with Regulation 22 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company has established a Whistle Blower Policy and has established the necessary vigil mechanism for employees and Directors to report concerns about unethical behavior, actual or suspected fraud or violation of Company's Code of Conduct. The Policy provides for adequate safeguards against victimization of employees who avail of the mechanism and also provides for direct access to the Chairman of the Audit Committee. It is affirmed that no personnel of the Company have been denied access to the Audit Committee. The said policy is uploaded on the website of the Company at <https://www.sadbhavinfra.co.in/en/pdf/whistle-blower-policy.pdf>.

All protected disclosures should be in writing and can be submitted by hand delivery or by courier or post or by electronic mode addressed to the Chairman of the Audit Committee of the Company on below mentioned address.

Chairman of Audit Committee

Sadbhav Infrastructure Project Limited
“Sadbhav”, Nr. Havmor Restaurant,
B/h Navrangpura Bus Stand, Navrangpura,
Ahmedabad – 380009

- D)** Code of Conduct for Prevention of Insider Trading: The Company has adopted the Code of Conduct for Prevention of Insider Trading under the SEBI (Prohibition of Insider Trading) Regulations, 2015 ('Code'). The Code lays down guidelines for procedures to be followed and disclosures to be made by insiders while trading in the securities of the Company.

Compliance Officer for ensuring compliance with and for the effective implementation of the Regulations and the Code across the Company. The Company has also adopted a Code of Corporate Disclosure Practices for ensuring timely and adequate disclosure of Unpublished Price Sensitive Information ('UPSI') by the Company to enable the investor community to take informed investment decisions with regard to the Company's shares.

During the year under review, both the above Codes were amended to align them with the amendments to SEBI (Prohibition of Insider Trading) Regulations, 2015. The Code of Corporate Disclosure Practices along with the Policy for Determination of Legitimate Purposes is also available on the website of the Company at <https://www.sadbhavinfra.co.in>

- E)** The Company has complied with all the mandatory requirements of the Listing Regulations relating to Corporate Governance and also complied with Regulation 17 to 27 and clauses (b) to (i) of sub-regulation (2) of regulation 46 relating to the dissemination of information on the website of the Company. The status of compliance with the non-mandatory requirements listed in Part E of Schedule II of the Listing Regulations, is as under:

The following non-mandatory requirements have been adopted by the Company:

- a) The Report of Auditors is with Modified opinion with respect to the Audited Financial Results (Standalone and consolidated) of the Company for the quarter and year ended on 31st March, 2025.
 - b) The Internal Auditors report directly to the Audit Committee.
- F)** The Company has a policy for determining 'material subsidiaries' which is uploaded on the website of the Company at https://www.sadbhavinfra.co.in/en/pdf/policy_for_determining_material_subsiary_co.pdf
- G)** The Company has adopted Policy on dealing with related party transactions and the same is placed on website of the Company and web-link of the same is <https://www.sadbhavinfra.co.in/en/pdf/policy-on-related-party-transaction.pdf>
- H)** Details of utilization of funds raised through preferential allotment or qualified institutions placement as specified under Regulation 32 (7A): N.A.
- I)** In accordance with the SEBI Circular dated 8th February, 2019, the Company has obtained an Annual Secretarial Compliance Report from Mr. Ashish Shah & Associates, Company Secretary in Practice confirming compliances with all applicable SEBI Regulations, Circulars and Guidelines for the year ended 31st March, 2025.
- J)** The Company has complied with all the mandatory requirements specified in Regulations 17 to 27 and complied with clauses (b) to (i) of sub – regulation (2) of Regulation 46 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
- K)** Mr. Ashish Shah, Company Secretary in Practice has issued a certificate confirming that none of the Directors on the Board of the Company have been debarred or disqualified from being appointed or continuing as directors of companies by SEBI/Ministry of Corporate Affairs or any such statutory authority.
- L)** The Executive Chairman and the Chief Financial Officer have furnished a Certificate to the Board for the year ended on 31st March, 2025 in compliance with Regulation 17(8) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The same is attached to this report.
- M)** The Company has a well-defined risk management framework in place. The Audit Committee of the Board is also regularly informed about the business risks and the steps taken to mitigate the same. The implementation of the risk assessment and minimization procedures is an ongoing process and the Board members are periodically informed of the status.
- N)** The Board of Directors has adopted the Code of Conduct for Directors and Senior Management and the same has been placed on the Company's website. <https://www.sadbhavinfra.co.in/en/pdf/code-of-conduct.pdf> All Board Members and Senior Personnel have affirmed compliance of Code of Conduct. A declaration signed by the Managing Director to this effect is attached to this report.
- O)** In compliance with the SEBI (Prohibition of Insider Trading) Regulations, 2015, the Company has framed an Insider Trading Code to avoid any insider trading and it is applicable to all Directors, Officers and such employees of the Company who are expected to have access to the unpublished price sensitive information relating to the Company. The said code laid down guidelines, which advices them on procedure to be followed and disclosures to be made, while dealing with the shares of the Company. The code has been placed on the Company's website. <https://www.sadbhavinfra.co.in/en/pdf/insider-trading-code-SIPL.pdf>
- P)** A Management Discussion and Analysis Report forms part of this Annual Report and includes discussion on various matters specified under Regulation 34(2)(e) and Schedule V (B) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
- Q)** In preparation of financial statements, the Company has followed the Indian Accounting Standards (IndAS) specified under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014.
- R)** Disclosure of commodity price risks and commodity hedging activities: is not applicable.
- S)** Confirmation by the Board of Directors regarding acceptance of recommendation of all Committees: In terms of the amendments made to the Listing Regulations, the Board of Directors confirm that during the year, it has accepted all recommendations received

from all its committees, if any.

- T)** Fees paid to Statutory Auditor: Fees were paid by the Company and its subsidiaries, on a consolidated basis, for all services to respective Statutory Auditors and all entities in the network firm/ network entity of which they are part. The details of fees paid to the Statutory Auditors is mentioned in notes of the financial statements.
- U)** Prevention, prohibition and redressal of sexual harassment at workplace: Status of complaints in relation to Sexual Harassment of Women at Workplace (Prevention, Prohibition, and Redressal) Act, 2013 for the FY 2024-25 is as follows:
Number of complaints filed during the financial year: Nil
Number of complaints disposed of during the financial year: Nil
Number of complaints pending as on end of the financial year: Nil
- V)** Disclosure by listed entity and its subsidiaries of 'Loans and advances in the nature of loans to firms/companies in which directors are interested by name and amount can be referred to Related Party Transactions disclosed in the Financials.
- W)** Details of material subsidiaries of the listed entity; including the date and place of incorporation and the name and date of appointment of the statutory auditors of such subsidiaries:

Sr. No.	Name of Material Subsidiary Company	Date of Incorporation	Name of Statutory Auditor	Original Date of Appointment of Statutory Auditor
1	Ahmedabad Ring Road Infrastructure Limited	31-08-2006	M/s S G D G & Associates LLP	20-09-2017
2	Sadbhav Nainital Highway Limited	01-05-2016	M/s Gianender & Associates	22-09-2017
3	Sadbhav Rudrapur Highway Limited	01-05-2016	M/s Gianender & Associates	22-09-2017
4	Sadbhav Bangalore Highway Private Limited	29-10-2016	M/s Manubhai & Shah LLP	22-09-2017
5	Sadbhav Vidarbha Highway Limited	24-04-2017	M/s Manubhai & Shah LLP	22-09-2018
6	Sadbhav Udaipur Highway Limited	23-05-2017	M/s Manubhai & Shah LLP	22-09-2018
7	Sadbhav Jodhpur Ring Road Private Limited	03-01-2018	M/s S G D G & Associates LLP	29-09-2022
8	Sadbhav Kim Expressway Private Limited	12-04-2018	M/s Manubhai & Shah LLP	20-09-2019
9	Sadbhav Infra Solutions Private Limited	14-04-2018	M/s Gianender & Associates	29-09-2023
10	Sadbhav Maintenance Infrastructure Private Limited	16-04-2018	M/s Gianender & Associates	20-09-2019

- X)** There is no non-compliance of any requirement of Corporate Governance Report of sub-para (2) to (10) of Schedule V read with Regulation 34(3) of SEBI LODR Regulations

DECLARATION REGARDING AFFIRMATION OF CODE OF CONDUCT

In terms of the requirement of Part D of Schedule V of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, it is hereby affirmed that all members of the Board and Senior Management personnel have affirmed compliance with Code of Conduct for the year ended 31st March, 2025.

For, Sadbhav Infrastructure Project Limited

Date: 12th August, 2025
Place: Ahmedabad

Shashin Patel
Chairman and Whole-time Director
DIN: 00048328

Certification on Financial Statements of the Company

We, Shashin Patel, Executive Chairman and Whole Time Director and Jatin Thakkar, Chief Finance Officer of Sadbhav Infrastructure Project Limited ('the Company'), certify that:

- a) We have reviewed the financial statements and cash flow statement for the year ended 31st March, 2025 and that to the best of our knowledge and belief:
 - ii) these statements do not contain any materially untrue statement or omit any material fact or contain any statement that might be misleading;
 - iii) these statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- b) To the best of our knowledge and belief, there are no transactions entered into by the Company during the year ended 31st March, 2025 which are fraudulent, illegal or violative of the Company's Code of Conduct.
- c) We accept responsibility for establishing and maintaining internal controls for financial reporting and that we have evaluated the effectiveness of the internal control systems of the Company pertaining to financial reporting and have disclosed to the Auditors and the Audit Committee, deficiencies in the design or operation of such internal controls, if any, of which we are aware and the steps we have taken or proposed to take to rectify these deficiencies.
- d) We have indicated to the Auditors and the Audit Committee:
 - i) Significant changes in internal control over financial reporting during the year;
 - ii) Significant changes in accounting policies during the year and the same have been disclosed in the notes to the financial statements; and
 - iii) Instances of significant fraud of which we have become aware and the involvement therein, if any, of the management or an employee having a significant role in the Company's internal control system over financial reporting.

Place: Ahmedabad
Date: 12th August, 2025

Shashin Patel
Executive Chairman
DIN: 00048328

Jatin Thakkar
Chief Financial Officer
PAN-AGNPT7651H

Compliance Certificate on Corporate Governance

To,
The Members of
Sadbhav Infrastructure Project Limited

We have examined the Compliance Conditions of Corporate Governance by Sadbhav Infrastructure Project Limited for the year ended on 31st March, 2025 as per Para E of Schedule V read with Regulation 34(3) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations') for the period 01st April, 2024 to 31st March, 2025. We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of certification.

The Compliance of Conditions of Corporate Governance is the responsibility of the management. Our examination was limited to review of the procedures and implementations thereof, adopted by the Company for ensuring the compliance of the conditions of the Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In our opinion and to the best of our information and according to the explanations given to us, and the representation made by the Directors and the Management, we certify that the Company has materially complied with the conditions of Corporate Governance as stipulated Listing Regulations.

We further state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the management has conducted the affairs of the Company.

For, Ashish Shah & Associates
Company Secretaries

Date: 12th August, 2025
Place: Ahmedabad

Ashish Shah
Proprietor
FCS No.: 5974
C P No.: 4178
UDIN: F005974G00098900

Certificate of Non-Disqualification of Directors

[Pursuant to Regulation 34(3) and Schedule V Para C clause (10) (i) of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015]

To,
The Members of
Sadbhav Infrastructure Project Limited

We have examined online the relevant registers, records, forms, returns and disclosures received from the Directors of SADBHAV INFRASTRUCTURE PROJECT LIMITED having CIN L45202GJ2007PLC049808 and having registered office at “Sadbhav House”, Opp. Law Garden Police Chowki, Ellisbridge, Ahmedabad – 380006. (hereinafter referred to as ‘the Company’), produced before me by the Company for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Schedule V Para-C Sub clause 10(i) of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In our opinion and to the best of our information and according to the verifications (including Directors Identification Number (DIN) status at the portal www.mca.gov.in) as considered necessary and explanations furnished to us by the Company & its officers, We hereby certify that none of the Directors on the Board of the Company as stated below for the Financial Year ending on 31st March, 2025 have been debarred or disqualified from being appointed or continuing as Directors of companies by the Securities and Exchange Board of India, Ministry of Corporate Affairs or any such other Statutory Authority.

Sr. No.	Name of Director	DIN	Date of appointment
1.	SHASHIN VISHNUBHAI PATEL	00048328	18-01-2007
2.	JATIN THAKKAR	09312406	15-03-2023
3.	TARANG DESAI	00005100	12-08-2024
4.	AMBALAL PATEL	00037870	30-09-2024
5.	SHEFALI PATEL	07235872	06-07-2024

Ensuring the eligibility of for the appointment / continuity of every Director on the Board is the responsibility of the management of the Company. Our responsibility is to express an opinion on these based on our verification. This certificate is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.

For, Ashish Shah & Associates
Company Secretaries

Ashish Shah
Proprietor

FCS No.: 5974

C P No.: 4178

UDIN: F005974G000988978

Date: 12th August, 2025

Place: Ahmedabad

Management Discussion & Analysis

CAVEAT

This Annual Report contains certain forward-looking statements, and may contain certain projections. Forward-looking statements and projections are subject to risks, uncertainties and assumptions. Actual results may differ materially from those suggested by forward-looking statements or projections due to risks or uncertainties associated without expectations with respect to, but not limited to, regulatory changes pertaining to the infrastructure sector in India and the Company's ability to respond to them, ability to successfully implement its strategy and objectives, growth and expansion plans, technological changes, exposure to market risks, general economic and political conditions in India that have an impact on the business activities or investments, the monetary and fiscal policies of India, inflation, deflation, unanticipated turbulence in interest rates, foreign exchange rates, equity prices or other rates or prices, the performance of the financial markets in India and globally, changes in domestic laws and competition in the infrastructure sector. Certain important factors that could cause the Company's actual results to differ materially from expectations include, but are not limited to, The business and investment strategy of the Company, Expiry or termination of the project Special Purpose Vehicles (SPVs) respective concession agreements, Future earnings, cash flow and liquidity, Potential growth opportunities, Financing plans, the competitive position and the effects of competition on the Company's investments, The general transportation industry environment and traffic growth and future government policy relating to the transportation industry in India. By their nature, certain market risk disclosures are only estimates and could be materially different from what actually occurs in the future, there can be no assurance that the expectations reflected in the forward-looking statements and projections will prove to be correct. Due to uncertainties involved, readers are cautioned not to place undue reliance on such forward-looking statements and projections and not to regard such statements to be a guarantee or assurance of the Company's future performance or returns to investors.

1. BUSINESS OVERVIEW

Sadbhav Infrastructure Project Limited ("SIPL") was incorporated in 2007. The Company is among India's leading infrastructure developers specializing in roadways and highways. It enjoys robust in-house of Operation and Maintenance (O&M)— across all its business verticals: 1. Build Operate Transfer (BOT) 2. Hybrid Annuity Model (HAM) Over the years, the Company has developed rich in-house expertise in O&M verticals. The Company's clients primarily comprise government agencies such as NHAI, AUDA, PWD, among others. SIPL is strategically growing its presence beyond its stronghold states of Maharashtra, Rajasthan, Haryana, Karnataka, Uttar Pradesh, Telangana and Gujarat.

2. ROAD INFRASTRUCTURAL PERIPHERI IN THE INDIAN ECONOMY

Road Infrastructure plays a pivotal role as a growth engine for India's economy, especially for the rapidly expanding urban and industrial peripheries. During the fiscal year, macroeconomic stability was evident, with India's real GDP growing robustly— driven by infrastructure investments that address the evolving needs of connectivity, economic decentralization, and logistics efficiency.

The year saw continued policy focus on infrastructure as a catalyst for national growth. India's GDP growth surpassed 8% in FY 2023-24, bolstered by resilient private consumption and capital formation, notably in highways and industrial corridors. Road infrastructure development, especially in peripheral urban zones has directly stimulated regional economic activity by reducing logistics costs, fostering entrepreneurship, and supporting MSME clusters.

Central government initiatives underpinned sectoral expansion in FY 2024-25. The Bharatmala Pariyojana and Pradhan Mantri Gram Sadak Yojana (PMGSY) remained core to expanding national and rural road networks, respectively, with a cumulative 18,926 km delivered under Bharatmala by November 2024. The Union Budget allocated ₹2,87,333 crore, with ₹1,16,292 crore specifically for roads and bridges, marking a 5% increase over the previous fiscal. Strategic approvals included eight new national high-speed road corridors, ring roads, bypasses, and multimodal logistics parks to decongest cities and boost peri-urban infrastructure.

Expanded road infrastructure has translated into substantial economic and social returns. National Highways now span 146,195 km, a 60% rise over the past decade, making India's network the world's second largest. Project execution in peripheral areas is creating millions of jobs, integrating rural and urban value chains, and enhancing market accessibility for agriculture and industry. Multimodal parks and new corridors are poised to handle 700 million metric tonnes of cargo, further raising India's competitiveness and driving significant increases in both national GDP and states' gross state products (GSP), especially in emerging peripheral urban regions.

3. OPPORTUNITIES & STRENGTHS

The Indian road and infrastructure sector in FY 2024-25 stands on the threshold of remarkable growth, validated by World Bank and IMF observations. India's road network, now over 146,000 km of National Highways, has become the second largest globally, a testament to its expansive reach and modernization drive.

World Bank reports highlight a \$2.4 trillion investment need for resilient and green infrastructure by 2050, unlocking significant potential for private equity, foreign direct investment, and innovative PPP models. Policy momentum through Bharatmala and Pradhan Mantri Gram Sadak Yojana, together with targeted urban and peripheral urban development, an approach endorsed by both IMF and World Bank offer lucrative opportunities in project construction, logistics, technology, and allied service sectors. The sector is poised to directly benefit from frameworks like PM Gati Shakti, promoting unified planning and faster clearances for large-scale projects.

Consistent capital outlay—rising by 570% over the last decade—has enabled network expansion, improved last-mile connectivity, and fostered rural-urban market integration, aligning with IMF recommendations for infrastructure-led growth. The World Bank applauds India's success in leveraging innovative models (Hybrid Annuity Model, asset monetization), regulatory reforms, and technology (e.g., green roads, digital project management) to drive both efficiency and resilience. The sector's absorptive capacity, robust policy pipeline, and resilience against shocks (pandemics, climate) reinforce its reputation as a key enabler of

sustainable economic advancement.

This strategic direction, guided by global best practices, positions India's road infrastructure sector as a cornerstone for prosperity, employment, and inclusive growth through FY 2024-25 and beyond.

4. RISKS & CHALLENGES

India's road infrastructure has seen significant advancements over the past decade, driven by dedicated government efforts and strategic initiatives. However, the sector still faces numerous risks and challenges that need to be addressed to ensure sustainable and efficient development. One of the primary challenges in road infrastructure development is land acquisition. Acquiring land for road projects often leads to delays due to legal disputes and resistance from landowners. Additionally, environmental concerns such as deforestation, loss of biodiversity, and pollution need to be managed carefully to ensure sustainable development. Despite increased government spending, funding remains a significant challenge. The high cost of road construction and maintenance requires substantial financial resources. Public-Private Partnerships (PPPs) have been promoted to bridge the funding gap, but these come with their own set of risks, including financial viability and return on investment. Construction delays are common due to various factors such as bureaucratic red tape, lack of coordination among different agencies, and unforeseen technical challenges. These delays not only increase project costs but also affect the quality of the infrastructure. Ensuring high-quality construction is crucial to prevent premature road failures like potholes and disintegration. Road safety is a major concern in India, with a high number of road accidents resulting in fatalities and injuries. Poor road design, lack of proper signage, and inadequate enforcement of traffic laws contribute to these accidents. Improving road safety requires a multi-faceted approach, including better road design, stricter enforcement of traffic regulations, and public awareness campaigns. The road infrastructure sector faces challenges in adopting new technologies and ensuring the availability of skilled human resources. Advanced construction techniques and materials are essential for building resilient and long-lasting roads, but their adoption is often slow due to lack of expertise and high costs. Additionally, there is a shortage of trained professionals in the sector, which hampers efficient project execution. Maintaining the existing road network is as important as building new roads. Regular maintenance is often neglected due to budget constraints and lack of proper planning, leading to deteriorating road conditions. Sustainable practices, such as using eco-friendly materials and promoting green highways, are essential to ensure the long-term viability of road infrastructure.

Addressing these risks and challenges requires a comprehensive and coordinated approach involving government agencies, private sector participants, and the public. By focusing on sustainable development, improving funding mechanisms, adopting advanced technologies, and enhancing road safety, India can build a robust and efficient road infrastructure that supports its economic growth and development.

5. MINIMIZING RISKS

A risk management exercise not only identifies risks but also reduces them to an acceptable level. Your company has risk management policies to manage and overcome these risks, ensuring the smooth functioning of business operations. These policies are reviewed periodically by the company's directors, allowing for quick decision-making. SIPL, a subsidiary of Sadbhav Engineering Ltd., effectively maneuvers to supply materials and minimize cost escalation risks. Before entering any joint venture agreement, we thoroughly analyze the prospective partners' past performances and credentials. We meticulously plan to execute all our projects ahead of schedule and have a proven track record of completing work within the stipulated time.

Our full-fledged team of technical experts at the workshop is responsible for the repairs and maintenance of equipment, ensuring work continues without stoppages or significant labor disruptions. This is supported by our extensive employee welfare scheme, which looks after their health and safety. We have taken contractor's all-risk insurance policies for projects and workmen's compensation policies to protect against losses caused to workmen through accidents. Most of the critical work during the operation period is done by us, with only a minimal portion subcontracted. We always insist on performance guarantees and quality assurance from subcontractors.

As a company, our ability to foresee and manage business risks plays a crucial role in achieving positive results, even during economic downturns. We also regularly conduct third-party audits of the toll management and toll collection systems to identify gaps and improve operational performance.

6. SEGMENT WISE PERFORMANCE

During the year 2024-25, the Company has only one reportable business segment, i.e. infrastructure development includes "Built Operate and Transfer (BOT) / Hybrid Annuity Projects and its related activities. A segment performance on standalone and consolidated basis is given in the financial statements of the Company.

7. INTERNAL CONTROLS SYSTEMS AND ADEQUACY

The Company possesses a suitable mechanism for internal controls. It follows a well-designed documentation system for policies and procedures covering all financial and operating functions. These controls have been developed and designed in a manner to properly maintain accounting records for ensuring reliability of financial reporting, monitoring of operations, protecting assets from unauthorised use or losses and compliance with regulations. The Company has digitalised all key process controls through the SAP S/4 HANA – systems to maximise automated control transactions. The auditor verifies IT-enabled controls as part of the review of functions and processes as part of the Internal Audit function. The Audit Committee of the Board of Directors actively reviews the adequacy and effectiveness of the internal control systems and suggests improvements to strengthen the same. The Company has a robust Management Information System, which is an integral part of the control mechanism. The Audit Committee of the Board of Directors, Statutory Auditors and the Business Heads are periodically apprised of the internal audit findings and corrective actions taken. Audit plays a key role in providing assurance to the Board of Directors. Significant audit observations and corrective actions taken by the management are presented to the Audit Committee of the Board. To maintain its objectivity and independence, the Internal Auditor reports to the Chairman of the Audit Committee.

8. FINANCIAL OVERVIEW

We generate revenues primarily from toll collection, user fee and annuity receipts. The company also provides operation, maintenance, advisory and project management services for our projects. Review of financial performance for the financial year ended 31st March, 2025 are as follows:

(Amount in Millions)

PARTICULARS	Standalone		Consolidated	
	2024-25	2023-24	2024-25	2023-24
Revenue from Operations	0.00	225.00	1,668.24	7,039.55
Other Income	116.86	207.02	48.77	557.56
Total Revenue	116.86	432.02	1,717.01	7,597.11
Profit Before Taxation	(1,380.93)	(5,622.96)	(138.34)	(102.22)
Less: Tax Expense	0.00	(1.83)	20.95	240.34
Profit/(Loss) for the period after tax and minority interest	(1,380.93)	(5,621.14)	(159.29)	(342.56)
Other comprehensive income	(0.11)	(2.89)	0	(1.27)
Total comprehensive income (after tax)	(1,381.04)	(5,624.03)	(159.29)	(343.83)

PARTICULARS	Standalone	
	2024-25	2023-24
Debtors Turnover (days)	-	1,201.82
Inventory Turnover	NA	NA
Interest Coverage Ratio	-0.27	-0.04
Current Ratio	0.24	0.39
Debt Equity Ratio*	0.98	0.81
Operating Profit Margin (%)	-	-73.69%
Net Profit Margin (%)	-	2498.28%
Return on net worth*	-22.42%	-78.97%

*As there is Negative Networth and Loss in Current year and previous year on Consolidated basis, hence ratio is not calculated

9. HUMAN RESOURCE DEVELOPMENT

The company takes immense pride in the commitment, competence, and dedication of its employees across all business areas. It has a structured induction process and management development programs to upgrade the skills of managers. Objective appraisal systems based on key result areas are in place for senior management staff. The company strongly believes that people are its prime assets and continuously implements new initiatives to train and motivate them. It believes in the potential of its people to drive business transformation and success, harnessing this potential by fostering an open and inclusive work culture. This culture enables breakthrough performance and comprehensive development of employees through the three pillars of Leading Self, Leading Teams, and Leading Business. As of March 31, 2025, the company had 53 employees, excluding trainees and contractors' employees.

10. CAUTIONARY STATEMENT

Certain statements made in this report relating to the Company's objectives, projections, outlook, expectations, estimates, among others may constitute 'forward-looking statements' within the meaning of applicable laws and regulations. Actual results may differ from such expectations, projections etc., whether express or implied. Several factors could make a significant difference to the Company's operations. These include climatic conditions, economic conditions affecting demand and supply, government regulations and taxation, natural calamity, currency rate changes, among others over which the Company does not have any direct control.



Independent Auditor's Report

To the Members of

Sadbhav Infrastructure Project Limited

Report on the Audit of the Standalone Financial Statements

Qualified Opinion

We have audited the accompanying Standalone Financial Statements of **Sadbhav Infrastructure Project Limited** ("the Company"), which comprises of the Standalone Balance sheet as at March 31, 2025, and the Standalone Statement of Profit and Loss (including other comprehensive income), and the Standalone Statement of Changes in Equity and Standalone Statement of Cash Flows for the year then ended, and notes to the Standalone Financial Statements, including a summary of material accounting policies and other explanatory information (hereinafter referred to as "the Standalone Financial Statements").

In our opinion and to the best of our information and according to the explanations given to us, except for the matters described in the "Basis for Qualified Opinion" section of our report, the aforesaid Standalone Financial Statements give the information required by the Companies Act, 2013, ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2025, and its loss, total comprehensive income, its cash flows and the changes in equity for the year ended on that date.

Basis for Qualified Opinion

1. We draw attention to Note 43 and Note 44 to the accompanying Standalone Financial Statements with respect to investment in (including subordinate debt), and loan & advances to Rohtak Panipat Tollway Private Limited and Rohtak Hissar Tollway Private Limited, subsidiaries of the Company. Both the subsidiaries have issued notice of termination of Concession Agreement to National Highways Authority of India (NHAI) on account of Force Majeure Event as per Concession Agreement. As explained in the said note, the Company has carried out impairment assessment of investment in these subsidiaries considering the expected payment arising out of aforesaid termination and other claims filed with NHAI and based on the above assessment, the management has concluded that no impairment / adjustment to the carrying value of the investments (including subordinate debt) and loan & advances, trade and other receivables aggregating to INR. 8,043.28 million are necessary as at March 31, 2025.

However, we have not been able to corroborate the management's contention of realising the carrying value of investments (including subordinate debt), loans and advances, trade and other receivables related to both subsidiaries aggregating to INR. 8,043.28 million as at March 31, 2025.

Accordingly, we are unable to comment on appropriateness of the carrying value of such investment and loans and advances and their consequential impact on the Standalone Financial Statements and financial position of the Company as at and for the year ended March 31, 2025.

Our audit report dated May 21, 2024 on the Standalone Financial Statements for the year ended March 31, 2024 was also qualified in respect of this matter.

2. We draw attention to Note 45 of the accompanying Standalone Financial Statements with respect to Sadbhav Rudrapur Highway Limited (SRHL), a subsidiary of the Company, in which case, NHAI in the month of January 2024, at the request of the Company has given in principal approval for harmonious substitution of the concessionaire. The Company is in the process of compliance of the conditions prescribed by NHAI for substitution. As explained in the said note, the management has carried out impairment assessment of Investment (including subordinate debt) and other receivables in this subsidiary duly considering the expected payment arising out of aforesaid substitution and based on the above assessment, management has concluded that no impairment / adjustment to the carrying value of Investment (including subordinate debt) and other receivables aggregating to INR. 1,198.03 million is considered necessary as at March 31, 2025.

However, we have not been able to corroborate the management's contention of realizing the carrying value of Investment (including subordinate debt) and other receivables balances aggregating to INR. 1,198.03 million as at March 31, 2025.

Accordingly, we are unable to comment on appropriateness of the carrying value of Investment (including subordinate debt) and other receivables and their consequential impact on the Standalone Financial Statements and financial position of the Company as at reporting date and for the year ended March 31, 2025.

Our audit report dated May 21, 2024 on the Standalone Financial Statements for the year ended March 31, 2024 was also qualified in respect of this matter.

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

Emphasis of Matter

- (i) We draw attention to Note No 49 to the accompanying Standalone Financial Statements, wherein it is stated that balances in the accounts of parties pertaining to trade payables and other incidental balances thereto, are currently under

evaluation by the management. Subsequent adjustments, if any, may be necessary upon completion of this evaluation and reconciliation.

- (ii) We draw attention to Note No. 45 to the accompanying Standalone Financial Statements, regarding transfer of concession by Sadbhav Rudrapur Highway Limited in favour of RKCIPL-ARCPL (JV) and receipt of advance received in consideration thereof disclosed under Other Current Financial Liabilities in the Standalone Balance Sheet for the reasons stated in the said note.

Our opinion is not modified in respect of this matter.

Material uncertainty related to going concern

We draw attention to Note no. 48 to the accompanying Standalone Financial Statements, which indicates that, the Company's financial position and financial performance for the year ended March 31, 2025 on account of significant reduction in revenue and substantial losses over period. These events or conditions along with other matters as set forth in the said note indicate that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern. Management's evaluation of the events and conditions and management's plans regarding these matters are also described in the said note.

Our opinion is not modified in respect of this matter.

Key Audit Matters

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.

In addition to the matters described in the Basis for Qualified Opinion section and Material Uncertainty Related to Going Concern section of our report, we have determined the matters described below to be key audit matters to be communicated in our report. We have fulfilled the responsibilities described in the Auditor's responsibilities for the audit of the Standalone Financial Statements section of our report, including in relation to these matters. Accordingly, our audit included the performance of procedures designed to respond to our assessment of the risks of material misstatement of the Standalone Financial Statements. The results of our audit procedures, including the procedures performed to address the matters below, provide the basis for our audit opinion on the accompanying Standalone Financial Statements.

Key audit matters	Response to Key Audit Matter
Provision and Contingent Liabilities	
The Company is involved in various legal disputes in respect of tax matters and claims from various parties, the outcomes of which are uncertain and may result in significant liabilities. Assessing the risks related to these litigations involves complex assumptions and requires significant judgment, particularly in evaluating uncertainties around the likely outcome of the proceedings and the adequacy of related disclosures in the Standalone Financial Statements. Given the level of judgment involved, the potential material impact of such litigations, and the complexity of the assessment process, this matter has been identified as a key audit matter in our audit. Refer Note No. 36 of the standalone financial statements	Our audit procedures to address this key audit matter included, but were not limited to the following: • Evaluated the processes and relevant controls established by the Company for identifying legal, tax litigations, and pending proceedings. • Assessed the assumptions used by the Company's legal and tax departments in evaluating potential legal and tax risks, considering legal precedents and rulings in similar matters. • Held inquiries with the Company's legal and tax departments on the status of significant disputes and inspected supporting documentation. • Reviewed the adequacy and appropriateness of disclosures relating to these matters in the notes to the Standalone Financial Statements. • Considered the requirements of Ind AS 37 to assess whether provisions or contingent liabilities were correctly recognized or disclosed. Reviewed the adequacy and appropriateness of disclosures relating to these matters in the notes to the Standalone Financial Statements.

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

The Company's management is responsible for the preparation of the other information. The other information comprises the information included in the Management Discussion and

Analysis, Board's Report including Annexures to Board's Report, Business Responsibility Report, Corporate Governance and Shareholder's Information, but does not include the Standalone Financial Statements and our auditor's report thereon. The other information report is expected to be made available to us after the date of this auditor's report.

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

In connection with our audit of the Standalone Financial Statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Standalone Financial Statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

When we read the other information 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

The accompanying Standalone Financial Statements have been approved by the Company's Board of Directors. The Company's management is responsible for the matters stated in section 134(5) of 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, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under Section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate implementation and maintenance of 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 these standalone financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Standalone Financial Statements, the management and the Board of Directors are 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.

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

Our objectives are to obtain reasonable assurance about whether these 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 aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Standalone Financial Statements.

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

- Identify and assess the risks of material misstatement of the Standalone Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal 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 accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Standalone Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Standalone Financial Statements, including the disclosures, and whether the Standalone Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all

relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

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

Report on Other Legal and Regulatory Requirements

1. As required by Section 143 (3) of the Act, we report that:

- a. We have sought and for except for the matter described in the Basis for Qualified Opinion paragraph, obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- b. Except for the matter described in the Basis for Qualified Opinion paragraph and paragraph (vi) below on reporting under Rule 11 (g), 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 Standalone Balance Sheet, the Standalone Statement of Profit and Loss including the Other Comprehensive income, the Standalone Statement of Cash Flow and Standalone Statement of Changes Equity dealt with by this Report are in agreement with the books of account;
- d. Except for the effects of the matter described in the Basis for Qualified Opinion paragraph above, in our opinion, the aforesaid Standalone Financial Statements comply with the Indian Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2015, as amended;
- e. In our opinion, the matters described in the Basis for Qualified Opinion paragraph above and the going concern matter described in Material Uncertainty Related to Going Concern paragraph above, in our opinion, may have an adverse effect on the functioning of the Company;
- f. On the basis of the written representations received from the directors as on March 31, 2025, taken on record by the Board of Directors, none of the directors is disqualified as at March 31, 2025 from being appointed as a director in terms of Section 164 (2) of the Act;
- g. The qualifications relating to the maintenance of accounts and other matters connected therewith are as stated in Basis of Qualified Opinion paragraph above, paragraph (b) above on reporting under Section 143(3)(b) and paragraph (vi) below on reporting under Rule 11(g).
- h. With respect to the adequacy and the operative effectiveness of the internal financial controls with reference to the Standalone Financial Statements of the Company and the

operating effectiveness of such controls, refer to our separate report in "Annexure A". Our report expresses a qualified opinion on the operating effectiveness of the Company's internal financial controls with reference to Standalone Financial Statements.

- i. In our opinion, the managerial remuneration for the year ended March 31, 2025, paid / provided by the Company to their directors is in accordance with the provisions of section 197 read with Schedule V to the Act;
- j. With respect to the other matters to be included in the Auditors' 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, wherever necessary, of pending litigations on its financial position in its Standalone Financial Statements; Refer Note 36 to the Standalone Financial Statements;
 - ii. the Company did not have any long-term contracts including derivative contracts for which there were material foreseeable losses;
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company during the year ended March 31, 2025.
 - iv. (a) The management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(b) The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(c) Based on such audit procedures as considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement;
 - v. The Company has not declared or paid any dividend in the year and hence the reporting requirement for compliance with Section 123 of the Act is not applicable.

vi. Based on our examination which included test checks, the Company has used accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software. However, the audit trail feature is not available for certain direct changes to data when using certain access rights and at the database level for the accounting software, as described in Note 51 to the Standalone Financial Statements.

Further, during the course of our audit we did not come across any instance of audit trail feature being tampered with in respect of the accounting software and audit trail has been preserved by the Company as per the statutory requirements of record retention for audit trail for database level where log any direct data changes is not available with the Company.

2. As required by the Companies (Auditors' Report) Order, 2020 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure B, a statement on the matters specified in the paragraphs 3 and 4 of the Order, to the extent applicable.

Place: Ahmedabad

For S G D G & Associates LLP
Chartered Accountants
Firm Registration No.:W100188

Date: May 27, 2025

Mittali Dakwala
Partner
Membership No.: 143236
UDIN: 25143236BMOZAN5546

Annexure – ‘A’ to the Independent Auditor’s Report of Even Date on the Standalone Financial Statements of Sadbhav Infrastructure Project Limited

(Referred to in paragraph 1(h) under “Report on Other legal and Regulatory Requirements” section of our report the member of Sadbhav Infrastructure Project Limited of even date)

Report on the Internal Financial Controls with reference to Standalone Financial Statements under clause (i) of sub-section 3 of Section 143 of the Companies Act, 2013 (the “Act”)

We have audited the internal financial controls with reference to Standalone Financial Statements of Sadbhav Infrastructure Project Limited (“the Company”) as at March 31, 2025 in conjunction with our audit of the Standalone Financial Statements of the Company for the year ended on that date.

Responsibility of Management and Those Charged with Governance for Internal Financial Controls

The Company’s management and Board of Directors is responsible for establishing and maintaining internal financial controls based on the internal 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 (the “Guidance Note”) 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 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 Act.

Auditors’ Responsibility for the Audit of Internal Financial Controls with reference to Standalone Financial Statements

Our responsibility is to express an opinion on the Company's internal financial controls with reference to Standalone Financial Statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by ICAI prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls with reference to the Standalone Financial Statements and the Guidance Note issued by ICAI. 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 with reference to Standalone Financial Statements was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system with reference to Standalone Financial Statements and their operating effectiveness. Our audit of internal financial controls with reference to Standalone Financial Statements included obtaining an understanding of internal financial controls with

**Independent Auditor’s Report on Standalone Financial Statements of
Sadbhav Infrastructure Project Limited for the year ended March 31, 2025**

reference to Standalone Financial Statements, 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 auditor's 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 qualified audit opinion on the Company's internal financial controls system with reference to these Standalone Financial Statements.

Meaning of Internal Financial Controls with reference to the Standalone Financial Statements

A Company's internal financial control with reference to the Standalone Financial Statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of the Standalone Financial Statements for external purposes in accordance with generally accepted accounting principles. A Company's internal financial control with reference to Standalone Financial Statements 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 the 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 authorizations of 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 with reference to the Standalone Financial Statements

Because of the inherent limitations of internal financial controls with reference to Standalone Financial Statements, 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 with reference to Standalone Financial Statements to future periods are subject to the risk that the internal financial control with reference to Standalone Financial Statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Qualified Opinion

According to the information and explanations given to us and based on our audit, the following material weaknesses has been identified in the operating effectiveness of the Company's internal financial controls with reference to Standalone Financial Statements as at March 31, 2025:

- The Company's internal financial controls with reference to Standalone Financial Statements as at March 31, 2025 as regards evaluation of uncertainty for realizing the carrying value of investments (including sub ordinate debt), loan and other receivables as explained in Note 43, Note 44, Note 45 to the Standalone Financial Statements were not operating effectively which could potentially lead to not providing adjustments, if any, that may be required to the carrying values of investments (including sub-debt), loan and other receivables from such subsidiaries and its consequential impact on the earnings, other equity and related disclosures in the Standalone Financial Statements.
- There are material weaknesses in operating effectiveness over system processing invoices and obtaining balance confirmation from vendors and processing of journal entries into accounting software due to absence of maker checker mechanism which could result into possible adjustments of transactions / balances.

A 'material weakness' is a deficiency, or a combination of deficiencies, in internal financial control with reference to the Standalone Financial Statements, such that there is a reasonable possibility that a material misstatement of the Company's annual or interim Standalone Financial Statements will not be prevented or detected on a timely basis.

In our opinion, the Company has, in all material respects, an adequate internal financial controls system with reference to Standalone Financial Statements as at March 31, 2025, based on the internal control with reference to the Standalone Financial Statements considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over financial reporting issued by the ICAI and except for the effects/possible effects of the material weakness described above on the achievement of the objectives of the control criteria, the Company's internal financial controls with reference to Standalone Financial Statements were operating effectively as at March 31, 2025.

Place: Ahmedabad

Date: May 27, 2025

For S G D G & Associates LLP
Chartered Accountants
Firm Registration No.:W100188

Mittali Dakwala
Partner
Membership No.: 143236
UDIN: 25143236BMOZAN5546

Annexure – ‘B’ to the Independent Auditor’s Report

(Referred to in paragraph 2 under "Report on Other Legal and Regulatory Requirements" section of our report the members of Sadbhav Infrastructure Project Limited of even date)

Report on the Companies (Auditor’ Report) Order, 2020, issued in terms of section 143 (11) of the Companies Act, 2013(‘the Act’) of Sadbhav Infrastructure Project Limited (‘the Company’)

To the best of our information and according to the explanations provided to us by the Company and the books of account and records examined by us in the normal course of audit, we state that:

(i) (a)

- A. The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.
- B. The Company did not have intangible Assets.

(b) The Company has a program of physical verification of its Property, Plant and Equipment. In accordance with this program, Property, Plant and Equipment were verified during the year and no material discrepancies were noticed on such verification. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets.

(c) Title deeds of immovable property disclosed in the Standalone Financial Statements included in investment property are held in the name of the Company as at the balance sheet date.

(d) The Company has not revalued any of its Property, Plant and Equipment during the year.

(e) No proceedings have been initiated during the year or are pending against the Company as at March 31, 2025 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.

(ii) The Company had no inventory during and at the year end. Therefore, the reporting requirements of paragraph 3(ii) of the Order are not applicable.

(b) During any point of time of the year, the Company has not been sanctioned working capital limits in excess of INR. 5 crores, in aggregate, from banks or financial institutions on the basis of security of current assets. Hence the reporting requirements of paragraph 3(ii)(b) of the Order is not applicable.

(iii) (a) The Company has provided loans or advances in the nature of loans, stood guarantee, or provided security during the year and details of which are given below:

(Rs in Million)				
Particulars	Loans	Advances in nature of loans	Guarantees	Security
A. Aggregate amount granted/provided during the year:				
- Subsidiaries	2.82	-	3,340.00	104.60
- Fellow Subsidiary	-	-	2,830.00	-
- Others	0.22	-	-	-
B. Balance outstanding as at balance sheet date in respect of above cases		-	-	-
- Subsidiaries	124.48	-	2,747.80	104.60
- Fellow subsidiary	-	-	900.00	-
- Others	0.01	-	-	-

(b) In our opinion and according to the information and explanations given to us, the terms and conditions of the grant of loans are prejudicial to the Company's interest on account of the fact that the loans that have been granted are interest-free. However, attention is invited to "Basis for Qualified Opinion" in our main audit report.

(c) In respect of loans granted, the terms of arrangements do not stipulate any repayment schedule of principal and interest except for the loan given to subsidiary named Maharashtra Border Check Post Network Limited which is repayable on 31.03.2034 i.e. after the repayment of the amount of facilities from the banks as per the financing agreement and loan granted to employees wherein the schedule of repayment of principal is stipulated and repayments thereof have been regular as per stipulation.

(d) Since the cited loans are repayable on demand except for the loan as mentioned in the above sub clause which needs to be repaid after the repayment of the amount of facilities from the banks as per the financing agreement, reporting under this clause in respect of overdue balance is not applicable.

(e) In our opinion and according to the information and explanations given to us, neither loans or advances in nature of loans have been renewed or extended nor any fresh loans have been granted to settle the overdue of existing loans.

(f) The Company has granted Loans or advances in the nature of loans which are repayable on demand or without specifying any terms or period of repayment details of which are given below:

(INR. in Million)

Particulars	Others	Promoters	Related Parties
Aggregate amount of loans/ advances in nature of loans			
- Repayable on demand (A)	0.00	0.00	124.48
- Agreement does not specify any terms or period of repayment (B)	0.00	0.00	0.00
Total (A+B)	0.00	0.00	124.48
Percentage of loans/ advances in nature of loans to the total loans	0.00%	0.00%	69.79%

- (iv) In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of sections 185 and 186 of the Act, with respect to the loans granted, investments made and guarantees and securities provided, as applicable.
- (v) In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits (including deemed deposits) from the public within the meaning of provisions of sections 73 to 76 of the Act and the rules framed there under and hence reporting under clause (v) of paragraph 3 of the Order is not applicable. According to the information and explanations given to us, no order has been passed by the Company Law Board or the National Company Law Tribunal or the Reserve Bank of India or any Court or any other Tribunal against the Company in this regard.
- (vi) The Central Government has prescribed maintenance of cost records under section 148(1) of the Act. We have broadly reviewed the accounts and records of the Company in this connection and are of the opinion that prima facie, the prescribed accounts and records have been made and maintained. We have not, however, carried out a detailed examination of the same.
- (vii) (a) Undisputed statutory dues including provident fund, employees' state insurance, income tax, sales tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues, as applicable, have not been regularly deposited with the appropriate authorities during the year.

According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, employees' state insurance, income tax, sales tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues, as applicable were in arrears as at March 31, 2025 for a period of more than six months from the, date they became except tax deducted at source amounting to INR. 7.45 Million and goods and service tax amounting to INR. 23.80 million.

(b) Details of statutory dues referred to in sub-clause (a) above which have not been deposited as at March 31, 2025 on account of disputes are given below:

Name of the Statue	Nature of the Dues	Period to which the amount relates	Forum where Dispute is pending	Amount (INR. in million)
Goods and Service Tax Act, 2017	Goods & Service Tax	P.Y. 2017-2018	Deputy Commissioners of Maharashtra State Tax.	21.68
Goods and Service Tax Act, 2017	Goods & Service Tax	P.Y. 2017-2018	Deputy Commissioners of Rajasthan State Tax.	2.95
Goods and Service Tax Act, 2017	Goods & Service Tax	P.Y. 2017-2018	Additional Commissioners of Gujarat State Tax.	80.40
Goods and Service Tax Act, 2017	Goods & Service Tax	P.Y. 2017-2018	Excise and Taxation Officer Haryana State	5.01
Goods and Service Tax Act, 2017	Goods & Service Tax	P.Y. 2018-2019	Joint Commissioners of Rajasthan State Tax.	0.53
Goods and Service Tax Act, 2017	Goods & Service Tax	P.Y. 2018-2019	Deputy Commissioners of Uttarakhand State Tax.	2.60
Goods and Service Tax Act, 2017	Goods & Service Tax	P.Y. 2018-2019	Assistant Commissioners of Gujarat State Tax.	7.79
Goods and Service Tax Act, 2017	Goods & Service Tax	P.Y. 2018-2019	Deputy Commissioners of Maharashtra State Tax.	8.14
Goods and Service Tax Act, 2017	Goods & Service Tax	P.Y. 2019-2020	Deputy Commissioners of Madhya Pradesh State Tax.	9.45
Goods and Service Tax Act, 2017	Goods & Service Tax	P.Y. 2019-2020	Deputy Commissioners of Rajasthan State Tax.	4.62
Goods and Service Tax Act, 2017	Goods & Service Tax	P.Y. 2019-2020	Assistant Commissioners of Telangana State Tax.	4.16
Goods and Service Tax Act, 2017	Goods & Service Tax	P.Y. 2021-2022	Joint Commissioners of Rajasthan State Tax.	0.50

(viii) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not surrendered or disclosed previously undisclosed transactions as income during the year in the tax assessments

under the Income Tax Act, 1961 (43 of 1961). Accordingly, clause 3(viii) of the Order is not applicable to the Company.

- (ix) (a) We are of the opinion that the Company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender.
(b) The Company has not been declared willful defaulter by any bank or financial institution or other lender.

(c) The Company has not taken any term loans during the year. Hence the reporting requirement of paragraph 3(ix)(c) of the Order are not applicable.

(d) On an overall examination of the Standalone Financial Statements of the Company, funds raised on short-term basis amounting to INR. 2,383.52 Million have been used during the year for long-term purposes by the Company.

(e) According to the information and explanations given to us and on an overall examination of the financial statements of the Company, we report that the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries as defined under the Act. The Company does not hold any investment in associate and any joint venture (as defined under the Act) during the year ended March 31, 2025.

(f) The Company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies.

- (x) (a) The Company has not raised any money by way of initial public offer or further public offer during the year. Hence the reporting requirements of paragraph 3(x)(a) of the Order are not applicable.

(b) The Company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year. Hence the reporting requirements of paragraph 3(x)(b) of the order are not applicable.

- (xi) (a) Based on examination of the books and records of the Company and according to the information and explanations given to us, we report that no fraud by the Company or on the Company has been noticed or reported during the year.

(b) No report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and up to the date of this report.

(c) As represented by the management, there are no whistle blower complaints received by the Company during the year.

- (xii) In our opinion the Company is not a Nidhi Company. Therefore, the reporting requirement of Clause 3(xii) of the Order is not applicable to the Company.
- (xiii) According to the information and explanation given to us and on the basis of our examination of the records of the Company, all the transactions with related parties are in compliance with Sections 177 and 188 of the Act where applicable and also the details which have been disclosed in the Financial Statements are in accordance with the applicable Indian Accounting Standards.
- (xiv) (a) In our opinion the Company has an internal audit system which is commensurate with the size and nature of its business.
(b) We have considered the internal audit reports for the year under audit, issued to the Company during the year, in determining the nature, timing and extent of our audit procedure.
- (xv) The Company has not entered into non-cash transactions with directors or persons connected with its directors and hence the provisions of section 192 of the Companies Act, 2013 are not applicable to the Company.
- (xvi) (a) 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. Hence, reporting under clause 3(xvi)(a), (b) and (c) of the Order is not applicable.
(b) In our opinion, there is no core investment Company within the Group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016) and accordingly reporting under clause 3(xvi)(d) of the Order is not applicable.
- (xvii) The Company has incurred cash losses amounting to INR. 384.32 Million during the Financial Year and INR. 509.49 Million in the immediately preceding financial year.
- (xviii) There has been no resignation of the statutory auditors during the year. Accordingly, clause (xviii) of the Order is not applicable to the Company.
- (xix) On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the Standalone Financial Statements and our knowledge of the Board of Directors and management plans (refer note no 48 to the Standalone Financial Statements) and based on our examination of the evidence supporting the assumptions, there exist material uncertainty as on the date of the audit report indicating that the Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date.

We, however, state that this is not an assurance as to further viability of the Company and our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of

one year from the balance sheet date, will get discharged by the Company as and when they fall due. (Attention is invited to Note No. 48 to the standalone financial statement and material uncertainty related to going concern paragraph in the main Audit Report)

- (xx) The Company has met the criteria as specified under sub-section (1) of section 135 of the Act read with the Companies (Corporate Social Responsibility Policy) Rules, 2014, however, in the absence of average net profits in the immediately three preceding years, there is no requirement for the Company to spend any amount under sub-section (5) of section 135 of the Act; hence reporting under clause 3(xx)(a) & (b) of the Order is not required.

Place: Ahmedabad

Date: May 27, 2025

For S G D G & Associates LLP
Chartered Accountants
Firm Registration No.:W100188

Mittali Dakwala
Partner
Membership No.: 143236
UDIN: 25143236BMOZAN5546

Sadbhav Infrastructure Project Limited
CIN: L45202GJ2007PLC049808
Standalone Balance Sheet as at March 31, 2025

Particulars	Note No.	As at March 31, 2025 (INR in Million)	As at March 31, 2024 (INR in Million)
ASSETS			
1 Non-current Assets			
(a) Property, plant and equipment	5	0.58	0.76
(b) Investment property	6	2.88	2.88
(c) Financial Assets			
(i) Investments	7	10,686.11	12,963.10
(ii) Loans	8	2.06	2.92
(d) Other Non Current Assets	12	4.62	3.58
Total Non-current Assets - A		10,696.25	12,973.24
2 Current Assets			
(a) Financial Assets			
(i) Trade receivables	10	252.45	380.06
(ii) Cash and cash equivalents	11	31.97	170.02
(iii) Bank balances other than (ii) above	11	22.70	45.89
(iv) Loans	8	175.97	178.79
(v) Other Financial Assets	9	540.23	493.23
(b) Current Tax Assets	13	11.26	19.90
(c) Other Current Assets	12	233.44	229.01
Total Current Assets - B		1,268.02	1,516.90
Assets held for sale	C 47	1,307.23	1,307.23
Total Assets (A+B+C)		13,271.50	15,797.37
EQUITY AND LIABILITIES			
EQUITY			
(a) Equity share capital	14	3,522.25	3,522.25
(b) Other Equity	15	2,637.43	3,595.50
Total Equity - A		6,159.68	7,117.75
LIABILITIES			
1 Non-current Liabilities			
(a) Financial liabilities			
(i) Borrowings	16	1,911.99	3,385.95
(ii) Other financial liabilities	20	-	1,353.48
(b) Provisions	17	7.72	8.36
Total Non-current liabilities - B		1,919.71	4,747.79
2 Current Liabilities			
(a) Financial liabilities			
(i) Borrowings	18	4,114.97	2,364.85
(ii) Trade payables	19		
- Total outstanding dues of micro and small enterprises		12.20	0.69
- Total outstanding dues of creditors other than micro and small enterprises		182.29	305.36
(iii) Other financial liabilities	20	834.37	341.51
(b) Other current liabilities	21	40.19	914.76
(c) Provisions	17	8.09	4.66
Total Current liabilities - C		5,192.11	3,931.83
Total Equity and Liabilities (A+B+C)		13,271.50	15,797.37
Summary of Material Accounting Policies	3		
The accompanying notes are an integral part of these Standalone Financial Statements As per our report of even date	1 - 53		
For S G D G & ASSOCIATES LLP Chartered Accountants ICAI Firm Registration No.: W100188	For and on behalf of Board of Directors of Sadbhav Infrastructure Project Limited		
Mittali Dakwala Partner Membership No. 143236	Shashin Patel Executive Chairman DIN : 00048328	Jatin Thakkar Executive Director & Chief Financial Officer DIN : 09312406	
Date: May 27, 2025 Place: Ahmedabad	Date: May 27, 2025 Place: Ahmedabad		

Sadbhav Infrastructure Project Limited
CIN: L45202GJ2007PLC049808
Standalone Statement of Profit and Loss for the year ended March 31, 2025

Particulars	Note No.	Year ended March 31, 2025	Year ended March 31, 2024
		(INR in Million)	(INR in Million)
INCOME			
I Revenue from operations	22	-	225.00
II Other income	23	116.86	207.02
III Total Income (I + II)		116.86	432.02
EXPENSES			
a Sub-contractors charges	24	25.86	212.50
b Employee benefits expenses	25	81.06	101.99
c Finance cost	26	704.17	1,154.33
d Depreciation expenses	5	0.18	0.37
e Other expenses	27	197.81	76.32
IV Total expenses		1,009.10	1,545.51
V (Loss) before exceptional item and tax (III - IV)		(892.24)	(1,113.49)
VI Exceptional Items	42	(488.69)	(4,509.47)
VII (Loss) before tax (V+VI)		(1,380.93)	(5,622.96)
VIII Tax expenses	28		
Current tax		-	-
Deferred tax		-	-
Adjustment of tax relating to earlier years		-	(1.82)
Total tax expenses / (Credit)		-	(1.82)
IX (Loss) for the year (VII-VIII)		(1,380.93)	(5,621.14)
X Other Comprehensive income			
Items that will not be reclassified to profit or loss in subsequent periods			
Re-measurements gain on defined benefit plans (net of tax)	31	(0.11)	(2.89)
Other Comprehensive Income for the year (net of tax)		(0.11)	(2.89)
XI Total Comprehensive Income for the year, net of tax (IX+X)		(1,381.04)	(5,624.03)
Earning per share [Face Value of share INR 10/- (March 31, 2024 - INR 10/-)]			
Basic and Diluted (in INR)	30	(3.92)	(15.97)
Summary of Material Accounting Policies	3		
The accompanying notes are an integral part of these Standalone Financial Statements As per our report of even date	1 - 53		
For S G D G & ASSOCIATES LLP Chartered Accountants ICAI Firm Registration No.: W100188	For and on behalf of Board of Directors of Sadbhav Infrastructure Project Limited		
Mittali Dakwala Partner Membership No. 143236	Shashin Patel Executive Chairman DIN : 00048328	Jatin Thakkar Executive Director & Chief Financial Officer DIN : 09312406	
Date: May 27, 2025 Place: Ahmedabad	Date: May 27, 2025 Place: Ahmedabad		

Sadbhav Infrastructure Project Limited
CIN: L45202GJ2007PLC049808

Standalone Statement of Changes in Equity for the year ended March 31, 2025

A Equity Share Capital

Equity shares of INR 10 each issued, subscribed and fully paid (note 14)	Nos.	INR in Million
As at April 01, 2023	35,22,25,216	3,522.25
Changes in the equity share capital during the year due to prior period errors	-	-
Restated Balance at the the beginning of the year	35,22,25,216	3,522.25
Changes in the equity share capital during the year	-	-
As at March 31, 2024	35,22,25,216	3,522.25
As at April 01, 2024	35,22,25,216	3,522.25
Changes in the equity share capital during the year due to prior period errors	-	-
Restated Balance at the the beginning of the year	35,22,25,216	3,522.25
Changes in the equity share capital during the year	-	-
As at March 31, 2025	35,22,25,216	3,522.25

B Other Equity

(INR in Million)

Particulars	Equity Component of Compound Financial Instruments (note 15)	Reserves and Surplus			Other Comprehensive Income	Total
		Securities Premium (note 15)	General Reserves (note 14)	Retained Earning (note 15)		
As at April 01, 2023	532.22	9,039.27	1,154.67	(1,504.99)	(1.60)	9,219.49
Loss for the year	-	-	-	(5,621.14)	-	(5,621.14)
Other Comprehensive Income for the year						
Re-measurements gain on defined benefit plans, net of tax	-	-	-	-	(2.89)	(2.89)
Total Comprehensive Income for the year	532.22	9,039.27	1,154.67	(7,126.16)	(4.49)	3,595.50
As at March 31, 2024	532.22	9,039.27	1,154.67	(7,126.16)	(4.49)	3,595.50
As at April 01, 2024	532.22	9,039.27	1,154.67	(7,126.16)	(4.49)	3,595.50
Addition during the year	422.95	-	-	-	-	422.95
Loss for the year	-	-	-	(1,380.93)	-	(1,380.93)
Other Comprehensive Income for the year						
Re-measurements gain on defined benefit plans, net of tax	-	-	-	-	(0.11)	(0.11)
Total Comprehensive Income for the year	955.17	9,039.27	1,154.67	(8,507.09)	(4.60)	2,637.43
As at March 31, 2025	955.17	9,039.27	1,154.67	(8,507.09)	(4.60)	2,637.43

The accompanying notes are an integral part of these Standalone Financial Statements

1 - 53

As per our report of even date

For **S G D G & ASSOCIATES LLP**

Chartered Accountants

ICAI Firm Registration No.: W100188

For and on behalf of Board of Directors of

Sadbhav Infrastructure Project Limited

Mittal Dakwala

Partner

Membership No. 143236

Shashin Patel

Executive Chairman

DIN : 00048328

Jatin Thakkar

Executive Director & Chief Financial Officer

DIN : 09312406

Date: May 27, 2025

Place: Ahmedabad

Date: May 27, 2025

Place: Ahmedabad

Sadbhav Infrastructure Project Limited
CIN: L45202GJ2007PLC049808
Standalone Statement of Cash Flows for the year ended March 31, 2025

Particulars	For the year ended	For the year ended			
	March 31, 2025	March 31, 2024			
	(INR in Million)	(INR in Million)			
(A) Cash Flows From Operating Activities					
(Loss) before tax	(1,380.93)	(5,622.96)			
<i>Adjustment to reconcile profit before tax to net cash flows:</i>					
Depreciation expenses	0.18	0.37			
Interest and other borrowing cost	542.25	1,089.27			
Unwinding of interest on Unsecured Loan from related party	161.92	65.06			
Liabilities no longer required written back	(1.38)	(47.78)			
Exceptional items	488.69	4,509.47			
Interest Income	(112.57)	(149.58)			
Dividend Income	(0.60)	(0.37)			
Operating (loss) before working capital changes	(302.44)	(156.52)			
Adjustments for changes in Working Capital:					
(Increase) in other financial assets	(46.51)	(305.04)			
(Increase) / Decrease in other assets	(5.46)	98.18			
Decrease in trade receivable	127.60	150.35			
(Decrease) in other financial liabilities	(860.63)	(86.38)			
(Decrease) / Increase in other liabilities and provisions	(871.89)	545.81			
(Decrease) in trade payables	(110.18)	(682.57)			
Cash flows generated from operations	(2,069.51)	(436.19)			
Direct taxes paid	8.65	14.45			
Net cash flows (used in) operating activities	(A) (2,060.86)	(421.74)			
(B) Cash Flows From Investing Activities					
Sale of property plant and equipment	-	0.23			
Proceed from sale of Investments in Subsidiaries	-	1,696.05			
Proceed from Sale of Units	-	523.46			
Long term loan received back	0.86	2.49			
Sub-ordinate debt received back from subsidiaries	1,708.98	866.54			
Short term loan given/(Received back) (Net)	2.82	(127.24)			
Redemption / (Investments) of bank deposits	23.19	(30.59)			
Interest received	112.09	149.58			
Dividend received	0.60	0.37			
Net cash flows generated from investing activities	(B) 1,848.54	3,080.89			
(C) Cash Flows From Financing Activities					
Repayment of non-current borrowings	(1,917.62)	(1,499.47)			
Proceeds from non current borrowings- Related parties	1,984.23	885.20			
Repayment of current borrowings	(1,765.45)	-			
Proceeds from current borrowings- Related parties	1,975.00	(1,302.66)			
Interest and other borrowing cost paid	(201.87)	(606.14)			
Net cash generated (used in) financing activities	(C) 74.28	(2,523.09)			
Net increase/(decrease) in cash and cash equivalents	(A + B + C) (138.04)	136.06			
Cash and cash equivalents at beginning of the year	170.01	33.95			
Cash and cash equivalents at end of the year	31.97	170.01			
Notes:					
1 Components of Cash and Cash Equivalents					
	As at	As at			
	March 31, 2025	March 31, 2024			
	(INR in Million)	(INR in Million)			
Cash on hand (Refer note 2 below)	0.00	0.00			
Balance with banks:					
In current accounts	31.86	169.85			
In current accounts - unpaid share application refund money and unclaimed dividend	0.11	0.11			
Deposits with original maturity of less than 3 months	-	0.06			
Cash and cash equivalents at the end of the year	31.97	170.01			
2 Cash on hand as at March 31, 2025 INR 2,163/- (March 31, 2024 INR 2,163/-) is below rounding off norms adopted by the Company.					
3 Balances with banks include balance of INR 0.85 Million as at March 31, 2025 (March 31, 2024: INR 17.83 Million) lying in the Escrow Accounts, as per terms of borrowings with the lenders.					
4 The cash flows statement has been prepared under indirect method as per Indian Accounting Standard -7 "Cash Flow Statement".					
5 Changes in liabilities arising from financing activities					
	April 1, 2024	Net Cash flows	Change in fair value	Others	March 31, 2025
Non-current borrowings	3,385.97	66.62	-	(1,540.60)	1,911.99
Current borrowings	2,364.85	209.55	-	1,540.58	4,114.97
Interest accrued	1,689.09	(201.87)	-	(677.63)	809.60
Total	7,439.91	74.29	-	(677.65)	6,836.56
	April 1, 2023	Net Cash flows	Change in fair value	Others	March 31, 2024
Non-current borrowings (including current maturities)	4,820.38	(1,499.47)	65.06	-	3,385.97
Current borrowings	2,782.32	(417.46)	-	-	2,364.85
Interest accrued	1,206.05	(606.14)	-	1,089.17	1,689.09
Total	8,808.75	(2,523.07)	65.06	1,089.17	7,439.91
6 Figures in brackets represents cash outflows.					
As per our report of even date					
For S G D G & ASSOCIATES LLP Chartered Accountants ICAI Firm Registration No.: W100188			For and on behalf of Board of Directors of Sadbhav Infrastructure Project Limited		
Mittali Dakwala Partner Membership No. 143236			Shashin Patel Executive Chairman DIN : 00048328		
			Jatin Thakkar Executive Director & Chief Financial Officer DIN : 09312406		
Date: May 27, 2025 Place: Ahmedabad			Date: May 27, 2025 Place: Ahmedabad		

Sadbhav Infrastructure Project Limited
Notes to Standalone Financial statement for the year ended March 31, 2025

1. Company information:

Sadbhav Infrastructure Project Limited (the "Company or SIPL") is a public Company domiciled in India and is incorporated under the provisions of the Companies Act applicable in India. Its shares are listed on two recognized stock exchanges in India. The registered office of the Company is located at "Sadbhav House", Opp. Law Garden Police Chowki, Ellisbridge, Ahmedabad – 380 006.

The Company is engaged in development, construction as well as operation & maintenance of infrastructure projects and related consulting and advisory services. The Company undertakes infrastructure development projects directly or indirectly through Special Purpose Vehicles (SPVs) as per the concession agreements. The Company is a subsidiary of Sadbhav Engineering Limited ("SEL"), a listed Company, engaged in providing engineering, procurement and construction services ("EPC") in the road and other infrastructure projects.

The Standalone Financial statements were approved for issue in accordance with a resolution of the board of directors on May 27, 2025.

2. Basis of preparation:

The Standalone Financial statements of the Company have been prepared in accordance with Indian Accounting Standards ("Ind AS") notified under the Companies (Indian Accounting Standards) Rules, 2015 (as amended from time to time) and presentation requirements of Division II of Schedule III to the Companies Act 2013, (Ind AS compliant Schedule III), as applicable to Standalone Financial statements.

These Standalone Financial statements have been prepared on a historical cost convention and on an accrual basis, except for the followings assets and liabilities which have been measured at fair value:

- Certain financial assets and liabilities measured at fair value (refer accounting policy regarding financial instruments)

The Standalone Financial statements are presented in INR and all values are rounded to the nearest million (INR 000,000), except when otherwise indicated.

3. Summary of material accounting policies

The following are the material accounting policies applied by the Company in preparing its Standalone Financial statements:

3.1 Current versus non-current classification

The Company presents assets and liabilities in the Balance Sheet based on current/non-current classification. An asset is current when it is:

- Expected to be realized or intended to be sold or consumed in the normal operating cycle;
- Held primarily for the purpose of trading;
- Expected to be realised within twelve months after the reporting period; or
- Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

Sadbhav Infrastructure Project Limited
Notes to Standalone Financial statement for the year ended March 31, 2025

All other assets are classified as non-current.

A liability is current when:

- It is expected to be settled in the normal operating cycle;
- Held primarily for the purpose of trading;
- It is due to be settled within twelve months after the reporting period; or
- There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

The terms of the liability that could, at the option of the counterparty, result in its settlement by the issue of equity instruments do not affect its classification.

The Company classifies all other liabilities as non-current.

Deferred tax assets and liabilities are classified as non-current assets and liabilities.

Operating cycle

The operating cycle is the time between the acquisition of assets for processing and their realization in cash and cash equivalents. The Company has identified twelve months as its normal operating cycle.

3.2 Property, Plant and Equipment

Property, Plant and Equipment are stated at cost, net of accumulated depreciation and accumulated impairment losses, if any. Such cost comprises the purchase price, borrowing costs if the recognition criteria are met and directly attributable cost of bringing the assets to its working condition for its intended use.

All other expenses on existing property plant and equipment, including day-to-day repair and maintenance expenditure are charged to the Standalone Statement of profit and loss for the period during which such expenses are incurred.

Derecognition

An item of property, plant and equipment is derecognized upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on de-recognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the Standalone Statement of Profit and Loss when the asset is de-recognized.

Depreciation

Depreciation on property, plant and equipment is provided on the written down value method basis over useful lives of the assets as prescribed under Part C of Schedule II to the Companies Act, 2013.

Sadbhav Infrastructure Project Limited
Notes to Standalone Financial statement for the year ended March 31, 2025

Depreciation for assets purchased/sold during a period is proportionately charged for the period of use.

The estimated useful lives, residual values and depreciation method of property, plant and equipment are reviewed at the end of each reporting period, with the effect of any changes in estimate accounted for on a prospective basis.

3.3 Impairment – Non-financial assets

The Company assesses at each reporting date whether there is an indication that an asset may be impaired. If any indication exists, the Company estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's fair value less costs to sell and its value in use. The recoverable amount is determined for an individual asset which is based on the discounting of estimated future cash flows to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining net selling price, recent market transactions are taken into account, if available. If no such transactions can be identified, an appropriate valuation model is used. When the carrying amount of an asset exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount. The impairment loss is recognized in the Standalone Statement of profit and loss.

The Company bases its impairment calculation on detailed budgets and forecasts calculation (DCF method). These budgets and forecasts calculations generally covering a period of the concession agreements using long terms growth rates applied to future cash flows.

3.4 Revenue from contract with customers

Revenue from contracts with customers is recognized when control of the goods or services are transferred to the customer at an amount that reflects the consideration to which the Company expects to be entitled in exchange for those goods or services. The specific recognition criteria described below must also be met before revenue is recognized. The Company has concluded that it is principal in its revenue arrangements because it typically controls goods or services before transferring them to the customer.

Construction services

Revenue from construction services is recognized over a period as the customer simultaneously receives and consumes the benefits provided by the Company and measure revenue based on input method i.e. revenue recognized on the basis of cost incurred to satisfaction of a performance obligation relative to the total expected cost to the satisfaction of that performance obligation. If the outcome of a performance obligation satisfied over time cannot be reasonably measured, revenue is calculated using the zero-profit method in the amount of the contract costs incurred and probably recoverable.

Sadbhav Infrastructure Project Limited
Notes to Standalone Financial statement for the year ended March 31, 2025

The total costs of contracts are estimated based on technical and other estimates. In the event that a loss is anticipated on a particular contract, provision is made for the estimated loss. Contract revenue earned in excess of billing is reflected under as "contract asset" and billing in excess of contract revenue is reflected under "contract liabilities".

Operation and Maintenance and Project management services:

Revenue from Operation and Maintenance and Project management services are recognized pro-rata over the period of the contract as and when services are rendered. Goods and Service tax collected on behalf of the government is not an economic benefit flowing to the Company. Hence, it is excluded from revenue.

Contract Balances:

Contract Assets

A contract asset is the right to consideration in exchange for goods or services transferred to customer. If the Company performs by transferring goods or services to a customer before the customer pays consideration or before payment is due, a contract asset is recognized for the earned consideration that is conditional.

Trade Receivables

A receivable is recognised if an amount of consideration that is unconditional (i.e., only the passage of time is required before payment of the consideration is due). Refer to accounting policies of Financial instruments – initial recognition and subsequent measurement.

Contract liabilities

A contract liability is recognised if a payment is received or a payment is due (whichever is earlier) from a customer before the Company transfers the related goods or services. Contract liabilities are recognised as revenue when the Company performs under the contract (i.e., transfers control of the related goods or services to the customer).

3.5 Other Income

Interest

Interest income primarily comprise of interest from deposit with bank. Interest Income is recorded using the effective interest rate (EIR). The EIR is the rate that exactly discounts the estimated future cash receipts over the expected life of the financial instrument or a shorter period, where appropriate, to the gross carrying amount of the financial asset. When calculating the effective interest rate, the Company estimates the expected cash flows by considering all the contractual terms of the financial instrument (for example, prepayment, extension, call and similar options) but does not consider the expected credit losses.

3.6 Investment Property

Investment Property is measured initially at cost including related transaction costs. Such cost comprises the purchase price, borrowing cost if capitalization criteria are met. Subsequent to

Sadbhav Infrastructure Project Limited
Notes to Standalone Financial statement for the year ended March 31, 2025

initial recognition, investment properties are stated at cost less accumulated depreciation and accumulated impairment loss, if any. All day-to-day repair and maintenance expenditure are charged to the Standalone Statement of profit and loss for the period during which such expenses are incurred.

An Investment property is derecognised either when it has been disposed of or when it has been permanently withdrawn from use and no future economic benefit is expected from their disposal. The difference between the net disposal proceeds and the carrying amount of the asset is recognised in profit or loss in the period of derecognition.

Transfers are made to (or from) investment property only when there is a change in use.

3.7 Borrowing costs

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalized as part of the cost of the asset. All other borrowing costs are expensed in the year they occur. Borrowing cost consist of interest and other costs that Company incurs in connection with the borrowing of funds as defined in Indian Accounting Standard 23 – Borrowing Cost.

3.8 Investment in subsidiaries

Investments in subsidiaries are recognized at cost as per Ind AS 27. If there is objective evidence of impairment as a result of one or more events that occurred after the initial recognition of the net investment in a subsidiary (a 'loss event') and that loss event (or events) has an impact on the estimated future cash flows from the net investment that can be reliably estimated, then it is necessary to recognize impairment loss with respect the Company's investment in a subsidiary.

3.9 Financial Instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

a) Financial assets

i. Initial recognition and measurement of financial assets

All financial assets are recognized initially at fair value. Transaction costs that are directly attributable to the acquisition of financial assets that are not at fair value through profit or loss are added to the fair value on initial recognition.

ii. Subsequent measurement of financial assets

For purposes of subsequent measurement, financial assets are classified in below categories:

- Financial assets at amortized cost
- Financial assets at fair value through profit or loss

- **Financial assets at amortized cost**

A financial asset is measured at amortized cost if it is held within a business model whose objective is to hold financial assets in order to collect contractual cash flows and the

Sadbhav Infrastructure Project Limited
Notes to Standalone Financial statement for the year ended March 31, 2025

contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.

- **Debt instruments at amortized cost**

A 'debt instrument' is measured at the amortized cost if both the above conditions mentioned in "Financial assets at amortized cost" are met. After initial measurement, such financial assets are subsequently measured at amortized cost using the effective interest rate (EIR) method. Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortization is included in finance income in the profit or loss. The losses arising from impairment are recognized in the profit or loss.

- **Perpetual securities**

The Company invests in perpetual securities (subordinated debt), without coupon and redeemable at the issuer's option. The Company classifies this instrument as equity under Ind AS 32.

- **Financial assets at fair value through profit or loss:**

Financial assets at fair value through profit or loss are carried in the balance sheet at fair value with net changes in fair value recognised in the statement of profit and loss.

In addition, the Company may elect to designate a debt instrument, which otherwise meets amortized cost or FVTOCI criteria, as at FVTPL. However, such election is allowed only if doing so reduces or eliminates a measurement or recognition inconsistency (referred to as 'accounting mismatch'). The Company has not designated any debt instrument as at FVTPL.

iii. De-recognition of financial assets

A financial asset is de-recognized when the contractual rights to the cash flows from the financial asset expire or the Company has transferred its contractual rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a 'pass-through' arrangement; and either (a) the Company has transferred substantially all the risks and rewards of the asset, or (b) the Company has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

When the Company has transferred its rights to receive cash flows from an asset or has entered into a pass-through arrangement, it evaluates if and to what extent it has retained the risks and rewards of ownership. When it has neither transferred nor retained substantially all of the risks and rewards of the asset, nor transferred control of the asset, the Company continues to recognize the transferred asset to the extent of the Company's continuing involvement. In that case, the Company also recognizes an associated liability.

Sadbhav Infrastructure Project Limited
Notes to Standalone Financial statement for the year ended March 31, 2025

The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the Company has retained.

Continuing involvement that takes the form of a guarantee over the transferred asset is measured at the lower of the original carrying amount of the asset and the maximum amount of consideration that the Company could be required to repay.

iv. Impairment of financial assets

The Company recognizes an allowance for expected credit losses (ECLs) for all debt instruments not held at fair value through profit or loss. ECLs are based on the difference between the contractual cash flows due in accordance with the contract and all the cash flows that the Company expects to receive, discounted at an approximation of the original effective interest rate. The expected cash flows will include cash flows from the sale of collateral held or other credit enhancements that are integral to the contractual terms.

The Company follows 'simplified approach' for recognition of impairment loss allowance on:

- Trade receivables and
- Other receivables

The application of simplified approach does not require the Company to track changes in credit risk. Rather, it recognizes impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition. The Company has established a provision matrix that is based on its historical credit loss experience, adjusted for forward-looking factors specific to the economic environment.

b) Financial Liabilities

i. Initial recognition and measurement of financial liabilities

The Company's financial liabilities include trade and other payables, loans and borrowings including bank overdrafts.

All financial liabilities are recognized initially at fair value in case of loan and borrowings and payable, fair value is reduced by directly attributable transaction costs.

ii. Subsequent measurement of financial liabilities

For purposes of subsequent measurement, financial liabilities are classified in two categories:

- Financial liabilities at fair value through profit or loss
- Financial liabilities at amortized cost

Sadbhav Infrastructure Project Limited
Notes to Standalone Financial statement for the year ended March 31, 2025

- **Financial liabilities at fair value through profit or loss**

Financial liabilities at fair value through profit or loss include financial liabilities held for trading and financial liabilities designated upon initial recognition as at fair value through profit or loss.

Financial liabilities designated upon initial recognition at fair value through profit or loss are designated at the initial date of recognition, and only if the criteria in Ind-AS 109 are satisfied. For liabilities designated as FVTPL, fair value gains/ losses on changes in fair value of such liability are recognized in the Standalone Statement of Profit and Loss.

- **Financial liabilities at amortised cost**

After initial recognition, interest-bearing borrowings are subsequently measured at amortized cost using the EIR method. Gains and losses are recognized in profit or loss when the liabilities are derecognized as well as through the EIR amortization process.

Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortization is included as finance costs in the Standalone Statement of Profit and Loss. This category generally applies to borrowings.

- **Compound financial instruments**

Compound financial instruments are separated into liability and equity components based on the terms of the contract. At inception, the fair value of the liability component is determined using a market rate. This amount is classified as a financial liability measured at amortised cost (net of transaction costs) until it is extinguished on redemption.

iii. Derecognition of financial liabilities

A financial liability (or a part of a financial liability) is derecognized from its balance sheet when the obligation specified in the contract is discharged or cancelled or expired.

When an existing financial liability is replaced by another liability from the same lender on substantially different terms or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the de-recognition of the original liability and the recognition of a new liability. The difference in the respective carrying amount is recognized in the Standalone Statement of Profit and Loss.

c) Offsetting of financial instruments

Financial assets and financial liabilities are offset and the net amount is reported in the balance sheet if the Company currently has enforceable legal right to offset the recognized

Sadbhav Infrastructure Project Limited
Notes to Standalone Financial statement for the year ended March 31, 2025

amounts and there is an intention to settle on a net basis, to realize the assets and settle the liabilities simultaneously.

3.10 Fair Value Measurement

The Company measures financial instruments at fair value at each balance sheet date.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement assumes that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability, or
 - In the absence of a principal market, in the most advantageous market for the asset or liability
- The principal or the most advantageous market must be accessible by the Company.

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefit by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the Standalone Financial statements are categorized within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- Level 1 – Quoted (unadjusted) market price in active markets for identical assets or liabilities
- Level 2 – Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable
- Level 3 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

For assets and liabilities that are recognized in the Standalone Financial statements on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorization (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

Sadbhav Infrastructure Project Limited
Notes to Standalone Financial statement for the year ended March 31, 2025

The Company's management determines the policies and procedures for both recurring fair value measurement.

At each reporting date, the management analyses the movements in the values of assets and liabilities which are required to be re-measured or re-assessed as per the Company's accounting policies. For this analysis, the management verifies the major inputs applied in the latest valuation by agreeing the information in the valuation computation to contracts and other relevant documents.

The management also compares the change in the fair value of each asset and liability with relevant external sources to determine whether the change is reasonable on yearly basis.

For the purpose of fair value disclosures, the Company has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy, as explained above.

3.11 Employee Benefits

a) Short Term Employee Benefits

All employee benefits payable are expected to be settled wholly within 12 months after the end of the reporting period are classified as short-term benefits. Such benefits include salaries, wages, bonus, short term compensation etc. and the same are recognized as an expense in the Standalone Statement of Profit and Loss in the period in which the employee renders the related services.

b) Post-Employment Benefits

(i) Defined contribution plan

The Company's approved provident fund scheme is defined contribution plans. The Company has no obligation, other than the contribution paid/payable under such schemes. The contribution paid/payable under the schemes is recognized and charged to Standalone Statement of Profit and Loss during the period in which the employee renders the related service.

(ii) Defined benefit plan

The employee's gratuity scheme is a defined benefit plan. The present value of the obligation under such defined benefit plans is determined based on the actuarial valuation using the Projected Unit Credit Method as at the date of the Balance sheet.

Re-measurements, comprising of actuarial gains and losses, the effect of the asset ceiling, excluding amounts included in net interest on the net defined benefit liability are recognized immediately in the Balance Sheet with a corresponding debit or credit to retained earnings through Other Comprehensive Income (OCI) in the period in which they occur. Re-measurements are not reclassified to Standalone Statement of Profit and Loss in subsequent periods.

Sadbhav Infrastructure Project Limited
Notes to Standalone Financial statement for the year ended March 31, 2025

Net interest is calculated by applying the discount rate to the net defined benefit liability or asset. The Company recognizes the following changes in the net defined benefit obligation as an expense in the Standalone Statement of Profit and Loss:

- Service costs comprising current service costs, past-service costs, gains and losses on curtailments and non-routine settlements; and
- Net interest expense or income

c) Other Employment benefits

The employee's compensated absences, which is expected to be utilized or encashed within the next 12 months, is treated as short-term employee benefit. The Company measures the expected cost of such absences as the additional amount that it expects to pay as result of the unused entitlement that has accumulated at the reporting date. As per Company's policy, no leave are expected to be carried forward beyond 12 months from the reporting date.

3.12 Income tax

Income tax expense comprises current tax and deferred tax.

Current Tax

Current income tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities in accordance with Income tax 1961. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted at the reporting date.

Current income tax relating to items recognized outside profit or loss is recognized outside profit or loss (either in other comprehensive income or in equity). Current income tax is recognized in correlation to the underlying transaction either in other comprehensive income or directly in equity. Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.

Deferred Tax

Deferred tax is provided using the balance sheet approach. Deferred tax is recognized on temporary differences between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date.

Deferred tax liabilities are recognized for all taxable temporary differences except when the deferred tax liability arises from the initial recognition of an asset or liability in a transaction that affects neither the accounting profit nor taxable profit or loss.

Deferred tax assets are recognized for all deductible temporary differences, carry forward of unused tax losses and carry forward of unused tax credits to the extent that it is probable that taxable profit will be available against which those temporary differences, unused tax losses and

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Notes to Standalone Financial statement for the year ended March 31, 2025

the carry forward of unused tax credits can be utilized except when the deferred tax asset relating to the deductible temporary difference arises from the initial recognition of an asset or liability in a transaction that affects neither the accounting profit nor taxable profit or loss.

The carrying amount of deferred tax assets are reviewed at each reporting date and are 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 asset to be utilized. Unrecognized deferred tax assets are reassessed at each reporting date and are recognized to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply to the period when the asset is realized or the liability is settled, based on the tax rules and tax laws that have been enacted or substantively enacted by the end of the reporting period.

The Company offsets deferred tax assets and deferred tax liabilities if and only if it has a legally enforceable right to set off current tax assets and current tax liabilities and the deferred tax assets and deferred tax liabilities relate to income taxes levied by the same taxation authority which intend either to settle current tax liabilities and assets on a net basis, or to realise the assets and settle the liabilities simultaneously, in each future period in which significant amounts of deferred tax liabilities or assets are expected to be settled or recovered.

Deferred tax relating to items recognized outside profit or loss is recognized outside profit or loss (either in other comprehensive income or in equity). Deferred tax items are recognized in correlation to the underlying transaction either in OCI or directly in equity.

3.13 Provisions

Provisions are recognized when the Company has a present obligation (legal or constructive) as a result of past event and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. The expense relating to a provision is presented in the Standalone Statement of Profit and Loss net of any reimbursement, if any.

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognized as a finance cost. Provision are reviewed at each balance sheet and adjusted to reflect the current best estimates.

3.14 Contingent liabilities

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events

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beyond the control of the Company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The Company does not recognize a contingent liability but discloses its existence in the Standalone Financial statements. Contingent liabilities are reviewed at each balance sheet date.

3.15 Cash and cash equivalents

Cash and cash equivalents in the balance sheet comprise cash at banks and on hand and short-term deposits with an original maturity of three months or less, that are readily convertible to a known amount of cash and subject to an insignificant risk of changes in value. For the purpose of the Standalone Statement of cash flows, cash and cash equivalents consists of cash and short-term deposits, as defined above, net of outstanding bank overdrafts as they are considered as integral part of the Company's cash management.

3.16 Earnings per share

Basic earnings per share is calculated by dividing the profit / loss for the year attributable to equity holders of the Company by the weighted average number of shares outstanding during the year.

Diluted earnings per share is calculated by dividing the profit / loss attributable to equity holders by the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.

3.17 Segment reporting

Based on management approach as defined in Indian Accounting Standard 108 – Operating Segment, Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker for evaluation of Company's performance.

3.18 Non-current assets held for sale

The Company classifies non-current assets as held for sale if their carrying amounts will be recovered principally through a sale rather than through continuing use.

The criteria for held for sale classification is regarded as met only when the sale is highly probable, and the asset is available for immediate sale in its present condition. Actions required to complete the sale should indicate that it is unlikely that significant changes to the sale will be made or that the decision to sell will be withdrawn. Management must be committed to the sale and the sale expected within one year from the date of classification.

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Notes to Standalone Financial statement for the year ended March 31, 2025

Non-current assets classified as held for sale are measured at the lower of their carrying amount and fair value less costs to sell. Costs to sell are the incremental costs directly attributable to the disposal of an asset excluding finance costs and income tax expense.

Assets and liabilities classified as held for sale are presented separately from other items in the balance sheet.

3.19 Exceptional Items

When items of income and expense within statement of profit or loss from ordinary activities are of such size, nature or incidence that their disclosure is relevant to explain the performance of the enterprise for the period, the nature and amount of such material items are disclosed separately as exceptional items.

4. A.) Significant accounting judgments, estimates and assumptions

The preparation of the Company's Standalone Financial statements requires management to make estimates, judgments and assumptions that affect the reported amounts of revenue, expenses, assets and liabilities and the accompanying disclosure, and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

Estimates and assumptions

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below. The Company based its assumptions and estimates on parameters available when the Standalone Financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising that are beyond the control of the Company. Such changes are reflected in the assumptions when they occur.

Impairment of Investments

The Company reviews its carrying value of its investments carried at cost annually, or more frequently when there is indication for impairments. If the recoverable amount is less than its carrying amount, the impairment loss is accounted for.

Taxes

Deferred tax assets are recognized for unused tax credits to the extent that it is probable that taxable profit will be available against which the credits can be utilized. Significant management judgment is required to determine the amount of deferred tax assets that can be recognized, based upon the likely timing and the level of future taxable profits together with future tax planning strategies.

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Notes to Standalone Financial statement for the year ended March 31, 2025

Revenue from contract with customer

The Company use the input method for recognize construction revenue. Use of the input method require the Company to estimate the efforts or costs expended to the date as a proportion of the total efforts or costs to be expended. Efforts or costs expended have been used to measure progress towards completion of performance obligation as there is a direct relationship between input and productivity. Provision for estimated losses, if any, on uncompleted performance obligation are recorded in the period in which such losses become probable based on the expected contract estimates at the reporting date. Due to technical complexities involved in the budgeting process, contract estimates are highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date.

Fair value measurement of financial instruments

When the fair values of financial assets and financial liabilities recorded in the balance sheet cannot be measured based on quoted prices in active markets, their fair value is measured using valuation techniques including the DCF model. The inputs to these models are taken from observable markets where possible, but where this is not feasible, a degree of judgment is required in establishing fair values. Judgments include considerations of inputs such as liquidity risk, credit risk and volatility. Changes in assumptions about these factors could affect the reported fair value of financial instruments.

B.) Recent Accounting Pronouncements

"Ministry of Corporate Affairs ("MCA") notifies new standards or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. During the year ended March 31, 2025, MCA has not notified any new standards or amendments to the existing standards applicable to the Company."

Sadbhav Infrastructure Project Limited

Notes to Standalone Financial Statements for the year ended March 31, 2025

5 Property, Plant and Equipment

(INR in Million)

Particulars	Office Equipments	Computers	Machineries	Vehicle	Total
Gross Block					
As at April 01, 2023	1.34	1.51	8.15	0.26	11.25
Addition	-	-	-	-	-
Disposal / adjustment	-	-	(4.68)	-	(4.68)
As at March 31, 2024	1.34	1.51	3.47	0.26	6.58
Addition	-	-	-	-	-
Disposal / adjustment	-	-	-	-	-
As at March 31, 2025	1.34	1.51	3.47	0.26	6.58
Accumulated Depreciation					
As at April 01, 2023	0.71	1.26	7.65	0.25	9.87
Charge for the year	0.29	0.06	0.02	-	0.37
On disposal / adjustment	-	-	(4.42)	-	(4.42)
As at March 31, 2024	1.00	1.32	3.25	0.25	5.82
Charge for the year	0.15	0.01	0.02	-	0.18
On disposal / adjustment	-	-	-	-	-
As at March 31, 2025	1.15	1.33	3.27	0.25	6.00
Net Block					
As at March 31, 2024	0.34	0.19	0.22	0.01	0.76
As at March 31, 2025	0.19	0.18	0.20	0.01	0.58

Notes:

- Property, Plant and Equipments have been pledged / hypothicated against Secured borrowings in order to fulfill the collateral requirement for the Lenders.(refer note 16)
- The Company has not done revaluation of PPE during the year.

Sadbhav Infrastructure Project Limited
Notes to Standalone Financial Statements for the year ended March 31, 2025

6 Investment Property		(INR in Million)	
Particulars	Freehold Land	Total	
At cost			
As at April 01, 2023	2.88	2.88	
Addition	-	-	
Disposal / adjustment	-	-	
As at March 31, 2024	2.88	2.88	
Addition	-	-	
Disposal / adjustment	-	-	
As at March 31, 2025	2.88	2.88	
Accumulated Depreciation			
As at April 01, 2023	-	-	
Charge for the year	-	-	
On disposal / adjustment	-	-	
As at March 31, 2024	-	-	
Charge for the year	-	-	
On disposal / adjustment	-	-	
As at March 31, 2025	-	-	
Net Amount			
As at March 31, 2024	2.88	2.88	
As at March 31, 2025	2.88	2.88	

Notes:

- 1 There is no income arising from above investment properties. Further, the Company has not incurred any expenditure for above property.
- 2 The Company has no contractual obligations to purchase, construct or develop investment properties or for repairs, maintenance and enhancements.
- 3 The title deed of immovable property is held in the name of the Company.
- 4 The fair value disclosure for investment property is not given as the property is acquired specifically for offering as security for non-current borrowings and based on the information available with the management that there are no material development in the area where land is situated and accordingly, management believes that there is no material difference in fair value and carrying value of property.

Sadbhav Infrastructure Project Limited
Notes to Standalone Financial Statements for the year ended March 31, 2025

7 Non-current Investments		As at March 31, 2025 (INR in Million)	As at March 31, 2024 (INR in Million)
(a) Investments in equity instruments (unquoted, valued at cost)			
Investments in subsidiaries companies			
1,04,60,000 (March 31, 2024: 1,04,60,000) fully paid up equity shares of INR 10 each in Ahmedabad Ring Road Infrastructure Limited (ARRIL)		1,036.80	1,036.80
21,86,445 (March 31, 2024: 21,86,445) fully paid up equity shares of INR 10 each in Rohtak Panipat Tollway Private Limited (RPTPL) (refer note 43)		217.74	217.74
25,315 (March 31, 2024: 25,315) fully paid up equity shares of INR 10 each in Maharashtra Border Check Post Network Limited (MBCPNL)		258.94	258.94
1,07,68,000 (March 31, 2024: 1,07,68,000) fully paid up equity shares of INR 10 each in Rohtak-Hissar Tollway Private Limited (RHtpl) (refer note 44)		107.68	107.68
1,000,000 (March 31, 2024: 1,000,000) fully paid up equity shares of INR 10 each in Sadbhav Nainital Highway Limited		10.00	10.00
1,000,000 (March 31, 2024: 1,000,000) fully paid up equity shares of INR 10 each in Sadbhav Rudrapur Highway Limited		10.00	10.00
30,902,690 (March 31, 2024: 30,902,690) fully paid up equity shares of INR 10 each in Sadbhav Bangalore Highway Private Limited (SBGHPL)		309.03	309.03
26,966,000 (March 31, 2024: 26,966,000) fully paid up equity shares of INR 10 each in Sadbhav Udaipur Highway Limited (SUDHL)		269.66	269.66
25,798,550 (March 31, 2024: 25,798,550) fully paid up equity shares of INR 10 each in Sadbhav Vidarbha Highway Limited (SVHL)		257.99	257.99
11,650,000 (March 31, 2024: 11,650,000) fully paid up equity shares of INR 10 each in Sadbhav Jodhpur Ring Road Private Limited (SJRRPL)		116.50	116.50
101,156,860 (March 31, 2024: 101,156,860) fully paid up equity shares of INR 10 each in Sadbhav Kim Expressway Private Limited (SKEPL)		1,011.57	1,011.57
50,000 (March 31, 2024: 50,000) fully paid up equity shares of INR 10 each in Sadbhav Infra Solutions Private Limited (SISPL)		0.50	0.50
50,000 (March 31, 2024: 50,000) fully paid up equity shares of INR 10 each in Sadbhav Maintenance Infrastructure Private Limited (SMIPL)		0.50	0.50
50,000 (March 31, 2024: 50,000) fully paid up equity shares of INR 10 each in Sadbhav Hybrid Annuity Private Limited (SHAPL)		0.50	0.50
Total - a		3,607.40	3,607.40
(b) Investment in unsecured Perpetual Securities (unquoted, valued at cost)			
Sub-ordinate debts to subsidiaries (refer notes (b) below, 35 and 42)		9,879.96	11,157.13
Total - b		9,879.96	11,157.13
(c) Other investments (FVTPL) (quoted)			
57,196 (March 31, 2024: 57,196) fully paid up units of INR 110.81 per unit in Indinfravit Trust (Interise Trust)		6.51	6.34
(Market Value of unit as on 31.03.2025 is INR 113.81 per unit)			
Total - c		6.51	6.34
Total - a+b+c		13,493.87	14,770.86
(d) Less :			
i) Assets classified as held for sale (refer note 47)		258.94	258.94
ii) Impairment loss in the value of Investment		1.00	1.00
iii) Provision for Impairment in the value of Investment (refer note 42)		2,547.82	1,547.82
Total - d		2,807.76	1,807.76
Total - a+b+c-d		10,686.11	12,963.10
Details:			
Aggregate of Investments:			
(i) Aggregate book value of quoted investments		6.34	6.34
(ii) Aggregate Market value of quoted investments		6.51	6.34
(iii) Aggregate value of unquoted investments (including sub-ordinate debts)			
- in subsidiaries		13,487.36	14,764.53
- in others		-	-
(iv) Aggregate amount of impairment in value of Investments			
(a) Investments carried at amortised cost		1.00	1.00
(b) Investments carried at fair value through other comprehensive income		-	-
(c) Investments carried at fair value through profit & loss account		-	-

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Notes to Standalone Financial Statements for the year ended March 31, 2025

Note:

- (a) Investment in perpetual debts in form of Sub-ordinate securities are interest free, redeemable at issuer's option and redemption can be deferred indefinitely as per the terms of contract.
- (b) The Company has pledged following investment in equity shares of subsidiaries, in favour of lenders for term loan facilities availed by the respective subsidiaries:

	March 31, 2025			March 31, 2024		
	Total Shares Held	Shares Pledged	% of shares pledged	Total Shares Held	Shares Pledged	% of shares pledged
ARRIL	1,04,60,000	1,04,59,940	100.00%	1,04,60,000	55,78,667	53.33%
MBCPNL	25,315	-	-	25,315	-	-
RHTPL	1,07,68,000	54,91,681	51.00%	1,07,68,000	54,91,681	51.00%
RPTPL	21,86,445	11,15,087	51.00%	21,86,445	11,15,087	51.00%
SRHL	10,00,000	5,10,000	51.00%	10,00,000	5,10,000	51.00%
SNHL	10,00,000	5,10,000	51.00%	10,00,000	5,10,000	51.00%
SUDHL	2,69,66,000	1,37,52,660	51.00%	2,69,66,000	1,37,52,660	51.00%
SBGHPL	3,09,02,690	1,57,60,372	51.00%	3,09,02,690	1,57,60,372	51.00%
SVHL	2,57,98,550	1,31,57,261	51.00%	2,57,98,550	1,31,57,261	51.00%
SKEPL	10,11,56,860	-	0.00%	10,11,56,860	5,15,89,999	51.00%

- (c) Following investment in equity shares of subsidiaries are pledged in favour of lenders for long term borrowing availed by the Company.

	March 31, 2025			March 31, 2024		
	Total Shares Held	Shares Pledged	% of shares pledged	Total Shares Held	Shares Pledged	% of shares pledged
MBCPNL	25,315	17,250	34.50%	25,315	17,250	34.50%
ARRIL	1,04,60,000	-	46.00%	1,04,60,000	48,11,600	46.00%
SRHL	10,00,000	4,89,940	48.99%	10,00,000	4,89,940	48.99%
SNHL	10,00,000	4,89,940	48.99%	10,00,000	4,89,940	48.99%
SJRRPL	1,16,50,000	57,08,485	49.00%	1,16,50,000	57,08,485	49.00%
SUDHL	2,69,66,000	1,32,13,280	49.00%	2,69,66,000	1,32,13,280	49.00%
SBGHPL	3,09,02,690	1,51,42,258	49.00%	3,09,02,690	1,51,42,258	49.00%
SVHL	2,57,98,550	1,26,41,275	49.00%	2,57,98,550	1,26,41,275	49.00%
SKEPL	10,11,56,860	4,95,66,801	49.00%	10,11,56,860	4,95,66,801	49.00%
RPTPL	21,86,445	10,71,198	48.99%	21,86,445	10,71,198	48.99%
RHTPL	1,07,68,000	52,76,170	49.00%	1,07,68,000	52,76,170	49.00%

- (d) Following investment in equity shares of subsidiaries are pledged in favour of lenders for long term borrowing availed by Sadbhav Engineering Limited, Holding Company.

	March 31, 2025			March 31, 2024		
	Total Shares Held	Shares Pledged	% of shares	Total Shares Held	Shares Pledged	% of shares
ARRIL	1,04,60,000	-	0.00%	1,04,60,000	-	0.00%

8 Loans (unsecured, considered good)

Non-current

Loans to employees
Loans to related parties (refer note 35)

Current

Loans to related parties (refer note 35, 37)
Loans to employees
Less :- Transfer to Held for sale (refer note 47)

	As at March 31, 2025 (INR in Million)	As at March 31, 2024 (INR in Million)
	2.06	2.92
	-	-
Total - A	2.06	2.92
	1,223.78	1,226.60
	0.48	0.48
	(1,048.29)	(1,048.29)
Total - B	175.97	178.79
Total A+B	178.03	181.71

Note

- (a) The Company has granted interest bearing loans in the nature of loans aggregating INR 175.49 million (March 31, 2024: INR 178.31 million)(including renewals on due dates) as at March 31, 2025 to its subsidiaries. The funds are advanced based on business needs of the subsidiaries Companies in accordance with Lender's Loan agreements and Sponsor Support and Equity Contribution Agreement of the respective entities.
- (b) Since all the above loans given by the Company are unsecured and considered good, the bifurcation of loans in other categories as required to be disclosed by Schedule III of the Companies Act 2013 viz: a) secured b) loans which have significant increase in credit risk and c) credit impaired is not applicable and accordingly, is not disclosed.
- (c) There is no amount due from director, other officer of the Company or firms in which any director is a partner or private companies in which any director is a director or member at anytime during the reporting period.
- (d) In the Previous year, the company has granted interest free loan to SUDHL, a subsidiary of the company. The funds are advances based on the business needs of the subsidiary company.
- (e) The fair value of non-current loans is not materially different from the carrying value presented.
- (f) For terms and conditions relating to loan to related parties, refer note 35.

9 Other Financial Assets (unsecured, considered good)

Current

Receivable towards sale of subsidiaries
Receivable toward carve out assets (refer note (a) below)
Interest receivable from related parties (refer note 35)
Interest receivable on deposit with bank

	As at March 31, 2025 (INR in Million)	As at March 31, 2024 (INR in Million)
	157.03	210.50
	15.06	15.06
	367.65	267.67
	0.49	-
Total	540.23	493.23

Note

- (a) Pursuant to the definitive share purchase agreement (SPA) dated 1 July 2019 related to sale of equity share of subsidiaries as mentioned in note 47 in detailed, certain assets such as land, investment properties and arbitration claim receivable ('carve out assets') do not form part of the equity consideration and hence, all beneficial rights of the same are retained by the Company. Accordingly, the Company has accounted such carve out assets as receivable from respective entities in these Standalone Financial Statements.
- (b) There is no amount due from director, other officer of the Company or firms in which any director is a partner or private companies in which any director is a director or member at anytime during the reporting period.
- (c) For terms and conditions relating to receivable from subsidiaries refer note 35.

10 Trade Receivables

Secured, considered good
Unsecured, considered good (refer note 35)
Less: Allowance for expected Credit Loss

	As at March 31, 2025 (INR in Million)	As at March 31, 2024 (INR in Million)
	-	-
	266.45	394.06
	(14.00)	(14.00)
Total	252.45	380.06

Notes

- (a) No trade or other receivable are due from directors or other officers of the Company either severally or jointly with any other person. None of the trade or other receivable are due from firms or private Companies respectively in which any director is a partner, a director or a member.
- (b) For terms and conditions relating to related party receivable, refer note 35.

As at March 31, 2025

Particulars	Outstanding for following periods from due date of Payment*						Total
	Not Due	Less than 6 months	6 Months - 1 year	1-2 years	2-3 Years	More than 3 years	
(i) Undisputed Trade receivables – considered good	-	-	-	7.34	24.10	235.01	266.45
(ii) Undisputed Trade receivables – which have significant increase in credit risk	-	-	-	-	-	-	-
(iii) Undisputed Trade Receivables – credit impaired	-	-	-	-	-	-	-
(iv) Disputed Trade receivables – considered good	-	-	-	-	-	-	-
(v) Disputed Trade receivables – which have significant increase in credit risk	-	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-	-
Total	-	-	-	7.34	24.10	235.01	266.45
Less: Allowance for expected credit Loss	-	-	-	-	-	-	(14.00)
Total Trade Receivables	-	-	-	-	-	-	252.45

As at March 31, 2024

Particulars	Outstanding for following periods from due date of Payment*						Total
	Not Due	Less than 6 months	Less than 1 year	1-2 years	2-3 Years	More than 3 years	
(i) Undisputed Trade receivables – considered good	0.74	-	21.68	88.26	78.24	205.14	394.06
(ii) Undisputed Trade receivables – which have significant increase in credit risk	-	-	-	-	-	-	-
(iii) Undisputed Trade Receivables – credit impaired	-	-	-	-	-	-	-
(iv) Disputed Trade receivables – considered good	-	-	-	-	-	-	-
(v) Disputed Trade receivables – which have significant increase in credit risk	-	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-	-
Total	0.74	-	21.68	88.26	78.24	205.14	394.06
Less: Allowance for expected credit Loss							(14.00)
Total Trade Receivables							380.06

*Due date of transaction is considered as due date in case where no due date of payment is specified.

(c) The movement in change in allowance for expected credit loss	As at March 31, 2025 (INR in Million)	As at March 31, 2024 (INR in Million)
Balance as at beginning of the year	14.00	14.00
Change in allowance for expected credit loss	-	-
Balance as at the end of the year	14.00	14.00

*Management has assessed the recoverability of the amounts stated in the financial statements and, based on this assessment, has recognised a provision for expected credit loss during the year. However, no additional provision has been considered necessary during the year as compared to the previous year. The provision reflects management's estimate of potential credit risk.

11 Cash and Bank Balance

Cash and cash equivalents

Cash in hand (Refer note b below)

Balance with banks:

In current accounts

In current accounts - unpaid share application refund money and unclaimed dividend

Deposits with original maturity of less than 3 months

Other bank balances

Deposits with maturity of more than 3 months and less than 12 months

Bank Balances with DSRA

	As at March 31, 2025 (INR in Million)	As at March 31, 2024 (INR in Million)
Cash in hand	0.00	0.00
Balance with banks:		
In current accounts	31.86	169.85
In current accounts - unpaid share application refund money and unclaimed dividend	0.11	0.11
Deposits with original maturity of less than 3 months	-	0.06
Total - A	31.97	170.02
Other bank balances		
Deposits with maturity of more than 3 months and less than 12 months	22.70	21.99
Bank Balances with DSRA	-	23.90
Total - B	22.70	45.89
Total = A+B	54.67	215.91

Notes

- (a) Cash at banks earns interest at floating rates based on daily bank deposit rates. Short-term deposits are made for varying periods depending on the immediate cash requirements of the Company, and earn interest at the respective short-term deposit rates.
- (b) Cash on hand as at March 31, 2025 INR 2,163/- (March 31, 2024 INR 2,163/-) is below rounding off norms adopted by the Company.
- (c) Balances with banks include balance of INR 0.85 Million as at March 31, 2025 (March 31, 2024: INR 17.83 Million) lying in the Escrow Accounts, as per terms of borrowings with the lenders.

12 Other Assets (unsecured, Considered good)

Non Current

Advance income tax

Deposits (refer note 36)

Current

Advances to vendors & staff

Receivables

-from subsidiaries (refer note 35)

Prepaid expenses

Tax credits and receivables balance with government authorities

	As at March 31, 2025 (INR in Million)	As at March 31, 2024 (INR in Million)
Advance income tax	0.03	-
Deposits (refer note 36)	4.59	3.58
Total - A	4.62	3.58
Advances to vendors & staff	2.72	2.21
Receivables		
-from subsidiaries (refer note 35)	101.81	97.44
Prepaid expenses	-	0.68
Tax credits and receivables balance with government authorities	128.91	128.68
Total - B	233.44	229.01
Total = A+B	238.06	232.59

13 Current tax assets

Advance income tax

	As at March 31, 2025 (INR in Million)	As at March 31, 2024 (INR in Million)
Advance income tax	11.26	19.90
Total	11.26	19.90

Sadbhav Infrastructure Project Limited
Notes to Standalone Financial Statements for the year ended March 31, 2025

14 Equity Share Capital

	As at March 31, 2025		As at March 31, 2024	
	No. of shares	(INR in Million)	No. of shares	(INR in Million)
Authorised share capital				
Equity Shares of INR 10 each	40,30,00,000	4,030.00	40,30,00,000	4,030.00
Total	40,30,00,000	4,030.00	40,30,00,000	4,030.00
Issued, subscribed and fully paid share capital				
Equity Shares of INR 10 each	35,22,25,216	3,522.25	35,22,25,216	3,522.25
Total	35,22,25,216	3,522.25	35,22,25,216	3,522.25

(a) Reconciliation of the shares outstanding at the beginning and at the end of the reporting year:

Particulars	As at March 31, 2025		As at March 31, 2024	
	No. of Shares	(INR in Million)	No. of Shares	(INR in Million)
At the beginning of the year	35,22,25,216	3,522.25	35,22,25,216	3,522.25
Add: Issued during the year	-	-	-	-
Outstanding at the end of the year	35,22,25,216	3,522.25	35,22,25,216	3,522.25

(b) Terms/rights attached to equity shares:

The Company has only one class of equity shares having a par value of INR 10 per share. Each holder of equity shares is entitled to one vote per share held.

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

(c) Shares held by holding Company:

Out of equity shares issued by the Company, shares held by its holding Company are as below:

	As at March 31, 2025 (INR in Million)	As at March 31, 2024 (INR in Million)
Sadbhav Engineering Limited, holding Company		
245,721,252 (March 31 2024: 245,721,252) equity shares of INR 10 each	2,457.21	2,457.21

(d) Details of shareholders holding more than 5% shares in the Company:

Particulars	As at March 31, 2025		As at March 31, 2024	
	No. of Shares	% holding in class	No. of Shares	% holding in class
Equity shares of INR 10/- each fully paid				
Sadbhav Engineering Limited	24,57,21,252	69.76%	24,57,21,252	69.76%

As per records of the Company, including its register of shareholders/members and other declarations received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownerships of shares.

Sadbhav Infrastructure Project Limited
Notes to Standalone Financial Statements for the year ended March 31, 2025

(e) Shareholding of Promoters

Name of Promoter	No of Shares	% of Total Share	% Change During Period
As at March 31, 2025			
Sadbhav Engineering Limited and its nominees	24,57,21,252	69.76%	0.00%
Shashin Vishnubhai Patel	20,27,484	0.57%	149.04%
Total	24,77,48,736	70.33%	0.00%
As at March 31, 2024			
Sadbhav Engineering Limited and its nominees	24,57,21,252	69.76%	0.00%
Late Shantaben Vishnubhai Patel	12,13,374	0.34%	0.00%
Shashin Vishnubhai Patel	8,14,110	0.23%	0.00%
Total	24,77,48,736	70.33%	0%

15 Other Equity

	As at March 31, 2025 (INR in Million)	As at March 31, 2024 (INR in Million)
a. Equity Component of Compound Financial Instrument (refer note below and note 35)		
Balance at the beginning of the year (refer note 1 below)	532.22	532.22
Add: Addition during the year	422.96	-
Less: Adjust during the year	-	-
Balance at the end of the year	Total - A 955.18	532.22

Note -1

Interest free loan given by Holding Company (Sadbhav Engineering Limited) pursuant to the conversion of Compulsory Convertible Cumulative Preference Shares (CCCPS) into equity shares, whereby Holding Company has given a commitment to keep the loan balance of INR 779.56 Million in the Company for a period of 11 years from the date of conversion of CCCPS i.e. November 27, 2014. Accordingly, this Interest free loan has been separated into liability and equity components based on the terms of the contract and equity components has been accounted under Other Equity and liability component under non-current borrowings (refer note 16). Interest on liability component is recognised using the effective interest method.

b. Securities premium

Balance at the beginning of the year	9,039.27	9,039.27
Balance at the end of the year	Total - B 9,039.27	9,039.27

Securities premium represents the premium received on issue of shares over and above the face value of equity shares. The reserve is available for utilisation in accordance with the provisions of the Companies Act, 2013.

c. General reserves

Balance at the beginning of the year	1,154.67	1,154.67
Balance at the end of the year	Total - C 1,154.67	1,154.67

General reserve is created from time to time by way of transfer of profits from retained earnings for appropriation purposes. General reserve is created by a transfer between components of equity and is not an item of other comprehensive income.

d. Retained earnings

Balance at the beginning of the year	(7,130.65)	(1,506.62)
Add : (Loss) for the year	(1,380.93)	(5,621.14)
Add : Re-measurements gain on defined benefit plans, net of tax	(0.11)	(2.89)
Balance at the end of the year	Total - D (8,511.69)	(7,130.65)
Total (A+B+C+D)	2,637.43	3,595.50

Sadbhav Infrastructure Project Limited
Notes to Standalone Financial Statements for the year ended March 31, 2025

16 Non-Current Borrowings

	As at March 31, 2025 (INR in Million)	As at March 31, 2024 (INR in Million)
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Secured

Redeemable, Non Convertible Debentures

Nil Series A Allianz Global Investors GMBH NCD (March 31, 2024: 19,500) of INR 28,959.71 each
Nil Series A Ares Infrastructure Debt Asia NCD (March 31, 2024: 19,500) of INR 28,959.71 each
(Formerly known as AMP Capital Infrastructure Debt Asia)
4060 Series B Allianz Global Investors GMBH NCD (March 31, 2024: 8,000) of INR 1,00,000 each
4060 Series B Ares Infrastructure Debt Asia NCD (March 31, 2024: 8,000) of INR 1,00,000 each
(Formerly known as AMP Capital Infrastructure Debt Asia)

- 564.71
- 564.71
405.90 800.00
405.90 800.00

811.80 2,729.42

Unsecured

Liability component of compound financial instrument (refer note 35)

2,640.76 656.54

Total 3,452.56 3,385.95

Less: Current Maturities of non-current borrowing

Redeemable, Non Convertible Debentures

811.80 -

Liability component of compound financial instrument (Refer Note 35)

728.77

Total (B) 1,540.57 -

Total 1,911.99 3,385.95

As on March 31, 2025

(a) Nil (March 31, 2024: 39,000) Redeemable, Non Convertible debentures (NCD) are secured by:

- (i) The Corporate Guarantee by Sadbhav Engineering Limited ('SEL') (Holding Company); (ii) first ranking charge created by way of hypothecation over the Escrow account and
(iii) Pledge over such numbers of Equity shares held by the Company in its subsidiary Companies. Pledge of shares of various subsidiaries are given in table below.

(b) 8,120 (March 31, 2024: 16,000) Redeemable, Non Convertible debentures (NCD) are secured by:

- (i) The Corporate Guarantee by Sadbhav Engineering Limited ('SEL') (Holding Company); (ii) first ranking charge created by way of hypothecation over the Escrow account and
(iii) Pledge over such numbers of Equity shares held by the Company in its subsidiary Companies. Pledge of shares of various subsidiaries are given in table below.

Pledge of Securities

PART A – DETAILS OF INITIAL PLEDGED SECURITIES

S. No.	Project SPV	As at March 31, 2025			As at March 31, 2024		
		Initial Pledged Securities	Percent of Initial Pledged Securities	Paid up shares	Initial Pledged Securities	Percent of Initial Pledged Securities	Paid up shares
1	Sadbhav Rudrapur Highway Limited (SRHL)	4,89,940	48.99%	10,00,000	4,89,940	48.99%	10,00,000
2	Sadbhav Nainital Highway Limited (SNHL)	4,89,940	48.99%	10,00,000	4,89,940	48.99%	10,00,000
5	Sadbhav Bangalore Highway Private Limited (SBGHPL)	1,51,42,258	49.00%	3,09,02,690	1,51,42,258	49.00%	3,09,02,690
6	Sadbhav Vidarbha Highway Limited (SVHL)	1,26,41,275	49.00%	2,57,98,550	1,26,41,275	49.00%	2,57,98,550
7	Sadbhav Udaipur Highway Limited (SUDHL)	1,32,13,280	49.00%	2,69,66,000	1,32,13,280	49.00%	2,69,66,000
8	Sadbhav Jodhpur Ring Road Private Limited (SJRRPL)	-	-	-	57,08,485	49.00%	1,16,50,000
9	Sadbhav Kim Expressway Private Limited (SKEPL)	-	-	-	4,95,66,801	49.00%	10,11,56,860
10	Rohtak-Panipat Tollway Private Limited (RPTPL)	10,71,198	48.99%	21,86,445	10,71,198	48.99%	21,86,445
11	Rohtak-Hissar Tollway Private Limited (RHPTL)	52,76,170	49.00%	1,07,68,000	52,76,170	49.00%	1,07,68,000

PART B – DETAILS OF SUBSEQUENT PLEDGED SECURITIES

S. No.	Project SPV	March 31, 2025			March 31, 2024		
		Subsequent Pledged Securities	Percent of Subsequent Pledged Securities	Paid up shares	Subsequent Pledged Securities	Percent of Subsequent Pledged Securities	Paid up shares
1	Maharashtra Border Check Post Network Limited (MBCPNL)	2,250	4.50%	50,000	2,250	4.50%	50,000
2	Ahmedabad Ring Road Infrastructure Limited (ARRIL)	-	-	-	48,11,600	46.00%	1,04,60,000

(C) Terms of Repayment for:

(i) 39,000 Redeemable, Non Convertible debentures (NCD):

Series of NCDs	No. of NCDs issued	Coupon Rate p.a. %	Terms of Repayment	Earliest Date of Redemption
Series A	19,500	11.50%	48 months from the 1st deemed date of allotment	April 15, 2025. However fully repaid during FY 2024-25
Series B	19,500	11.50%	48 months from the 1st deemed date of allotment	April 15, 2025. However fully repaid during FY 2024-25

Sadbhav Infrastructure Project Limited
Notes to Standalone Financial Statements for the year ended March 31, 2025

(ii) **16,000 Redeemable, Non Convertible debentures (NCD):**

Series of NCDs	No. of NCDs issued	Coupon Rate p.a %	Terms of Repayment	Earliest Date of Redemption
Series A	8,000	23%	63 months from the 1st deemed date of allotment	July 15, 2026. However partial repayment made during FY 2024-25
Series B	8,000	23%	63 months from the 1st deemed date of allotment	July 15, 2026. However partial repayment made during FY 2024-25

(D) Liability Component of Compound Financial Instrument :

Interest free loan given by Promoters (Sadbhav Engineering Limited) pursuant to the conversion of Compulsory Convertible Cumulative Preference Shares (CCCPs) into equity shares, whereby promoters have given a commitment to keep the loan balance of INR 779.56 Million in the Company for a period of 11 years from the date of conversion of CCCPS i.e. November 27, 2014. Accordingly, this Interest free loan has been separated into liability and equity components based on the terms of the contract and equity components has been classified in the Other Equity (refer note 15) and liability component in the non-current borrowings. Interest on liability component is recognised using the effective interest method.

17 Provisions

Non-current

Provision for employee benefits - Gratuity (refer note 31)

Current

Provision for employee benefits - Gratuity (refer note 31)

Provision for employee benefits - leave encashment

	As at March 31, 2025 (INR in Million)	As at March 31, 2024 (INR in Million)
	7.72	8.36
Total (A)	7.72	8.36
	3.40	3.16
	4.69	1.50
Total (B)	8.09	4.66
Total = A+B	15.81	13.02

18 Current Borrowings

Current Maturities of non-current borrowing

Current Maturities of non-current borrowing- Related Party (Refer Note 35)

Loans repayable on demand (unsecured):

Related parties (refer note 35)

	As at March 31, 2025 (INR in Million)	As at March 31, 2024 (INR in Million)
	811.80	-
	728.77	-
	2,574.40	2,364.85
Total	4,114.97	2,364.85

Notes

(a) Loan from SEL, a Holding company carries interest of 11% p.a. and is repayable on demand/ call notice. And loan from subsidiary company is Interest Free.

19 Trade Payables

Total outstanding dues of micro and small enterprises (refer note (a) below)

Total outstanding dues of creditors other than micro and small enterprises

	As at March 31, 2025 (INR in Million)	As at March 31, 2024 (INR in Million)
	12.20	0.69
	182.29	305.36
Total	194.49	306.05

Sadbhav Infrastructure Project Limited
Notes to Standalone Financial Statements for the year ended March 31, 2025

Notes

- A The dues to Micro and Small Enterprises as required under the Micro, Small and Medium Enterprises Development Act, 2006 to the extent information available with the Company is given below:

- a Principal amount remaining unpaid to any supplier as at year end
b Interest due thereon
c Amount of interest paid by the Company in terms of section 16 of the MSMED Act, along with the amount of the payment made to the supplier beyond the appointed day during the year
d Amount of interest due and payable for the year of delay in making payment [which have been paid but beyond the

As at March 31, 2025 (INR in Million)	As at March 31, 2024 (INR in Million)
6.99	0.69
5.21	-
-	-
-	-

appointed day during the year] but without adding the interest specified under the MSMED Act

- e Amount of interest accrued and remaining unpaid at the end of the accounting year
f Amount of further interest remaining due and payable in succeeding years
There is one Micro, Small and Medium Enterprises, to whom the Company owes dues. This is based on the information available with the Company and the same is relied upon by the auditors.

- B Trade payables are non-interest bearing.

As at March 31, 2025

Sr No	Particulars	Outstanding for following periods from due date of Payment*					Total
		Not Due	Less than 1 year	1-2 years	2-3 Years	More than 3 years	
(i)	MSME	-	-	-	-	-	-
(ii)	Others	-	30.82	47.04	28.06	76.37	182.29
(iii)	Disputed dues - MSME	-	5.21	0.24	-	6.75	12.20
(iv)	Disputed dues - Others	-	-	-	-	-	-
	Total	-	36.03	47.28	28.06	83.12	194.49

As at March 31, 2024

Sr No	Particulars	Outstanding for following periods from due date of Payment*					Total
		Not Due	Less than 1 year	1-2 years	2-3 Years	More than 3 years	
(i)	MSME	-	0.69	-	-	-	0.69
(ii)	Others	3.94	12.80	50.77	36.56	201.29	305.36
(iii)	Disputed dues - MSME	-	-	-	-	-	-
(iv)	Disputed dues - Others	-	-	-	-	-	-
	Total	3.94	13.49	50.77	36.56	201.29	306.05

*Due date of transaction is considered as due date in case where no due date of payment is specified.

20 Other Financial Liabilities

As at March 31, 2025 (INR in Million)	As at March 31, 2024 (INR in Million)
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Non current

Interest accrued but not due on Borrowings

-	1,353.48
Total - A	1,353.48

Current

Interest accrued on Borrowings (refer note 35)

Employee emoluments payable

Payable towards unclaimed dividend and unpaid share application refund money*

Other payables (Refer note 45)

809.60	335.71
4.62	5.65
0.15	0.14
20.00	-
Total - B	834.37
Total = A+B	1,694.99

* There are no amounts due for payment to the Investor Education and Protection Fund under Section 125 of the Companies Act, 2013 as at March 31, 2025 (March 31, 2024: Nil).

21 Other Liabilities

As at March 31, 2025 (INR in Million)	As at March 31, 2024 (INR in Million)
---	---

Current

Statutory dues payable

Contract liabilities

(i) from Customers

(ii) from Related parties (refer note 35)

40.19	30.46
-	21.30
-	863.00
Total	914.76

Sadbhav Infrastructure Project Limited
Notes to Standalone Financial Statements for the year ended March 31, 2025

22 Revenue from Operations

Revenue from contract with customer (refer note 34 and 35)

Revenue from construction services
Revenue from operation and maintenances and project management services

Year ended March 31, 2025 (INR in Million)	Year ended March 31, 2024 (INR in Million)
-	75.93
-	149.07
Total	225.00

23 Other Income

Interest Income on:

Intercompany loan (refer note 35)
Banks deposits
Income tax refund
Investments
Dividend Income
Profit on Sale of Assets
Net gain on fair value changes of financial assets at FVTPL
Liabilities no longer required, written back
Miscellaneous Income

Year ended March 31, 2025 (INR in Million)	Year ended March 31, 2024 (INR in Million)
111.08	111.68
1.49	1.31
0.90	5.07
-	36.59
0.60	0.37
1.24	3.41
0.17	-
1.38	47.78
-	0.81
Total	207.02

24 Sub-contractors Charges

Construction contract charges to sub-contractors
Operation and maintenance charges to sub-contractors

Year ended March 31, 2025 (INR in Million)	Year ended March 31, 2024 (INR in Million)
-	55.07
25.86	157.43
Total	212.50

As per the format of the Statement of Profit and Loss prescribed in Schedule III division II, there is no separate line item for "Sub-contractors Charges". However, considering the industry practice in the sector in which Company operates and significance of the sub-contractors charges, for better understanding by the users of Standalone Financial Statements, the Company has disclosed "Sub-contractors Charges" by way of a separate line item on the face of Statement of Profit and Loss.

25 Employee Benefit Expenses

Salaries, wages and bonus (including managerial remuneration) (refer note no 31 and 35)
Contribution to provident fund and other funds (refer note no 31)
Gratuity expenses (refer note no 31)
Staff welfare expenses

Year ended March 31, 2025 (INR in Million)	Year ended March 31, 2024 (INR in Million)
78.13	96.73
1.20	1.36
1.57	3.84
0.16	0.06
Total	101.99

Sadbhav Infrastructure Project Limited
Notes to Standalone Financial Statements for the year ended March 31, 2025

26 Finance Cost

	Year ended March 31, 2025	Year ended March 31, 2024
	(INR in Million)	(INR in Million)
Interest on:		
Debenture	263.24	772.67
Current borrowings (refer note 35)	270.37	297.69
Others	7.95	2.75
Unwinding of discount on interest free loan	161.92	65.06
Bank Guarantee Commission	0.68	16.08
Other Borrowing cost	0.01	0.08
Total	704.17	1,154.33

27 Other Expenses

	Year ended March 31, 2025	Year ended March 31, 2024
	(INR in Million)	(INR in Million)
Expense relating to short-term leases (refer note no 33 and 35)	-	2.66
Rates and taxes	3.38	14.88
Repairs and maintenance	-	0.09
Insurance	-	0.02
Travelling expenses	0.04	0.16
Legal and professional charges	80.44	42.42
Auditors' remuneration (refer note below)	1.70	1.61
Director sitting fees (refer note 35)	1.15	0.98
Annual listing fees	1.16	1.44
Balances written off	108.42	10.97
Miscellaneous expenses	1.52	1.09
Total	197.81	76.32

27.1 Payment to the Auditors

	Year ended March 31, 2025	Year ended March 31, 2024
	(INR in Million)	(INR in Million)
Towards		
Statutory audit fees	1.50	1.50
Certification fees	0.20	0.11
Total	1.70	1.61

Sadbhav Infrastructure Project Limited
Notes to Standalone Financial Statements for the year ended March 31, 2025

28 Income Tax Expense

The major component of income tax expenses for the year ended March 31, 2025 and March 31, 2024 are as under:

(a) Profit and Loss

	Year ended March 31, 2025 (INR in Million)	Year ended March 31, 2024 (INR in Million)
Current tax		
Current income tax charges	-	-
Adjustment in respect of tax of earlier years	-	(1.82)
Total (A)	-	(1.82)
Deferred tax		
Relating to origination and reversal of temporary differences	-	-
Total deferred tax charged in the statement of profit and loss	-	-
MAT Credit utilised against tax payments for the year	-	-
Tax expense reported in the statement of profit and loss	Total (A+B) -	(1.82)

(b) A Reconciliation of tax expense and the accounting profit multiplied by India's domestic tax rate:

	Year ended March 31, 2025 (INR in Million)	Year ended March 31, 2024 (INR in Million)
Accounting (loss) before tax	(1,380.93)	(5,622.96)
Statutory Income tax rate (refer note (a) below)	25.17%	25.17%
Expected Income tax expenses	-	-
Tax Effect of adjustments to reconcile expected Income tax expenses to reported income tax expenses		
Tax in respect of earlier years	-	(1.83)
Deferred Tax Adjustment	-	-
Income tax expenses considered in accounts	-	(1.83)
	-	-

(c) Deferred Tax

The movement in deferred tax assets and liabilities during the year ended March 31, 2025 and March 31, 2024:

	Balance sheet		Statement of Profit and Loss	
	As at March 31, 2025 (INR in Million)	As at March 31, 2024 (INR in Million)	Year ended March 31, 2025 (INR in Million)	Year ended March 31, 2024 (INR in Million)
Expenditure allowed over the period	0.73	0.86	(0.13)	(0.11)
Expenditure allowed on payment basis	13.99	13.76	0.23	(0.87)
Income taxable on actual receipts basis	(3.86)	(3.86)	(0.00)	-
DTA not recognised in books	(10.86)	(10.76)	(0.10)	0.98
Total deferred tax expenses /(Income)			0.00	-
Net deferred tax assets/(liabilities)	0.00	0.00		

Note

- (a) The Company has assessed tax benefit under section 115BAA of the Income-tax Act, 1961 as introduced by the Taxation Laws (Amendment) Ordinance, 2019 (the ordinance) and opted option available under the ordinance. As the Company has no taxable income as per Income Tax Act 1961 during the current and previous year. Hence no provision of Income Tax is made.
- (b) The Company offsets tax assets and liabilities if and only if it has a legally enforceable right to set off current tax assets and current tax liabilities and the deferred tax assets and deferred tax liabilities relate to income taxes levied by the same tax authority.
- (c) As a matter of prudence, the company has recognised deferred tax assets on deductible temporary differences and carry forward of unused tax losses in the books to the extent of deferred tax liability balance as it is not probable that future taxable profit will be available against which those temporary differences, losses and tax credit against which deferred tax assets can be utilized. Accordingly, INR 10.76 million (March 31, 2024: INR 10.76 million) has not been recognised as deferred tax assets in the books as at reporting date.

Sadbhav Infrastructure Project Limited
Notes to Standalone Financial Statements for the year ended March 31, 2025

29 Fair Value Measurement

A The carrying value of Financial Instruments by categories:

As at March 31, 2025

(INR In Millions)

Financial instruments by categories	Note No.	FVTPL	FVTOCI	Amortized cost	Total Carrying Value
Financial Asset					
Investments in Equity instruments of subsidiaries #	7	-	-	-	-
Investments in Units	7	6.51	-	-	6.51
Trade receivables	10	-	-	252.45	252.45
Cash and cash equivalents	11	-	-	31.97	31.97
Other bank balances	11	-	-	22.70	22.70
Loans	8	-	-	178.03	178.03
Other financial assets	9	-	-	540.23	540.23
Total Financial Asset		6.51	-	1,025.37	1,031.88
Financial Liabilities					
Non-current borrowings	16	-	-	1,911.99	1,911.99
Current borrowings	18	-	-	4,114.97	4,114.97
Trade payables	19	-	-	194.49	194.49
Other financial liabilities	20	-	-	834.37	834.37
Total Financial Liabilities		-	-	7,055.82	7,055.82

As at March 31, 2024

(INR In Millions)

Financial instruments by categories	Note No.	FVTPL	FVTOCI	Amortized cost	Total Carrying Value
Financial Asset					
Investments in Equity instruments of subsidiaries #	7	-	-	-	-
Investments in Units	7	-	-	6.34	6.34
Trade receivables	10	-	-	380.06	380.06
Cash and cash equivalents	11	-	-	170.02	170.02
Other bank balances	11	-	-	45.89	45.89
Loans	8	-	-	181.71	181.71
Other financial assets	9	-	-	493.23	493.23
Total Financial Asset		-	-	1,277.26	1,277.26
Financial Liabilities					
Non-current borrowings	16	-	-	3,385.96	3,385.96
Current borrowings	18	-	-	2,364.85	2,364.85
Trade payables	19	-	-	306.05	306.05
Other financial liabilities	20	-	-	1,694.99	1,694.99
Total Financial Liabilities		-	-	7,751.85	7,751.85

Investments in subsidiaries classified as equity investments have been accounted at historical cost. Since these are scope out of IndAS 109 for the purposes of measurement, the same have not been disclosed in the tables above.

29.1 Fair value disclosures for financial assets and financial liabilities

Set out below is a comparison, by class, of the carrying amounts and fair value of the Company's financial instruments, other than those with carrying amounts that are reasonable approximations of fair values:

Particulars	Note No.	As at March 31, 2025		As at March 31, 2024	
		Carrying amount	Fair value	Carrying amount	Fair value
Financial assets					
Investments in unit of Indinfravit Trust	7	6.51	6.51	6.34	6.34
Total Financial Assets		6.51	6.51	6.34	6.34
Financial liabilities					
Redeemable, Non Convertible Debentures	16	811.80	811.80	2,729.42	2,729.42
Total Financial Liabilities		811.80	811.80	2,729.42	2,729.42

B Other Notes:

(i) The carrying amount of financial assets and financial liabilities measured at amortised cost in the Standalone Financial Statements are a reasonable approximation of their fair values since the Company does not anticipate that the carrying amounts would be significantly different from the values that would eventually be received or settled.

(ii) The fair value of the financial assets and liabilities is included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

29.2 Fair value hierarchy

The following table provides the fair value measurement hierarchy of the Company's assets and liabilities:

Quantitative disclosures fair value measurement hierarchy for financial assets as at March 31, 2025 and March 31, 2024

Note No.	As at March 31, 2025			As at March 31, 2024		
	Quoted prices in active markets (Level 1)	Significant observable inputs (Level 2)	Significant unobservable inputs (Level 3)	Quoted prices in active markets (Level 1)	Significant observable inputs (Level 2)	Significant unobservable inputs (Level 3)
Assets						
Fair value through profit and loss						
Investments in unit of Indinfravit Trust	7	6.51	-	6.34		
Liabilities						
Liabilities for which fair value are disclosed						
Redeemable, Non Convertible Debentures	16	-	811.80	-	2,729.42	

The fair values of the financial assets and financial liabilities included in the level 2 category above has been determined in accordance with generally accepted pricing models based on

a discounted cash flow analysis, with the most significant inputs being the discount rate that reflects the credit risk of counterparties.

There have been no transfers between level 1 and level 2 during the years.

30 Earning Per Share (EPS)

The following reflects the income and share data used in the basic and diluted EPS computations:

	Year ended March 31, 2025	Year ended March 31, 2024
(Loss) after tax for the year available for equity shareholders (INR in Millions)	(1,380.93)	(5,621.14)
Number of equity shares at the end of the year	35,22,25,216	35,22,25,216
Weighted average number of equity shares for basic and diluted EPS	35,22,25,216	35,22,25,216
Nominal value of equity shares (INR)	10	10
Basic and diluted earnings per share (INR)	(3.92)	(15.97)

31 Employee Benefits Disclosure

A Defined Contribution Plans:

The following amount recognised as expenses in statement of profit and loss on account of provident fund and other funds. There are no other obligations other than the contribution payable to the respective authorities.

	Year ended March 31, 2025 (INR in Million)	Year ended March 31, 2024 (INR in Million)
Contribution to Provident funds	1.19	1.31
Contribution to Employee state insurance	0.01	0.06
Total	1.20	1.37

B Defined benefit plans - Gratuity benefit plan:

The Company has a Gratuity benefit plan. Every employee who has completed five years or more of service gets a gratuity on the termination of his employment at 15 days salary (last drawn salary) for each completed year of service. The scheme is unfunded. The present value of obligation in respect of gratuity is determined based on actuarial valuation using the Project Unit Credit Method as prescribed by the Indian Accounting Standard - 19. Gratuity has been recognised in the Standalone Financial Statements as per details given below:

	As at March 31, 2025 (INR in Million)	As at March 31, 2024 (INR in Million)
Defined benefit obligations as at beginning of the year- A	11.51	7.69
Cost charged to statement of profit and loss		
Current service cost	0.85	3.31
Interest cost	0.72	0.53
Sub-total included in statement of profit and loss - B	1.57	3.85
Remeasurement gains/(losses) in other comprehensive income		
Actuarial Loss due to change in financial assumptions	0.32	-
Actuarial Loss/(Gain) due to change in demographic assumptions	-	-
Actuarial (gain) due to experience	(0.46)	2.89
Sub-total included in OCI - C	(0.13)	2.89
Benefit paid - D	(1.83)	(2.91)
Defined benefit obligations as at end of the year (A+B+C+D)	11.12	11.51
Non-current	7.72	8.36
Current	3.40	3.16

The principal assumptions used in determining above defined benefit obligations for the Company's plans are shown below:

	March 31, 2025	March 31, 2024
Discount rate	6.60%	7.20%
Salary growth rate	6.00%	6.00%
Withdrawal rate	15% at younger ages reducing to 3% at older ages	15% at younger ages reducing to 3% at older ages
Mortality rate	Indian Assured Lives Mortality (2006-08)	Indian Assured Lives Mortality (2006-08)

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Notes to Standalone Financial Statements for the year ended March 31, 2025

A quantitative sensitivity analysis for significant assumption is as shown below:

Particulars	Sensitivity level	March 31, 2025	March 31, 2024
Discount rate	0.50% increase	(0.27)	(0.29)
	0.50% decrease	0.29	0.33
Salary Growth Rate	0.50% increase	0.21	0.24
	0.50% decrease	(0.19)	(0.21)
Withdrawal rate	10% increase	0.06	0.10
	10% decrease	(0.07)	(0.08)

The sensitivity analyses above have been determined based on a method that extrapolates the impact on defined benefit obligation as a result of reasonable changes in key assumptions occurring at the end of the reporting period. The sensitivity analyses are based on a change in a significant assumption, keeping all other assumptions constant. The sensitivity analyses may not be representative of an actual change in the defined benefit obligation as it is unlikely that changes in assumptions would occur in isolation from one another.

The estimates of the future salary increases, considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.

Since the obligation is unfunded, there is no Assets-Liability Matching strategy device for the plan. Accordingly, there is no expected contribution in the next annual reporting period reported.

C Maturity Profile of the Defined Benefit Obligation

	As at March 31, 2025	
	INR in Million	%
2026	3.40	20.40%
2027	1.10	6.60%
2028	1.26	7.50%
2029	0.59	3.50%
2030	1.48	8.90%
2031-2035	3.31	19.80%

	As at March 31, 2024	
	INR in Million	%
2025	3.16	17.20%
2026	1.20	6.60%
2027	1.13	6.10%
2028	1.26	6.90%
2029	0.61	3.30%
2030-2034	3.91	21.30%

The average future duration of the defined benefit plan obligation at the end of the reporting period is 5.81 years (March 31, 2024: 6.33 years).

D Other employee benefit:

Salaries, Wages and Bonus include INR 4.81 million (March 31, 2024: INR 5.17 million) towards provision made as per actual basis in respect of accumulated leave encashment/compensated absences, bonus and leave travel allowance.

32 Segment Reporting

The operating segment of the Company is identified to be "Build Operate and Transfer (BOT)/ Annuity Projects and its related activities", as the Chief Operating Decision Makers (CODM) reviews business performance at an overall group level as one segment and hence, no additional disclosure are required to be made under Ind AS 108 "Operating Segments". Further, the Company also primarily operates under one geographical segment namely India. There are no single customer which contribute more than 10% of total revenue of the Company.

33 Leases:

Office premises of the Company have been taken on operating lease basis till March 31, 2024. During the year this operating lease agreement was terminated by both the parties mutually. During the year, the Company has incurred expense relating to short-term leases (included in other expenses) INR Nil (March 31, 2024: INR 2.16 million) towards above lease premises.

Sadbhav Infrastructure Project Limited
Notes to Standalone Financial Statements for the year ended March 31, 2025

34 Revenue from contract with customers

34.1 Disaggregated revenue information

Set out below is the disaggregation of the Company's revenue from contracts with customers:

	Year ended March 31, 2025 (INR in Million)	Year ended March 31, 2024 (INR in Million)
Type of service rendered		
Revenue from construction services	-	75.93
Revenue from operation and maintenances and project management services	-	149.07
Total revenue from contracts with customers	-	225.00
Place of service rendered		
India	-	225.00
Total revenue from contracts with customers	-	225.00
Timing of revenue recognition		
Services transferred over time	-	225.00
Total revenue from contracts with customers	-	225.00

34.2 Contract balances

	As at March 31, 2025 (INR in Million)	As at March 31, 2024 (INR in Million)
Contract assets	-	-
Contract liabilities	-	884.30

Contract assets are recognised for project management services render to customer as per the agreement. Upon completion of work, the contract assets are classified as trade receivable.

Contract liabilities for the year ended March 31, 2024 includes INR Nil (March 31,2024: INR 884.30 million) related to advance received towards contractual services.

34.3 Movements in balances of Contract Assest and Contract Liabilities	As at March 31, 2025 (INR in Million)	As at March 31, 2024 (INR in Million)
a. Contract Assets		
Balance as at beginning of the year	-	581.52
Impairment of Contract Assets	-	432.40
Revenue / (Reversal) booked during the year	-	149.12
Unbilled revenue for the year	-	-
Balance as at the end of the year	-	-
b. Contract Liabilities		
Balance as at beginning of the year	884.30	294.06
Advances received / (Adjusted) during the year	(884.30)	590.24
Balance as at the end of the year	-	884.30

34.4 Performance obligation

Information about the Company's performance obligations are summarised below:

a. Construction services

The performance obligation is satisfied over time as the assets is under control of customer and they simultaneously receives and consumes the benefits provided by the Company. The Company received progressive payment towards provision of construction services. During the F.Y. 24-25 the Company has not undertaken any construction services.

b. Operation and maintenances and project management services

The performance obligation is satisfied over-time and payment is generally due on completion of services i.e. monthly basis. There are no contract with subsidiaries entities for operation & maintenances and project management services during the FY 2024-25.

35 Related Party disclosures

Related party disclosures as required under the Indian Accounting Standard (AS) – 24 on “Related Party Disclosures” are given below:

(a) Name of related party and nature of relationship

Related Parties where control exists :

Holding Company

Sadbhav Engineering Limited (SEL)

Subsidiaries

Ahmedabad Ring Road Infrastructure Limited (ARRIL)
Rohtak Panipat Tollway Private Limited (RPTPL)
Maharashtra Border Check Post Network Limited (MBCPNL)
Rohtak Hissar Tollway Private Limited (RHTPL)
Sadbhav Bhavnagar Highway Limited (SBHL) (Upto July 26, 2023)
[Formerly known as Sadbhav Bhavnagar Highway Private Limited (SBHPL)]
Sadbhav Nainital Highway Limited (SNHL)
[Formerly known as Sadbhav Nainital Highway Private Limited (SNHPL)]
Sadbhav Rudrapur Highway Limited (SRHL)
[Formerly known as Sadbhav Rudrapur Highway Private Limited (SRHPL)]
Sadbhav Una Highway Limited (SUHL) (Upto July 26, 2023)
[Formerly known as Sadbhav Una Highway Private Limited (SUHPL)]
Sadbhav Bangalore Highway Private Limited (SBGHPL)
Sadbhav Udaipur Highway Limited (SUDHL)
[Formerly known as Sadbhav Udaipur Highway Private Limited (SUDHPL)]
Sadbhav Vidarbha Highway Limited (SVHL)
[Formerly known as Sadbhav Vidarbha Highway Private Limited (SVHPL)]
Sadbhav Jodhpur Ring Road Private Limited (SJRRPL)
Sadbhav PIMA Private Limited (SPPL) (Upto December 07, 2022)
[Formerly known as Sadbhav Tumkur Highway Private Limited (STHPL)]
Sadbhav Kim Expressway Private Limited (SKEPL)
Sadbhav Infra Solutions Private Limited (SISPL)
[Formerly known as Sadbhav Bhimasar Bhuj Highway Private Limited (SBBHPL)]
Sadbhav Maintenance Infrastructure Private Limited (SMIPL)
[Formerly known as Vizag Port Road Private Limited (SVPRPL)]
Sadbhav Hybrid Annuity Projects Limited (SHAPL)

Fellow Subsidiary

Sadbhav Gadag Highway Private Limited (SGHPL)

Key managerial personnel

Mr. Shashin V. Patel, Chairman and Executive Director (w.e.f March 14, 2023)
Mr. Jatin Thakkar, Executive Director and Chief Financial Officer (CFO) (w.e.f March 15, 2023)
Mr. Dwigesh Joshi, Non-Executive Director (w.e.f March 15, 2023) (upto April 08, 2024)
Mr. Sandip Patel, Independent Director (upto September 04, 2024)
Mr. Arun Kumar Patel, Independent Director (upto October 21, 2024)
Mrs. Dakshaben Shah, Independent Director (upto February 12, 2024)
Mr. Tarang M Desai, Independent Director (w.e.f. August 12, 2024)
Mr. Ambalal Patel, Independent Director (w.e.f. Septemebt 30, 2024)
Mrs. Shefaliben Patel, Independent Director (w.e.f. July 06, 2024)
Mr. Hardik Modi, Company Secretary (upto February 12, 2025)

Sadbhav Infrastructure Project Limited
Notes to Standalone Financial Statements for the year ended March 31, 2025

(b) Transactions during the year									
(INR in Million)									
Sr No	Particulars	Holding		Subsidiaries		Fellow Subsidiaries		Key Management Personnel	
		Year ended March 31, 2025	Year ended March 31, 2024	Year ended March 31, 2025	Year ended March 31, 2024	Year ended March 31, 2025	Year ended March 31, 2024	Year ended March 31, 2025	Year ended March 31, 2024
1	Loan taken								
	SEL	604.85	885.20	-	-	-	-	-	-
	ARRIL			3,473.42	-	-	-	-	-
2	Borrowing/ Loan repaid (including Interest)								
	SEL	556.63	1,302.66	-	-	-	-	-	-
	ARRIL			1,489.79	-	-	-	-	-
3	Interest expense								
	SEL	270.37	297.69	-	-	-	-	-	-
	ARRIL			89.70	-	-	-	-	-
4	Loan given / (Repayment)								
	SUDHL	-	-	(2.82)	127.30	-	-	-	-
5	Rending services (excluding taxes)								
	ARRIL	-	-	-	6.13	-	-	-	-
6	Equity Component of Financial Instrument								
	ARRIL	-	-	422.95	-	-	-	-	-
7	Receivable/(Payable) towards Reimbursement of expenses (net)								
	RPTPL	-	-	2.58	6.19	-	-	-	-
	RHTPL	-	-	0.12	2.80	-	-	-	-
	SBGHPL	-	-	0.20	1.71	-	-	-	-
	SKEPL	-	-	0.45	0.72	-	-	-	-
	SNHL	-	-	1.32	(35.46)	-	-	-	-
	SRHL	-	-	0.15	46.72	-	-	-	-
	SVHL	-	-	2.00	(98.32)	-	-	-	-
	SUDHL	-	-	0.74	(3.24)	-	-	-	-
	SHAPL	-	-	1.54	(17.48)	-	-	-	-
	SISPL	-	-	0.20	0.20	-	-	-	-
	SGHPL	-	-	-	-	(1.95)	1.93	-	-
	SMIPL	-	-	1.26	(76.35)	-	-	-	-
	SJRRPL	-	-	0.16	2.86	-	-	-	-
8	Interest Income								
	MBCPNL	-	-	110.07	110.37	-	-	-	-
	SNHL	-	-	-	0.37	-	-	-	-
	SRHL	-	-	1.01	0.94	-	-	-	-
9	Subordinate Debt Reversal / received back								
	SNHL	-	-	-	784.21	-	-	-	-
	SVHL	-	-	34.70	748.35	-	-	-	-
	SISPL	-	-	-	0.20	-	-	-	-
	SKEPL	-	-	1,242.46	30.00	-	-	-	-
	SHAPL	-	-	-	152.66	-	-	-	-
	SJRRPL	-	-	-	2.36	-	-	-	-
10	Reversal of Loan given & Interest Receivable								
	SVHL	-	-	-	6.40	-	-	-	-
	SNHL	-	-	-	15.65	-	-	-	-
	SHAPL	-	-	-	509.69	-	-	-	-
11	Reversal of Reimbursement Expenses Written off								
	SVHL	-	-	-	185.69	-	-	-	-
	SNHL	-	-	-	40.79	-	-	-	-
	SHAPL	-	-	-	17.57	-	-	-	-

Notes to Standalone Financial Statements for the year ended March 31, 2025

(b) Transactions during the year								(INR in Million)	
Sr No	Particulars	Holding		Subsidiaries		Fellow Subsidiaries		Key Management Personnel	
		Year ended March 31, 2025	Year ended March 31, 2024	Year ended March 31, 2025	Year ended March 31, 2024	Year ended March 31, 2025	Year ended March 31, 2024	Year ended March 31, 2025	Year ended March 31, 2024
12	Mobilization and Other Advances adjusted against Services ARRIL SUDHL	- - -	- - -	- - -	607.32 37.82 -	- - -	- - -	- - -	- - -
13	Services received under EPC & Maintenance Contracts SEL	- -	41.98 -	- -	- -	- -	- -	- -	- -
14	Services Reversed under EPC & Maintenance Contracts SEL SNHL	- - -	59.97 -	- - -	- 232.55 -	- - -	- - -	- - -	- - -
15	Rent (excluding GST) SEL	- -	2.16 -	- -	- -	- -	- -	- -	- -
16	Remuneration Shashin V Patel Jatin Thakkar	- - -	- - -	- - -	- - -	- - -	- - -	17.63 11.04 -	18.01 14.70 -
17	Sitting Fees Sandip Patel Dwigesh Joshi Daksha Shah Tarang Madhukar Desai Shefali Manojbhai Patel Ambalal Chhitabhai Patel Arunkumar Patel	- - - - - - - -	- - - - - - - -	- - - - - - - -	- - - - - - - -	- - - - - - - -	- - - - - - - -	0.15 0.25 0.25 0.15 0.20 0.15 0.20 -	0.25 - - - - - - 0.20 -

Sadbhav Infrastructure Project Limited
Notes to Standalone Financial Statements for the year ended March 31, 2025

(c) Balances at the year end: (INR in Million)									
Sr No	Particulars	Holding		Subsidiaries		Fellow Subsidiary		Key Managerial Personnel	
		As at March 31, 2025	As at March 31, 2024	As at March 31, 2025	As at March 31, 2024	As at March 31, 2025	As at March 31, 2024	As at March 31, 2025	As at March 31, 2024
1	Trade receivable								
	SEL	0.36	0.36	-	-	-	-	-	-
	RPTPL	-	-	55.19	55.19	-	-	-	-
	SRHL	-	-	206.03	206.03	-	-	-	-
2	Loan given								
	RPTPL	-	-	11.06	11.06	-	-	-	-
	RHTPL	-	-	39.95	39.95	-	-	-	-
	SUDHL	-	-	124.48	127.30	-	-	-	-
3	Sub-ordinate debt								
	RHTPL	-	-	2,893.42	2,893.42	-	-	-	-
	RPTPL	-	-	4,688.73	4,688.73	-	-	-	-
	SRHL	-	-	915.60	915.60	-	-	-	-
	SUDHL	-	-	1,346.39	1,346.39	-	-	-	-
	SVHL	-	-	30.78	65.48	-	-	-	-
	SKEPL	-	-	5.05	1,247.51	-	-	-	-
4	Interest payable								
	SEL	269.83	297.10	-	-	-	-	-	-
5	Mobilization & Other Advances Received								
	ARRIL	-	-	-	863.00	-	-	-	-
6	Interest receivable								
	MBCPNL	-	-	356.14	257.08	-	-	-	-
	SRHL	-	-	11.51	10.60	-	-	-	-
7	Reimbursement of Expenses Receivables								
	SEL	2.33	2.33	-	-	-	-	-	-
	RPTPL	-	-	21.66	19.08	-	-	-	-
	RHTPL	-	-	7.84	7.73	-	-	-	-
	SUDHL	-	-	-	0.74	-	-	-	-
	SBGHPL	-	-	2.15	1.95	-	-	-	-
	SKEPL	-	-	4.02	3.57	-	-	-	-
	SNHL	-	-	1.32	-	-	-	-	-
	SRHL	-	-	54.89	54.74	-	-	-	-
	SVHL	-	-	2.00	-	-	-	-	-
	SJRRPL	-	-	5.32	5.17	-	-	-	-
	SMIPL	-	-	1.00	2.26	-	-	-	-
	SISPL	-	-	-	0.20	-	-	-	-
	SHAPL	-	-	1.59	0.06	-	-	-	-
	SGHPL	-	-	-	-	-	1.95	-	-

Sadbhav Infrastructure Project Limited
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(c) Balances at the year end:		(INR in Million)							
Sr No	Particulars	Holding		Subsidiaries		Fellow Subsidiary		Key Managerial Personnel	
		As at March 31, 2025	As at March 31, 2024	As at March 31, 2025	As at March 31, 2024	As at March 31, 2025	As at March 31, 2024	As at March 31, 2025	As at March 31, 2024
8	Current borrowings / Loan Payable								
	SEL	2,413.07	2,364.85	-	-	-	-	-	-
	ARRIL		-	2,073.32	-	-	-	-	-
9	Trade Payables								
	SEL	15.21	15.21	-	-	-	-	-	-
	MBCPNL		-	-	2.90	-	-	-	-
10	Remuneration payable								
	Shashin V Patel	-	-	-	-	-	-	1.42	1.42
	Jatin Thakkar	-	-	-	-	-	-	0.88	0.88
11	Sitting Fees payable								
	Shashin V Patel	-	-	-	-	-	-	0.01	0.01
	Sandip Patel	-	-	-	-	-	-	-	0.05
	Dwigesh Joshi	-	-	-	-	-	-	-	0.05
	Daksha Shah	-	-	-	-	-	-	0.05	0.05
	Arunkumar Patel	-	-	-	-	-	-	0.01	0.04
	Tarang Madhukar Desai	-	-	-	-	-	-	0.14	-
	Shefali Manojbhai Patel	-	-	-	-	-	-	0.14	-
	Ambalal Chhitabhai Patel	-	-	-	-	-	-	0.14	-
12	Interest free unsecured loan (Equity and liability components less finance cost recognised till date reporting date)								
	SEL (Refer note 15)	728.77	656.55	-	-	-	-	-	-
	ARRIL	-	-	422.96	-	-	-	-	-

Notes:

- The transactions with related parties are made on terms equivalent to those that prevail in arm's length transactions. Outstanding balances at the year-end are unsecured and interest free except loan given and settlement occurs in cash as per the terms of the agreement.
- Non convertible debenture of INR 811.80 Million (March 31, 2024: INR 2,729.43 million) are secured by way of corporate guarantee by Sadbhav Engineering Limited (SEL), the Parent Company, first ranking charge created on shares of Company's certain subsidiaries and of SEL.
- The loans given to subsidiaries Company is based on business needs of the subsidiaries Company in accordance with Lender's Loan agreements and Sponsor Support and Equity Contribution Agreement of the respective SPV entities. The loan given to subsidiaries on demand basis which carries interest of 9.25% based on cost of fund of respective subsidiaries entities.
- The loans received from Sadbhav Engineering Limited (SEL), the Parent Company and subsidiaries are based on demand which carries interest of 11.00%.
- The Remuneration disclosed above given to key managerial personnel is mainly related to short term employee benefits and does not includes post employee benefits as the same is not determinable.

36 Contingent liabilities and commitments

I Contingent liabilities

A Claims against the Company not acknowledged as debt: Tax Matters

(i) Goods and Service Tax Matters in dispute for which company has filled appeal with higher authorities:

- a. The Deputy Commissioner of State Tax (Maharashtra) has disallowed ITC Claimed for the tax period April 2018 to March 2019 amounting to INR 3.59 Million and issued a demand notice amounting to INR 8.14 Million dated November 02,2022 u/s 73 of MGST Act.
- b. The Deputy Commissioner of State Tax (Maharashtra) has disallowed ITC Claimed for the tax period July 2017 to March 2018 amounting to INR 7.85 Million and issued a demand notice amounting to INR 21.68 Million dated April 12,2022 u/s 73 of MGST Act .
- c. The Deputy Commissioner of State Tax (Rajasthan) has disallowed ITC Claimed, Liability of difference in Tax Rate etc for the tax period July 2017 to March 2018 amounting to INR 1.44 Million and issued a demand notice amounting to INR 2.95 Million dated Feb 5,2025 u/s 74 of RGST Act .
- d. The Joint Commissioner of State Tax (Rajasthan) has disallowed ITC Claimed period April 2021 to March 2022 amounting to INR 0.29 Million and issued a demand notice amounting to INR 0.50 Million dated July 12,2023 u/s 73 of RGST Act .
- e. The Deputy Commissioner of State Tax (Uttarakhand) has disallowed ITC Claimed period March 2019 amounting to INR 1.40 Million and issued a demand notice amounting to INR 2.60 Million dated November 22,2022 u/s 73 of UGST Act .
- f. The Assistant Commissioner of State Tax (Telangana) has disallowed ITC Claimed for the tax period April 2019 to March 2020 amounting to INR 2.01 Million and issued a demand notice amounting to INR 4.16 million dated August 27, 2024 u/s 73 of TGST Act .
- g. The Deputy Commissioner of State Tax (Maharashtra) has disallowed ITC Claimed, Interest on delay filling of Returns etc. for the tax period April 2018 to March 2019 amounting to INR 3.59 Million and issued a demand notice amounting to INR 8.14 Million dated November 02,2022 u/s 73 of MGST Act .
- h. The Joint Commissioner of State Tax (Rajasthan) has disallowed ITC Claimed period April 2018 to March 2019 amounting to INR 0.29 Million and issued a demand notice amounting to INR 0.53 Million dated July 12,2023 u/s 73 of RGST Act .
- i. The Deputy Commissioner of State Tax (Rajasthan) has demand Interest on delay filling of Returns for the tax period April 2019 to March 2020 amounting to INR 4.62 Million on dated July 30,2024 u/s 74 of RGST Act .
- j. The Assistant Commissioner of State Tax (Gujarat) has disallowed ITC Claimed for the tax period April 2018 to March 2019 amounting to INR 7.79 Million on dated April 24,2024 u/s 73 of SGST Act .
- k. Excise and Taxation Officer (Haryana) has disallowed ITC Claimed for the tax period July 2017 to March 2018 amounting to INR 1.66 Million and issued a demand notice amounting to INR 5.01 million dated January 13,2025 u/s 74 of HGST Act .
- l. The Deputy Commissioner of State Tax (Madhya Pradesh) has demand for non-filling of Returns for the tax period October 2019 amounting to INR 9.13 Million and issued a demand notice amounting to INR 9.45 Million dated December 16,2019 u/s 73 of MGST Act .
- m. The Additional Commissioner of State Tax (Gujarat) has demand on not discharge liability on service of Corporate guarantee for the tax period July 2017 to March 2018 amounting to INR 40.20 Million and issued a demand notice amounting to INR 80.40 Million on dated January 31, 2025 u/s 74 of CGST Act .

B Claims against the Company not acknowledged as debt: Other than Tax Matters

- (i) Suvarna Buildcon Private Limited has filed a commercial case against the company at District and Session Court - Pune. The amount involved is amounting to INR 1,227.07 Million.
- (ii) Gautam Highway Solutions is a Proprietorship Firm providing services for carrying on Routine Services work of Rohtak Panipat section of NH-71 A has filed a commercial suit against the Company for claiming of outstanding amount and interest thereon at District and Session Court - Jhajjar in the state of Haryana. The principal and interest liability claimed by the vendor is INR 0.08 Million & 5.17 Million.
- (iii) Legacy Law Offices is a full service law firm was engaged by the Company has filed a MSME case against the Company towards the recovery of outstanding dues alongwith interest amounting to INR 2.14 Million at Micro & Small Enterprises Facilitation Council- in the state of Haryana.
- (iv) HCC Infrastructure Company Limited is engaged in business of Construction of Highway, Road , Bridges , Railway etc has filed a Arbitration Application at High Court - Bombay in the state of Maharashtra against the Company for claiming of outstanding amount and interest towards 60% amount received from National Highway Authority of India (NHAI) under restated Share Purchase Agreement amongst the parties. The principal amount has been paid to the HCC. However the Arbitration Proceedings are going on for the Interest Claim of HCC .
- (v) Suvarna Buildcon Private Limited has filed a arbitration application against the company at Pune in the state of Maharashtra. The amount involved is amounting to INR 888.93 Million.

Note- It is not practicable for the Company to estimate the timings of cash outflows, if any, in respect of the above pending resolution of the respective proceedings. The Company does not expect any reimbursements in respect of the above contingent liabilities. Future cash outflows in respect of the above are determinable only on receipt of judgments / decisions pending with various forums / authorities.

II Guarantees

Company has given corporate guarantee to banks & financial Institutions for INR 5,777.51 million (P.Y INR 2,341.79 million) against the finance facility given by the banks/financial institutions to subsidiary companies

(i) Details of Loan given, investment made and guarantee given covered u/s 186 (4) of the Companies Act, 2013

Loans given and investment made are given under respective heads

Corporate guarantee given by the Holding Company in respect of borrowings taken by subsidiary Companies as at March 31, 2025 and March 31, 2024 :

Sr No.	Name of Company	Amount of Corporate Guarantee	As at March 31, 2025	As at March 31, 2024
		INR in Million	INR in Million	INR in Million
1	Sadbhav Rudrapur Highway Limited	4,672.40	2,129.71	2,341.79
2	Ahmedabad Ring Road Infrastructure Limited	3,340.00	2,747.80	-
3	Sadbhav Gadag Highway Private Limited (subsidiary of Holding Company)	2,830.00	900.00	-
Total		10,842.40	5,777.51	2,341.79

III Commitments

The followings are the estimated amount of contractual commitments of the Company:

As at	As at
March 31, 2025	March 31, 2024
(INR in Million)	(INR in Million)

- (i) EPC sub-contract commitments
- (ii) Other Commitments towards sub ordinate debts/equity shares in various subsidiaries
- (iii) The BOT/HAM projects of below subsidiary companies has been funded through various credit facility agreements with banks/financial institutions. Against the said facilities availed by the subsidiary companies from the lenders, the Company has executed agreements with respective lenders whereby the Company has committed to hold minimum shareholding and pledge of its holding in the respective subsidiary Company, details of which is as follows:

Name of Subsidiary	% of Non Disposal Undertaking		% of Shares Pledged As at March 31, 2025	% of Shares Pledged As at March 31, 2024
	Upto Commercial Operation Date	After Commercial Operation Date		
Ahmedabad Ring Road Infrastructure Limited	70.00%	45.00%	100.00%	30.00%
Maharashtra Border Check Post Network Limited	70.00%	51.00%	0.00%	0.00%
Rohtak-Hissar Tollway Private Limited	51.00%	51.00%	51.00%	51.00%
Rohtak Panipat Tollway Private Limited	51.00%	51.00%	51.00%	51.00%
Sadbhav Udaipur Highway Limited	51.00%	30.00%	51.00%	51.00%
Sadbhav Bangalore Highway Private Limited	51.00%	51.00%	51.00%	51.00%
Sadbhav Vidarbha Highway Limited	51.00%	30.00%	51.00%	51.00%
Sadbhav Rudrapur Highway Limited	51.00%	26.00%	51.00%	51.00%
Sadbhav Jodhpur Ring Road Private Limited	0.00%	0.00%	0.00%	51.00%
Sadbhav Kim Expressway Private Limited	0.00%	0.00%	0.00%	51.00%
Sadbhav Nainital Highway Limited	51.00%	26.00%	51.00%	51.00%

- 37 The following are the details of loans and advances in the nature of loans (includes in the nature of sub-ordinate debts) given to subsidiaries, associates and other entities in which directors are interested in terms of regulation 53(F) read together with para A of Schedule V of SEBI (Listing Obligation and Disclosure Regulation, 2015).

Name of Entities	Outstanding amount as at		Maximum amount Outstanding during the year	
	As at March 31, 2025	As at March 31, 2024	As at March 31, 2025	As at March 31, 2024
	(INR in Million)	(INR in Million)	(INR in Million)	(INR in Million)
Maharashtra Border Check Post Network Limited	1,404.43	1,305.36	1,404.43	1,305.36
Rohtak Panipat Tollway Private Limited	4,699.79	4,699.79	4,699.79	4,699.79
Rohtak Hissar Tollway Private Limited	2,933.37	2,933.37	2,933.37	2,933.37
Sadbhav Bangalore Highway Private Limited*	-	-	-	-
Sadbhav Udaipur Highway Limited	1,470.87	1,473.69	1,473.69	1,486.84
Sadbhav Rudrapur Highway Limited	927.11	926.20	927.11	926.20
Sadbhav Vidarbha Highway Limited	30.78	65.48	65.48	820.23
Sadbhav Kim Expressway Private Limited	5.05	1,247.51	1,247.51	1,277.51
Sadbhav Infra Solutions Private Limited	-	-	-	0.20
Sadbhav Hybrid annuity Private Limited	-	-	-	567.91
Sadbhav Jodhpur Ring Road Private Limited	-	-	-	2.36

Note: All loans are given on interest bearing excepts loan given as subordinate debts (in the nature of promoters contribution) by the Company (as a sponsor) in accordance with the Lender's Loan agreement and Sponsor Support and Equity Contribution agreement with the respective SPV entities.

* The lenders of the subsidiary Company; State Bank of India (SBI) and Bank of India (BOI) have filed a Case No.: OA/422/2023 before the Hon'ble Debts Recovery Tribunal, Ahmedabad (DRT) against the Company and others for recovery of INR 1,112.55 Million being balance outstanding amount as defined in the Definitive Agreement dated 13.02.2023 under the provisions of the Debt Recovery Tribunal (Procedure) Rules, 1993. The Company and others have filed its written submission for challenging the petition filed before Hon'ble DRT. The said matter is sub-judice before the Hon'ble DRT.

- 38 Disclosure Significant interest in subsidiaries as per Ind AS 27 para 17.

Sr. No.	Name of Entities	Relationship	Place of Business	Ownership %	
				As at March 31, 2025	As at March 31, 2024
1.	Ahmedabad Ring Road Infrastructure Limited (ARRIL)	Subsidiary	India	100%	100%
2.	Maharashtra Border Check Post Network Limited (MBCPNL)	Subsidiary	India	50.63%	50.63%
3.	Rohtak Hissar Tollway Private Limited (RHTPL)	Subsidiary	India	100%	100%
4.	Rohtak Panipat Tollway Private Limited (RPTPL)	Subsidiary	India	100%	100%
5.	Sadbhav Nainital Highway Limited (SNHL)	Subsidiary	India	100%	100%
6.	Sadbhav Rudrapur Highway Limited (SRHL)	Subsidiary	India	100%	100%
7.	Sadbhav Bangalore Highway Private Limited (SBGHPL)	Subsidiary	India	100%	100%
8.	Sadbhav Vidarbha Highway Limited (SVHL)	Subsidiary	India	100%	100%
9.	Sadbhav Udaipur Highway Limited (SUDHL)	Subsidiary	India	100%	100%
10.	Sadbhav Jodhpur Ring Road Private Limited (SJRRPL)	Subsidiary	India	100%	100%
11.	Sadbhav Kim Expressway Private Limited (SKEPL)	Subsidiary	India	100%	100%
12.	Sadbhav Infra Solutions Private Limited (SISPL)	Subsidiary	India	100%	100%
13.	Sadbhav Maintenance Infrastructure Private Limited (SMIPL)	Subsidiary	India	100%	100%
14.	Sadbhav Hybrid Annuity Projects Limited (SHAPL)	Subsidiary	India	100%	100%

39 The Company has met the criteria as specified under sub-section (1) of section 135 of the Act read with the Companies (Corporate Social Responsibility Policy) Rules, 2014. However, in the absence of average net profits in the immediately three preceding years, there is no requirement for the Company to spend any amount under sub-section (5) of section 135 of the Act.

40 Financial instrument risk management objectives and policies

The Company's principal financial liabilities comprise borrowings and trade & other payables. The main purpose of these financial liabilities is to finance the Company's operations as well development and maintenance of SPVs project. The Company's principal financial assets include investments, trade receivables, other receivables, loans and cash and bank balances, which are been derived directly from its operations.

The Company's activities expose it to market risk, credit risk and liquidity risk. The Company's focus is to foresee the unpredictability of financial markets and seek to minimize potential adverse effects on its financial performance.

The Board of Directors have overall responsibility for the establishment and oversight of the Company's risk management framework. Risk management systems are reviewed periodically to reflect changes in market conditions and the Company's activities. The Board of Directors oversee compliance with the Company's risk management policies and procedures, and reviews the risk management framework.

(a) Market risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: interest rate risk, currency risk and other price risk. Financial instruments affected by market risk include borrowings, investments, trade receivables, loans, other receivables, trade and other payables.

Within the various methodologies to analyse and manage risk, Company has implemented a system based on "sensitivity analysis" on symmetric basis. This tool enables the risk managers to identify the risk position of the entities. Sensitivity analysis provides an approximate quantification of the exposure in the event that certain specified parameters were to be met under a specific set of assumptions. The risk estimates provided here assume:

- a parallel shift of 25-basis points of the interest rate yield curves in all currencies.

The potential economic impact, due to these assumptions, is based on the occurrence of adverse / inverse market conditions and reflects estimated changes resulting from the sensitivity analysis. Actual results that are included in the Statement of profit & loss may differ materially from these estimates due to actual developments in the global financial markets.

The analyses exclude the impact of movements in market variables on: the carrying values of gratuity and provisions.

The following assumption has been made in calculating the sensitivity analyses:

- The sensitivity of the relevant statement of profit or loss item is the effect of the assumed changes in respective market risks. This is based on the financial assets and financial liabilities held at March 31, 2025 and March 31, 2024.

(i) Interest rate risk

Interest rate risk is the risk that fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates.

The interest risk arises to the Company mainly from non - current borrowings with variable rates. The Company maintains its borrowings at fixed rate using interest rate swaps to achieve this when necessary.

The Company manages its cash flow interest rate risk by using floating-to-fixed interest rate swaps. The Company measures risk through sensitivity analysis.

The banks are now finance at variable rate only, which is the inherent business risk.

Interest rate sensitivity

The Company is not exposed to interest rate risk because its borrowings in Non convertible debenture carries fixed interest rate.

(ii) Equity price risk

The Company's non-listed equity securities are susceptible to market price risk arising from uncertainties about future values of the investment securities. Reports on the equity portfolio are submitted to the Company's senior management on a regular basis. The Company's Board of Directors reviews and approves all equity investment decisions.

(b) Credit risk

Credit risk is the risk that a counterparty will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. The Company is exposed to credit risk related to operating activities (primarily trade receivables and other financial assets), financing activities including temporary investment in mutual fund and other financial instruments.

Trade receivable mainly consist of receivable from related parties. Accordingly, the Company is not exposed to credit risk in relation to Trade receivables.

Credit risk from balances with banks and financial institutions is managed by the Company's finance department in accordance with the Company's policy. Investments of surplus funds are made only in accordance with Company policy. The Company monitors the ratings, credit spreads and financial strength of its counterparties. Based on its on-going assessment of counterparty risk, the Company adjusts its exposure to various counterparties. The Company's maximum exposure to credit risk from balance with bank and financial institution as at March 31, 2025 is INR 54.67 million and March 31, 2024 is INR 215.91 million.

(c) Liquidity risk

Liquidity risk is the risk that the Company may not be able to meet its present and future cash and collateral obligations without incurring unacceptable losses. The Company's objective is to, at all times maintain optimum levels of liquidity to meet its cash and collateral requirements. The Company closely monitors its liquidity position and deploys cash management system. It maintains adequate sources of financing including debt at an optimised cost.

The Company measures risk by forecasting cash flows.

The Company's approach to managing liquidity is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due without incurring unacceptable losses or risking damage to the Company's reputation. The Company ensures that it has sufficient fund to meet expected operational expenses, servicing of financial obligations.

The table below summarises the maturity profile of the Company's financial liabilities based on contractual undiscounted payments:

						(INR In Million)
Particular	Total Amount	On Demand	upto 1 year	1 - 2 years	2 - 5 years	> 5 years
As at March 31, 2025						
Non-current borrowings	3,452.56	-	1,540.57	1,911.99	-	-
Current borrowings	2,574.40	2,574.40	-	-	-	-
Trade payables	194.49	-	194.49	-	-	-
Other financial liabilities	834.37	-	834.37	-	-	-
Total	7,055.82	2,574.40	2,569.43	1,911.99	-	-
As at March 31, 2024						
Non-current borrowings	3,385.96	-	-	1,129.42	1,600.00	656.54
Current borrowings	2,364.85	2,364.85	-	-	-	-
Trade payables	306.05	-	306.05	-	-	-
Other financial liabilities	1,694.99	-	341.50	-	1,353.49	-
Total	7,751.85	2,364.85	647.55	1,129.42	2,953.49	656.54

41 Capital management

For the purpose of the Company's capital management, the Company's capital consist of share capital, securities premium, other equity and all other reserves attributable to the equity holders of the Company.

The primary objective of the Company's capital management is to ensure that it maintains an efficient capital structure and healthy capital ratios in order to support its business and maximise shareholder value.

The Company manages its capital structure and makes adjustments to it in light of changes in economic conditions or its business requirements. To maintain or adjust the capital structure, the Company may adjust the dividend payment to shareholders, return capital to shareholders, issue new shares. The Company monitors capital using debt equity ratio which is total Borrowings divided by total equity.

The key performance ratios as at March 31 are as follows:

Non current borrowings (refer note 16)

Current borrowings (refer note 18)

Equity share capital (refer note 14)

Other equity (refer note 15)

	As at March 31, 2025 (Rs. In Million)	As at March 31, 2024 (Rs. In Million)
	3,452.56	3,385.95
	2,574.40	2,364.85
Total Debts - A	6,026.96	5,750.80
	3,522.25	3,522.25
	2,637.43	3,595.50
Total Equity - B	6,159.68	7,117.75

Debt equity ratio (A/B) 0.98 0.81

In order to achieve this overall objective, the Company's capital management, amongst other things, aims to ensure that it meets financial covenants attached to the interest-bearing loans and borrowings that define capital structure requirements. Breaches in meeting the financial covenants would permit the bank to immediately call loans and borrowings. There have been no breaches in the financial covenants of any interest-bearing borrowings.

42 Exceptional item includes :

Particulars	Year Ended	
	March 31, 2025	March 31, 2024
(Loss) on Sale of Stake in Sadbhav Bhavnagar Highway Limited (Refer Note 42.1)	-	(177.34)
(Loss) on Sale of Stake in Sadbhav Una Highway Limited (Refer Note 42.1)	-	(141.00)
Profit/(Loss) on Substitution of concession agreement of Sadbhav Nainital Highway Limited (Refer Note 42.2)	9.01	(229.02)
Provision for Impairment in carrying value of shares of Sadbhav Nainital Highway Limited (Refer Note 42.2)	-	(10.00)
Write off of loan given to Sadbhav Hybrid Annuity Projects Limited (Refer Note 42.3)	-	(679.90)
Provision for Impairment in carrying value of shares of Sadbhav Hybrid Annuity Projects Limited (Refer Note 42.3)	-	(0.50)
Provision for Impairment in carrying value of shares of Sadbhav Vidarbha Highway Limited (SVHL) (Refer Note 42.4)	-	(257.99)
(Loss) on substitution of concession of Sadbhav Vidarbha Highway Limited (Refer Note 42.4)	-	(888.11)
(Loss) on Settlement of dues from Indinfravit Trust (Refer Note 42.5)	-	(839.40)
(Loss) on substitution of concession of Sadbhav Kim Expressway Private Limited (Refer Note 42.6)	-	(853.81)
Provision for Impairment of Contract Assets	-	(432.40)
Amount written back on account of Amended Supplementary Debenture Trust Deed (Refer Note 42.7)	502.30	
Provision for impairment in carrying value of subordinate debt of Sadbhav Udaipur Highway Limited (Refer Note 42.8)	(1,000.00)	
Total	(488.69)	(4,509.47)

42.1 Pursuant to sale of entire share holding in Sadbhav Bhavnagar Highway Limited (SBHL) and Sadbhav Una Highway Limited (SUHL) to Kalthia Enginnering and Construction Limited at aggregate consideration of INR 1,750 million in terms of Memorandum of Understanding (MOU) and Share Purchase Agreement (SPA).The Company had made provision for impairment amounting to INR 97.88 million in carrying value of investment during year ended March 31, 2023. Further all the balances outstanding except balance receivable amounting to INR 3.13 million relating to SBHL and SUHL in the books of the Company, have been written off / written back and net amount of 318.34 million is disclosed as exceptional items in the standalone financial statements for the year ended March 31, 2024.

42.2 The Company has investments of INR 10.00 million and other receivables of INR 1.32 million as at March 31, 2025 in one of its subsidiary namely Sadbhav Nainital Highway Limited (SNHL or Concessionaire). The National Highways Authority of India (NHA) at the request of the Company vide its letter dated April 17, 2023, has approved harmonious substitution of concessionaire i.e. SNHL.

Thereafter the Company executed Endorsement Agreement dated July 14, 2023 with the approval of NHA) for harmonious substitution of the SNHL in favour of new Concessionaire for implementation of the project and also entered into Definitive Agreement on August 01, 2023 for substitution of the SNHL with the new SPV nominated by new Concessionaire. In terms of these agreements the project and project assets as defined in the Concession Agreement along with the relevant rights and obligations of the SNHL are transferred to the new concessionaire for substitution of the SNHL in consideration of INR 900 million. Accordingly the Company has written off / written back the balances outstanding relating to SNHL and net amount of INR 22.60 Million and INR 229.02 Million written off and provision for impairment in carrying value of investment in shares of the SNHL amounting to INR 10 million has been made is disclosed as as exceptional items in the standalone financial statements for the year ended March 31, 2024. However subsequently the Company has received back the subdebt of INR 9.01 million which was written off as exceptional items during the year ended March 31, 2024.

42.3 Sadbhav Hybrid Annuity Projects Limited (SHAPL) one of the subsidiary of the company has been not able to meet its obligations in the ordinary course of the business. Therefore SHAPL has requested the Company to waive the Loan/Investment/Receivables made by the Company in SHAPL. The Board of directors of the Company considering the financial position of SHAPL has approved the write off of amount of INR 679.90 Million which is disclosed as exceptional items in the standalone financial statements during the year ended March 31, 2024.

In view of this, provision for impairment in carrying value of investment in shares amounting to INR 0.50 million was made and disclosed as exception items in standalone financial statements for the year ended

- 42.4** The Company has investments of INR 257.99 million and subordinate debt of INR 30.78 million and other receivables of INR 1.80 million as at March 31, 2025; in one of its subsidiary namely Sadbhav Vidarbha Highway Limited (SVHL or Concessionaire). Pursuant to the definitive agreement entered into between the Company, SVHL, Sadbhav Engineering Limited (The ultimate holding company), Gawar Construction Limited (GCL) and Gawar Waranga Highways Private Limited (Nominated SPV or new Concessionaire) as on August 16, 2023 for substitution of SVHL with the nominated SPV by GCL and execution of Endorsement Agreement between SVHL, Nominated SPV and senior lenders dated October 6, 2023 with the approval of National Highways Authority of India (NHAI) for implementation of the project by new concessionaire in substitution of SVHL, the project and project assets as defined in the Concession Agreement along with the relevant rights and obligations of SVHL are transferred to the new concessionaire. Consequently, provision for impairment in carrying value of investment in shares of the SVHL amounting to INR 257.99 million has been made and sub-ordinate debt amounting to INR 696.02 Million for the year ended March 31, 2024 and other balances (including loan given) amounting to INR 192.09 has written off is disclosed as an exceptional item in the standalone financial statements for the year ended March 31, 2024.
- 42.5** During the previous year ended March 31, 2024, the Company has signed Memorandum of Understanding (MOU) with Indinfravit Trust for settlement of pending obligation under Routine road and major maintenance agreements in respect of SPV's sold to it. In terms of this MOU all the balances and part of the investment in units of the Trust have been adjusted and the net difference of INR 839.40 million is written back and disclosed as an exceptional items in the standalone financial statements for the year ended March 31, 2024.
- 42.6** The Company has investments of INR 1,011.57 million and subordinate debts of INR 5.05 million and other receivables of INR 4.02 million as at March 31, 2025; in one of its subsidiary namely Sadbhav Kim Expressway Private Limited (SKEPL or concessionaire) which is engaged in construction, operation and maintenance of infrastructure project under concession agreement with National Highways Authorities of India (NHAI).
- The Company has requested the Authority & Lenders to allow harmonious substitution in terms of the NHAI Policy circular through a nominated Company namely — M/S Gawar Construction Limited (Nominated Company) and the Lenders' Representative addressed to the Authority, gave its consent for allowing harmonious substitution of SKEPL.
- The Authority vide its letter dt November 03, 2022, conveyed its "InPrinciple" approval for substitution of Original Concessionaire with a new special purpose vehicle to be incorporated by the Nominated Company subject to certain conditions and subject to final approval from the NHAI ("InPrinciple Approval").
- The Company has entered into definitive agreement dated October 17, 2023 for substitution of the Company with the new SPV to be nominated by new concessionaire and also executed endorsement agreement dated January 23, 2024 with the approval of NHAI for harmonious substitution of the Company in favour of new concessionaire for implementation of the project.
- In terms of these agreements the project and project assets as defined in the Concession Agreement along with the relevant rights and obligations of the Company are transferred to the new concessionaire, as per the provisions of the Concession Agreement, for substitution of SKEPL. Consequently, all the balances related to SKEPL outstanding in the books of Company are adjusted towards the consideration receivable from the new concessionaire. The net difference of INR 853.81 Million is disclosed as an exceptional items in the standalone financial statements for the year ended March 31, 2024.
- 42.7** As per the amended and restated Supplementary Debenture Trust Deed dated August 28, 2024 the Company has written back the finance cost to the extent amounting to Rs 502.30 million during the year ended March 31, 2025 and shown under exceptional items in these standalone financial statements.
- 42.8** The Company has investments of INR 269.66 million and subordinate debts of INR 1,346.39 million and other payables of INR 124.48 million as at March 31, 2025 in one of its subsidiary namely Sadbhav Udaipur Highway Limited (SUDHL or concessionaire) which is engaged in construction, operation and maintenance of infrastructure project under concession agreement with National Highways Authorities of India (NHAI). The subsidiary company has received the Commercial Operation Date (COD) letter from NHAI dated July 19, 2024.
- The Company has requested the NHAI & Lenders to allow harmonious substitution in terms of the NHAI Policy circular through a nominated company namely — M/S Gawar Construction Limited (Nominated Company) and the Lenders' Representative, gave its consent for allowing harmonious substitution of SUDHL.
- The NHAI vide its letter dt December 27, 2023, conveyed its "InPrinciple" approval for substitution of Original Concessionaire with a new special purpose vehicle to be incorporated by the Nominated Company subject to certain conditions and final approval from the NHAI. The Company has entered into Definitive agreement dated March 12, 2025 with Gawar Construction Limited for harmonious substitution of the project. The Final approval of the NHAI is still pending. However the Company has provided for 1,000 Millions in the books of accounts and disclosed as an exceptional item in these standalone financial statements for the year ended March 31, 2025.
- 43** The Company has investments of INR 217.74 million and subordinate debts of INR 4,688.73 million and trade & other Receivables of INR 87.91 millions as at March 31, 2025 in one of the subsidiary namely Rohtak Panipat Tollway Private Limited (RPTPL) which is engaged in construction, operation and maintenance of infrastructure projects under concession agreement with National Highways Authorities of India (NHAI). The net worth of this subsidiary company has fully eroded.
- From December 25, 2020, the toll collection was forcefully suspended due to agitation and protest held by farmers and other unions against agri-marketing laws. Accordingly, the Company was not able to collect toll user fees from December 25, 2020. The Company had sent various communications to authorities for such forceful suspension of toll including revenue loss claim. Accordingly, the Company had issued notice of termination of Concession Agreement to NHAI on July 27, 2021 under Force Majeure Event of Concession Agreement. The Termination Payment and other payments due from NHAI were pending for the long time. The company had attempted conciliation of the issues of the Project for amicable settlement. Due to non-progress of the same, the Company vide letter dated 27.03.2023 had notified the Conciliation Committee and NHAI regarding the failure of the Conciliation Proceedings. The said matters were referred to Arbitration by the Company. The Company has lodged a total claim amounting to INR 19,379.20 Million relating to termination payment, Force Majeure Costs due to Force Majeure event of Farmer's Agitation, COVID-19, & Demonetization, and NPV of extension entitled due to Force Majeure event of Farmers agitation and Covid19. The Arbitral proceedings for the same are completed and the Arbitral Award is declared on 23.01.2025 unanimously, except for Counter Claim of NHAI regarding Premium that one Ld. Arbitrator has rejected it completely. As on the date of the said Majority award, the net awarded amount after deducting all dues of NHAI including Premium works out to INR 10,805.45 millions (principal of INR 7,796.31 millions and interest of INR 3,009.14 millions).
- The Arbitration matter of Competing Road was referred to Arbitration. In the said matter, the majority award was passed on May 30, 2023 in favour of NHAI setting aside claims of Company and Minority Award dated 05.06.2023 in favour of Company amounting to INR 8509.80 Million. The Company has challenged the Majority Award dated 30.05.2023 and filed a petition under Section 34 of Arbitration & Conciliation Act 1996 before the Hon'ble Delhi High Court to set aside the Majority Award dated 30.05.2023. The same is sub-judice before the Hon'ble High Court.
- The dispute of Claim for Additional Cost on account of ban of quarrying of stone and loss of Toll collection due to delayed issuance of Provisional Certificate was referred to Arbitration. A unanimous Award dated 06.10.2017 by Arbitral Tribunal was awarded in favour of Company amounting to INR 890.20 Million (amount inclusive of costs & interest pendente lite). This Award was challenged by NHAI under Section

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34 before the Delhi High Court. The Delhi High Court in its Judgment dated 16.02.2023, wherein one claim is set aside (loss of Toll collection) and one claim was upheld (Additional cost on account of ban of quarry of stone) along with pendent life interest and delayed interests, etc. As per Delhi High court in the judgement dated 16.02.2023, the value of award payable by NHAI to RPTPL as on 15.10.2023 works out to INR 1,211.90 millions. NHAI had challenged the said award under Section 37 before Division Bench of Delhi High Court. The said matter is now withdrawn by NHAI.

NHAI had lodged claim on RPTPL on account of negative Finished Road Level (FRL) which was referred to Arbitration. The Majority Award on 31.10.2020 by Tribunal for amount of INR 203.40 Million was in favour of NHAI. The interest on delayed payment is awarded at 7.4% simple interest, as on 15.10.2023 works out to INR 247.90 Million and further interest thereon. The dissenting note by the Minority of the Tribunal had stated to reject the claim of NHAI. The Company had challenged the said Majority Award under Section 34 before the Delhi High Court. The said matter is now withdrawn by RPTPL on account of ongoing Vivad se Vishwas II scheme.

The Arbitration Award dated 06.10.2017 and Arbitration Award dated 31.10.2020 has been settled through Settlement Agreement dated 20.03.2025 under Vivad se Vishwas II Scheme of Govt. of India for the net settlement amount of about INR. 650 millions.

RPTPL has received intimation letter dated April 08, 2024 from National Asset Reconstruction Company Limited (NARCL) intimating that the deed of assignment dated March 22, 2024 under the provisions of Section 5 of the SARFASI Act, the consortium of lenders except one Lender have assigned/ transferred the outstanding debt /financial assets alongwith underline securities interest, pledged of shares, guarantees, receivables etc charge for such financial assistance granted to RPTPL in favour of NARCL and NARCL acting in its capacity as trustee of NARCL Trust.

Considering the management assessment of probability and tenability of receiving above claims from NHAI as per the terms of concession agreement, the management has assessed that there is no impairment in the carrying value of investments made by the Company in the RPTPL and consequently no provision/adjustment to the carrying value of Investments and subordinate debts, loans and advances and trade and other receivables as at March 31, 2025 is considered necessary.

The statutory auditors of the Company have expressed qualified opinion on the standalone financial statements in respect of above as regards recoverable value of Company's investment (including subordinate debt) and loans, trade & other receivable given to RPTPL for the year ended March 31, 2025.

- 44 The Company has investments of INR 107.68 million and subordinate debts of INR 2,893.42 million and other receivable of INR 47.80 million as at March 31, 2025 in one of its subsidiary namely Rohtak Hissar Tollway Private Limited (RHTPL) which is engaged in construction, operation and maintenance of infrastructure projects under concession agreement with National Highways Authorities of India. The net worth of this subsidiary company has fully eroded.

From December 25, 2020, the toll collection was forcefully suspended due to agitation and protest held by farmers and other unions against agri-marketing laws. Accordingly, the Company was not able to collect toll user fees from December 25, 2020. The Company had sent various communications to authorities for such forceful suspension of toll including revenue loss claim. Accordingly, the company had issued notice of termination of Concession Agreement to NHAI on July 27, 2021 under Force Majeure Event of Concession Agreement. The Termination Payment and other payments due from NHAI were pending for the long time. The company had attempted conciliation of the issues of the Project for amicable settlement. Due to non-progress of the same, the Company vide letter dated 27.03.2023 had notified the Conciliation Committee and NHAI regarding the failure of the Conciliation Proceedings. The said matters were referred to Arbitration by the Company. The Company has lodged a total claim amounting to INR 19,287.10 Million relating to termination payment, Force Majeure Costs due to Force Majeure event of farmer's Agitation, COVID-19, & Demonetization, and NPV of extension entitled due to Force Majeure event of Farmers agitation and Covid19. The NHAI had lodged its Counter Claims amounting to INR 3665.80 Million. The Company had submitted its reply on such counter claims. The Arbitral proceedings for the same are currently going on. The current stage of arbitral proceeding is of Arguments which are ongoing.

Considering the management assessment of probability and tenability of receiving above claims from NHAI as per the terms of concession agreement and communications from NHAI for conciliation, the management has assessed that there is no impairment in the carrying value of investments made by the Company in the RHTPL and consequently no provision/adjustment to the carrying value of Investments and subordinate debts and loans and advances as at March 31, 2025 is considered necessary.

RHTPL has received intimation letter dated April 08, 2024 from National Asset Reconstruction Company Limited (NARCL) intimating that the deed of assignment dated March 22, 2024 under the provisions of Section 5 of the SARFASI Act, the consortium of lenders have assigned/ transferred the outstanding debt /financial assets alongwith underline securities interest, pledged of shares, guarantees, receivables etc charge for such financial assistance granted to RHTPL in favour of NARCL and NARCL acting in its capacity as trustee of NARCL Trust.

The statutory auditors of the Company have expressed qualified opinion on the standalone financial statements in respect of above as regards recoverable value of Company's investment (including subordinate debt) given to and loans & other receivables from RHTPL.

- 45 The Company has investments of INR 10.00 million and subordinate debts of INR 915.60 million and other receivables of INR 272.43 million as at March 31, 2025 in one of its subsidiary namely Sadbhav Rudrapur Highway Limited (SRHL or concessionaire) which is engaged in construction, operation and maintenance of infrastructure project under concession agreement with National Highways Authorities of India (NHAI). There is delay in approval of Estimates for Shifting of Utilities, delay in approval of the GAD of ROB from Railway Department and non-availability of land for Construction of ROB, delay in approval of Change of Scope Works, delay due to Force Majeure Event of COVID-19, etc.

In this regards subsequent to discussions and deliberation with Authority, the Company has also invoked through Conciliation Committees of Independent Experts (CCIEs) to resolve the said issues. After the recommendation of CCIE committed and deliberate discussion with the SRHL, the NHAI has descope the balance EPC work and consider the completion of project with descoping. In view of the pending final approval from NHAI and the uncertainty surrounding the successful execution of the proposed harmonious substitution, including fulfilment of the stipulated conditions precedent, no adjustments have been made to the carrying value of the Company's investments (including subordinate debts and receivables) in SRHL in these standalone financial statements for the year ended March 31, 2025.

The Statutory Auditor of Company have expressed qualified opinion on standalone financial statements in respect of above regards the recoverable value of Company's investments (including subordinate debts and loans), trade and other receivable, given to SRHL for the year ended March 31, 2025.

In order to resolve the Project related issue, the Concessionaire proposed to harmoniously substitute the Concessionaire with a new SPV to be incorporated by M/s RKCIPL-ARCPL (JV) in the interest of Project. During the year ended March 31, 2024, the NHAI vide its letter dated January 16, 2024, conveyed its "InPrinciple" approval for substitution of SRHL with a new special purpose vehicle to be incorporated by the Nominated Company subject to certain conditions through harmonious substitution and subject to final approval from the Authority ("Authority InPrinciple Approval"). The Authority has issued an in-principal approval for such Harmonious Substitution with the terms and conditions stated therein.

The Company has received advance of INR 20 Million from the prospective buyer against the said project. However the final approval of NHAI is pending, Hence the said amount is included under "Other current financial liabilities" in standalone financial statements for the year ended March 31, 2025.

Sadbhav Infrastructure Project Limited
Notes to Standalone Financial Statements for the year ended March 31, 2025

46 In one of the subsidiary namely, Sadbhav Bangalore Highway Private Limited (SBGHPL), the lenders of the subsidiary Company, State Bank of India (SBI) and Bank of India (BOI) have filed a Case No.: OA/422/2023 before the Hon'ble Debts Recovery Tribunal, Ahmedabad (DRT) against the Company and others for recovery of INR 1,112.55 Million being balance outstanding amount as defined in the Definitive Agreement dated 13.02.2023 under the provisions of the Debt Recovery Tribunal (Procedure) Rules, 1993. The Company and others have filed its written submission for challenging the petition filed before Hon'ble DRT. The said matter is sub-judice before the Hon'ble DRT. The management believes that the claim is not tenable and consequently no provision is required in respect thereof.

47 The Company and Adani Road Transport Limited (ARTL) have executed Share Purchase Agreement (SPA) on August 16, 2021 (amended and restated on January 27, 2022), for sale of its equity shares of Maharashtra Border Check Post Network Limited (MBCPNL) a wholly owned subsidiary of the Company, out of which 49% shares have been acquired by ARTL during the year ended on March 31, 2022. The Remaining stake yet to be transferred to ARTL subject to fulfillment of Condition Precedent and on Receipt of Balance consideration.

48 The Company has incurred substantial losses over period, and there is significant reduction in the income from operations. These factors raise concern about Company's ability to continue as going concern. The management represents that the Company holds investments in 2 Toll Road and 2 HAM assets. The liquidity position of the Company is improving on account of conclusion of stake sale/harmonious substitution of the Subsidiaries till the period ended March 31, 2025. Up to the date of approval of these financial statements, the Company has met all its obligations of payment of dues to the lender. Further on the basis of cashflow projections considering monetisation of assets, realisation of claims and cost control measures, the Company will be able to repay or settle its liabilities as and when they fall due. In view of this, in the opinion of the management the going concern assumption adopted in preparation of these standalone financial statements is appropriate.

49 Some of the vendors have initiated legal proceeding against the Company for recovery of their dues. The Management contends that in these cases the amount payable in respect of goods and service availed from such vendors is adequately provided in the books of accounts. However the vendors have claimed additional amount on account of interest etc. which is contested by the Company and according to the management such claims are not tenable and does not require provision in books of accounts. Having regard to this the management believes that carrying amount of trade payables is fairly valued.

50 Ratios

Sr No	Ratio	As at 31-Mar-2025	As at 31-Mar-2024	Deviation	Numerator	Denominator	Reason for Deviation if > 25%
1	Current Ratio	0.24	0.39	-37.38%	Current Assets	Current Liabilities	Decrease in current assets and increase in current liability results into decrease in ratio.
2	Debt – Equity Ratio	0.98	0.81	21.10%	Total Debt	Shareholder's Equity	-
3	Debt Service Coverage Ratio	(0.02)	(0.01)	94.65%	Earnings available for debt service	Debt Service (Interest+Principal repayments)	During the current year loss available for debt service is increased as compared to previous year.
4	Return on Equity	(0.21)	(0.57)	-63.25%	Net Profits after taxes – Preference Dividend (if any)	Average Shareholder's Equity	Due to decrease in loss in current year.
5	Inventory Turnover Ratio	N.A	N.A	N.A	Cost of goods sold OR sales	Average Inventory	The Company engaged in Construction activities. Hence, these Ratios are not relevant to the Company.
6	Trade receivables turnover ratio	-	0.30	-100.00%	Net Credit Sales	Avg. Accounts Receivable	During the current year the Company has not undertaken any operational activities and having no revenue from operations hence this ratio is not calculated.
7	Trade payables turnover ratio	0.10	0.30	-65.90%	Operating Expenses	Average Trade Payables	Due to decrease in Expenses in current year.
8	Net capital turnover ratio	-	(0.10)	-100.00%	Net Sales	Working Capital	During the current year the Company has not undertaken any operational activities and having no revenue from operations hence this ratio is not calculated.
9	Net profit ratio	-	(2498.28%)	-100.00%	Net Profit	Net Sales	During the current year the Company has not undertaken any operational activities and having no revenue from operations hence this ratio is not calculated.
10	Return on capital employed	-(6.89%)	-(35.36%)	-80.52%	Earning before interest and taxes	Tangible networth+Total debt+Deferred tax liabilities	Due to decrease in loss before interest and taxes in current year as compared to previous year.
11	Return on investment	N.A	N.A	N.A	$\frac{MV(T1) - MV(T0) - \text{Sum } C(t)}{\text{Sum } C(t)}$	$\frac{MV(T0) + \text{Sum } W(t) * C(t)}{W(t) * C(t)}$	-

51 The Company uses an accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the accounting software. However, the audit trail feature is not available for certain direct changes to database. Further no instance of audit trail feature being tampered with was noted in respect of the accounting software. Additionally, the audit trail has been preserved by the Company as per the statutory requirements for record retention except above.

52 Other Regulatory requirements

- (i) The Company does not hold any benami property as defined under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and the rules made thereunder. No proceeding has been initiated or pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and the rules made thereunder.
- (ii) The Company is not having any outstanding Term loan from Banks, hence the Company is not required to provide QIS to Banks on quarterly basis.
- (iii) As on March 31, 2025 there is no unutilised amounts in respect of any issue of securities and long term borrowings from banks and financial institutions. The borrowed funds have been utilised for the specific purpose for which the funds were raised.
- (iv) The Company does not have any transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (Such as, search or survey or any other relevant provisions of the Income Tax Act, 1961).
- (v) The Company has not traded or invested in crypto currency or virtual currency during the financial year.
- (vi) The Company does not have any charges or satisfaction, which is yet to be registered with ROC beyond the statutory period.
- (vii) The Company has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:
- (a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (Ultimate Beneficiaries) or
- (b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries
- (viii) The Company has no transaction and or outstanding balance as at March 31, 2025 with the companies struck off under Companies Act, 2013.
- (ix) The Company is in compliance with the number of layers prescribed under clause (87) of section 2 of the Companies Act read with the Companies (Restriction on number of Layers) Rules, 2017.
- (x) The Company is not declared as wilful defaulter by any Bank or Financial Institution or Other lenders.
- (xi) The Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall
- (i) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or
- (ii) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries
- 53** The Nomination and Remuneration Committee of the Board of Directors of the Company at its meeting held on 12th August, 2024 approved Employee Stock Options to the eligible employees of the Company and its Subsidiary Companies and Holding Company under Sadbhav Infrastructure Project Limited Employee Stock Option Plan-2024. The said scheme was subsequently approved by the shareholders at the Annual General Meeting held on September 30, 2024. However, as at March 31, 2025, no stock options have been granted under the said Plan.

As per our report of even date

For S G D G & ASSOCIATES LLP
Chartered Accountants
ICAI Firm Registration No.: W100188

Mittali Dakwala
Partner
Membership No. 143236

Date: May 27, 2025
Place: Ahmedabad

For and on behalf of Board of Directors of
Sadbhav Infrastructure Project Limited

Shashin Patel
Executive Chairman
DIN : 00048324

Date: May 27, 2025
Place: Ahmedabad

Jatin Thakkar
Executive Director & Chief Financial Officer
DIN : 09312406

INDEPENDENT AUDITOR'S REPORT

To the Members of Sadbhav Infrastructure Project Limited

Report on the Audit of the Consolidated Financial Statements

Qualified Opinion

We have audited the accompanying Consolidated Financial Statements of Sadbhav Infrastructure Project Limited (hereinafter referred to as "the Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group"), comprising of the Consolidated Balance Sheet as at March 31, 2025, the Consolidated Statement of Profit and Loss including other comprehensive income, the Consolidated Statement of Cash Flows, the Consolidated Statement of Changes in Equity for the year then ended, and notes to the Consolidated Financial Statements, including a summary of material accounting policies and other explanatory information (hereinafter referred to as "the Consolidated Financial Statements").

In our opinion and to the best of our information and according to the explanations given to us and based on the consideration of reports of other auditors on separate Financial Statements and on the other financial information of the subsidiaries, except for the matters described in the "Basis for Qualified Opinion" section of our report, the aforesaid Consolidated Financial Statements give the information required by the Companies Act, 2013 ("the Act"), in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the Consolidated state of affairs of the Group, as at March 31, 2025, their Consolidated loss including other comprehensive income and their Consolidated Cash Flows and Consolidated Statement of changes in equity for the year ended on that date.

Basis for Qualified Opinion

1. As detailed in Note 48 & Note 49 to the accompanying Consolidated Financial Statements, with respect to Rohtak Panipat Tollway Private Limited (RPTPL) and Rohtak Hisar Tollway Private Limited (RHTPL), subsidiaries of the Group in which interest on rupee term loan from banks and financial institutions, unsecured loans from group companies as well as interest on deferred premium obligation have not been accounted considering the fact that both subsidiaries have issued termination notices and lenders of both subsidiaries have classified all the secured borrowings as non-performing assets. This has resulted in the understatement of finance cost and the related interest liability and corresponding understatement of losses, amount of which is unascertained.

The auditors of RPTPL and RHTPL have expressed qualified opinion on the financial statements of RPTPL and RHTPL for the year ended March 31, 2025 & March 31, 2024 vide their Auditor's Report dated May 23, 2025 & May 14, 2024 respectively.

2. As detailed in Note 52 (ix) to the accompanying Consolidated Financial Statements, with respect to Sadbhav Udaipur Highway Limited (SUDHL or concessionaire), subsidiary of the Group for harmonious substitution of SUDHL as a concessionaire of the project. As mentioned in the said note, no adjustment to the carrying value of assets and liabilities have been made in the financial statements and financial statements of SUDHL are prepared on

going concern basis. Owing to the uncertainty of outcome of harmonious substitution proceedings and lack of other alternate audit evidences, the auditors of SUDHL is unable to comment about adjustment that may be required to the carrying value of assets and liabilities and their consequential impact on the financial position of the subsidiary Company as at March 31, 2025.

The auditors of SUDHL have expressed qualified opinion on the Financial Statements of SUDHL for the year ended March 31, 2025 & March 31, 2024 vide their report dated May 23, 2025 & May 20, 2024 respectively.

3. As detailed in Note 54 to the accompanying Consolidated Financial Statements, with respect to Sadbhav Jodhpur Ring Road Private Limited (SJRRPL), subsidiary of the group in which Goods and Service Tax credit receivables are carried in the Balance sheet as at March 31, 2025 at INR 152.12 Million & March 31, 2024 at INR 153.53 Million under Other Current assets. However, during financial year 2024-2025 & 2023-2024, the SJRRPL does not have any business activity, nor are we informed about the management plan for taking up other business activity.

Hence we are unable to comment about the utilization/realization of such tax credits in foreseeable future.

We have expressed qualified opinion on the financial statements of SJRRPL for the year ended March 31, 2025 & March 31, 2024 vide our report dated May 23, 2025 & May 19, 2024 respectively.

4. As detailed in Note 55 (b) to the accompanying Consolidated Financial Statements, with respect to Sadbhav Bangalore Highway Private Limited (SBGHPL), subsidiary of the group in which Goods and Service Tax credit receivables are carried in the Balance sheet as at March 31, 2025 at INR 420.65 Million & March 31, 2024 at INR 420.68 Million under the Other Current assets. However, during financial year 2024-2025 & 2023-2024, the SBGHPL does not have any business activity, nor are we informed about the management plan for taking up other business activity.

The auditors of SBGHPL have expressed qualified opinion on the financial statements of SBGHPL for the year ended March 31, 2025 & March 31, 2024 vide their Auditor's Report dated May 23, 2025 & May 19, 2024 respectively mentioning that they are unable to comment about the utilization/realization of such tax credits in foreseeable future.

5. As detailed in Note 57 to the accompanying Consolidated Financial Statements, with respect to Sadbhav Vidarbha Highway Limited (SVHL), subsidiary of the group in which Goods and Service Tax credit receivables are carried in the Balance sheet as at March 31, 2025 at INR 504.71 Million & March 31, 2024 at INR 504.83 Million under the Other Current assets. However, during financial year 2024-2025 & 2023-2024, the SVHL does not have any business activity, nor are we informed about the management plan for taking up other business activity.

The auditors of SVHL have expressed qualified opinion on the financial statements of SBGHPL for the year ended March 31, 2025 & March 31, 2024 vide their Auditor's Report dated May 23, 2025 & May 19, 2024 respectively mentioning that they are unable to comment about the utilization/realization of such tax credits in foreseeable future.

6. As detailed in Note 56 to the accompanying Consolidated Financial Statements, with respect to Sadbhav Nainital Highway Limited (SNHL), subsidiary of the group in which Goods and Service Tax credit receivables are carried in the Balance sheet as at March 31, 2025 at INR 118.57 Million and March 31, 2024 at INR 118.31 Million under the Other Current assets. However, during financial year 2024-2025 & 2023-2024, SNHL does not have any business activity, nor are we informed about the management plan for taking up other business activity.

The auditors of SNHL have expressed qualified opinion on the financial statements of SNHL for the year ended March 31, 2025 & March 31, 2024 vide their Auditor's Report dated May 23, 2025 & May 14, 2024 mentioning that they are unable to comment about the utilization/realization of such tax credits in foreseeable future.

7. As detailed in Note 58 to the accompanying Consolidated Financial Statements, with respect to Sadbhav KIM Expressway Limited (SKEPL), subsidiary of the group in which Goods and Service Tax credit receivables are carried in the Balance sheet as at March 31, 2025 at INR 408.96 Million and March 31, 2024 at INR 415.96 Million under the Other Current assets. However, during financial year 2024-2025 & & 2023-2024, the SKEPL does not have any business activity, nor are we informed about the management plan for taking up other business activity.

The auditors of SKEPL have expressed qualified opinion on the financial statements of SKEPL for the year ended March 31, 2025 and March 31, 2024 vide their Auditor's Report dated May 23, 2025 & May 20, 2024 mentioning that they are unable to comment about the utilization/realization of such tax credits in foreseeable future.

We conducted our audit of the Consolidated Financial Statements in accordance with the Standards on Auditing (SAs) specified under Section 143(10) of the Companies Act, 2013 (the Act). Our responsibilities under those Standards are further described in the "Auditor's Responsibilities for the Audit of the Consolidated Financial Statements" section of our report. We are independent of the group in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("ICAI") together with the ethical requirements that are relevant to our audit of the Consolidated Financial Statements under the provisions of the Act and the Rules 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 obtained by us is sufficient and appropriate to provide a basis for our qualified audit opinion on the Consolidated Financial Statements.

Material uncertainty related to going concern

We draw attention to Note no. 67 to the accompanying Consolidated Financial Statements, which indicates that, Group's accumulated losses exceeds paid-up capital and reserves by INR 5,454.06 Million and, as of that date the current liabilities of the Group exceeded the current assets by INR 9,516.95 Million and the Group finds difficulty in meeting obligations of payment to lenders, suppliers and statutory dues. Further, Group is in the process of divestment of its investment in subsidiary companies and subsidiary companies finds difficulty in meeting obligation of lenders and accounts of some of the subsidiary companies have been classified as Non-Performing Assets. These events or conditions along with other matters as set forth in the said note indicate that a material

uncertainty exists that may cast significant doubt on the Group's ability to continue as a going concern. Management's evaluation of the events and conditions and management's plans regarding these matters are also described in the said note.

Emphasis of Matters

We draw attention to:

- a) Note No. 48 & 49 to the accompanying Consolidated Financial Statements with respect to preparation of financial statements of Rohtak Panipat Tollway Private Limited (RPTPL) and Rohtak Hissar Tollway Private Limited (RHTPL), subsidiaries of the group, on non-going concern basis on account of issue of termination notice by RPTPL and RHTPL to National Highway Authority of India (NHAI) and consequently following adjustments to carrying value of assets and liabilities considering non going concern basis have been made:
 - transfer of carrying value of intangible assets to claims receivable from NHAI
 - de recognition of major maintenance obligation and premium obligation under concession agreement.
- b) Note 60 to the accompanying Consolidated Financial Statements in respect of accounting of Intangible Asset/ Intangible Assets under Development of INR 2,228.84 million under the Service Concession Arrangement of one of the subsidiaries of the group namely Maharashtra Border Check Post Network Limited (MBCPNL) based upon recommendation made by the project lenders' engineer and technical experts appointed by project authorities. Pending final approval by the Government of Maharashtra, no adjustments are considered necessary in these Consolidated Financial Statements.
- c) Note No. 52 (iii) to the accompanying Consolidated Financial Statements in respect of Sadbhav Nainital Highway Limited (Concessionaire or SNHL), subsidiary of the Group in which the SNHL has entered into endorsement agreement as at July 14, 2023 for substitution of the SNHL with the new SPV to be nominated by new concessionaire and also executed definitive agreement dated August 01, 2023 with the approval of NHAI for harmonious substitution of the SNHL in favour of new concessionaire for implementation of the project. In terms of these agreements the project and project assets as defined in the Concession Agreement along with the relevant rights and obligations of the SNHL are transferred to the new concessionaire for substitution of the subsidiary Company in consideration of INR 900 million.

Based on the same; the financial statements of the SNHL are prepared on non-going concern.
- d) Note No. 53 to the accompanying Consolidated Financial Statements in respect of Sadbhav Rudrapur Highway Limited (Concessionaire or SRHL), subsidiary of the Group in which case NHAI has accepted the bids and appointed M/s KCC Buildcon (P) Ltd. – HRY Kundu Buildtech (P) Ltd. (JV) as an EPC Contractor for balance Engineering, Procurement, and Construction (EPC) works in December 2022. Although, there was no provision in the Concession Agreement to award such balance construction works to any other agency by NHAI directly.

In order to resolve the Project related issue, the Concessionaire proposed to harmoniously substitute the Concessionaire with a new SPV to be incorporated by M/s RKCIPL-ARCPL (JV) in the interest of Project.

The Authority has issued an in-principal approval for such Harmonious Substitution with the terms and conditions stated therein.

Subsequent to discussions and deliberation with Authority, the subsidiary Company has also invoked through Conciliation Committee of Independent Experts (CCIE) to resolve the said issues.

- e) Note No. 59 to the accompanying Consolidated Financial Statements in respect of Sadbhav Bangalore Highway Private Limited, subsidiary of the Group regarding application filed by State Bank of India & Bank of India against the Company for recovery of balance outstanding amount which has been challenged by the subsidiary Company on various grounds.
- f) We draw attention to Note 64 to the accompanying Consolidated Financial Statements, wherein it is stated that balances in the accounts of parties pertaining to trade payables of the holding Company, along with other incidental balances, are currently under evaluation by the management. Subsequent adjustments, if any, may be necessary upon completion of this evaluation and reconciliation.
- g) We draw attention to Note No. 53 to the accompanying Consolidated Financial Statements, regarding transfer of concession by Sadbhav Rudrapur Highway Limited in favour of RKCIPL-ARCPL (JV) and receipt of advance received in consideration thereof disclosed under "Other Current Financial Liabilities" in the Consolidated Balance Sheet for the reasons stated in the said note.

Our opinion is not modified in respect of the above matters.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the Consolidated Financial Statements for the financial year ended March 31, 2025. These matters were addressed in the context of our audit of the Consolidated Financial Statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. For each matter below, our description of how our audit addressed the matter is provided in that context.

In addition to the matters described in the Basis for Qualified Opinion section and Material Uncertainty Related to Going Concern section of our report, we have determined the matters described below to be key audit matters to be communicated in our report. We have fulfilled the responsibilities described in the Auditor's responsibilities for the audit of the Consolidated Financial Statements section of our report, including in relation to these matters. Accordingly, our audit included the performance of procedures designed to respond to our assessment of the risks of material misstatement of the Consolidated Financial Statements. The results of our audit procedures performed by us

and by other auditors of components not audited by us, as reported by them in their audit report furnished to us by the management, including those procedures performed to address the matters below, provide the basis for our audit opinion on the accompanying Consolidated Financial Statements.

Key audit matters	How our audit addressed the key audit matter
Impairment of Amount Receivable under Service concession arrangement (as described in note 3.8 to the accompanying Consolidated Financial Statements)	
The Group operates toll asset which is constructed on Build Operate and Transfer (BOT) basis and Hybrid Annuity (HAM) assets. The carrying value of the amount Receivable under Service concession arrangement as at March 31, 2025 is INR 7,623.19 million. For the purpose of impairment testing, recoverable amount has been determined based on discounted future cash flows. Further, the recoverable amount is highly sensitive to changes in key assumptions used for forecasting the future cash flows including growth rate, discount rate, change in traffic and tolls and future operating and finance cost. Thus, the determination of the recoverable amount of the Carrying value involves significant judgement. Accordingly, the impairment assessment of asset operated under concession arrangement was determined to be a key audit matter in our audit of the Consolidated Financial Statements.	Our audit procedures included but were not limited to: • Obtained an understanding of the Group's valuation methodology applied in determining the recoverable amount of Carrying Value. • Obtained the financial model and understood the key assumptions around the cash flow forecasts like growth rate, change in traffic and toll and future operating and finance costs considering the current and estimated future economic conditions. • We assessed the inputs and assumptions around the key drivers of the cash flow forecasts against historical performance, economic and industry indicators. • Performed sensitivity analysis of key assumptions. • Tested the arithmetical accuracy of the model. • Assessed the adequacy of the disclosures made in the Consolidated Financial Statements.
Provision and Contingent Liabilities	
The Group is involved in various legal disputes in respect of tax matters and claims from various parties, the outcomes of which are uncertain and may result in significant liabilities. Assessing the risks related to these litigations involves complex assumptions and requires significant judgment, particularly in evaluating uncertainties around the likely	Our audit procedures to address this key audit matter included, but were not limited to the following: • Evaluated the processes and relevant controls established by the Company for identifying legal, tax litigations, and pending proceedings.

Key audit matters	How our audit addressed the key audit matter
outcome of the proceedings and the adequacy of related disclosures in the Consolidated Financial Statements. Given the level of judgment involved, the potential material impact of such litigations, and the complexity of the assessment process, this matter has been identified as a key audit matter. Refer Note No. 40 of the consolidated financial statements	- Assessed the assumptions used by the Company's legal and tax departments in evaluating potential legal and tax risks, considering legal precedents and rulings in similar matters. - Held inquiries with the Company's legal and tax departments on the status of significant disputes and inspected supporting documentation. - Reviewed the adequacy and appropriateness of disclosures relating to these matters in the notes to the Consolidated Financial Statements. - Considered the requirements of Ind AS 37 to assess whether provisions or contingent liabilities were correctly recognized or disclosed. Reviewed the adequacy and appropriateness of disclosures relating to these matters in the notes to the Standalone Financial Statements.
Receivable from authorities toward various claims (as described in note 13 to the accompanying Consolidated Financial Statements)	
As at March 31, 2025, the Group has recognised INR 23,066.54 million of receivables from authorities towards various claims. The receivables comprise of receivables towards arbitration claim, toll suspension, Termination Payment, Operation & Maintenance claims and toll exemption claim. The assessment of the recoverability of receivables requires significant judgment and hence, this is considered as a key audit matter.	Our audit procedures included but were not limited to: - Inquired status of receivable with the management and understood the management rational of recoverability of such receivable. - Obtained and assessed supporting documents / correspondences with authorities related to such receivable. - Assessed the disclosures made by the Group in relation to this matter. - Assessed the reasonability of judgements exercised and estimates made by management with respect to the amount receivable from authorities and validated them with corroborating evidence.

Information Other than the Consolidated Financial Statements and Auditor's Report thereon

The Holding Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Board's Report including Annexures to Board's Report but does not include the Consolidated Financial Statements and our auditor's report thereon. The other information is expected to be made available to us after the date of this auditor's report.

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

In connection with our audit of the Consolidated Financial Statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Consolidated Financial Statements, or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

When we read the other information report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance to initiate actions applicable in the applicable laws and regulations.

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

The Holding Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation and presentation of these Consolidated Financial Statements that give a true and fair view of the Consolidated financial position, Consolidated financial performance including other comprehensive income, Consolidated cash flows and Consolidated changes in equity of the Group in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015, as amended. The respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group 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 the 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 Consolidated Financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the Consolidated Financial Statements by the Directors of the Holding Company, as aforesaid.

In preparing the Consolidated Financial Statements, the respective Board of Directors of the companies included in the Group are responsible for assessing the ability of the Group to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group are also responsible for overseeing the financial reporting process of the Group.

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

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

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

- Identify and assess the risks of material misstatement of the Consolidated Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Holding have adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Consolidated Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Consolidated Financial Statements, including the disclosures, and whether the Consolidated Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.

- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group of which we are the independent auditors and whose financial information we have audited, to express an opinion on the Consolidated Financial Statements. We are responsible for the direction, supervision and performance of the audit of the financial statements of such entities included in the Consolidated Financial Statements of which we are the independent auditors. For the other entities included in the Consolidated Financial Statements, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

We communicate with those charged with governance of the Holding Company and such other entities included in the Consolidated Financial Statements of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the Consolidated Financial Statements for the financial year ended March 31, 2025 and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Other Matter

We did not audit the financial statements and other financial information in respect of 12 subsidiary companies, whose financial statements reflect total assets (before consolidation adjustments) of INR. 46,849.29 Million as at March 31, 2025, total revenues (before consolidation adjustments) of INR. 4,613.25 Million, total net profit after tax (before consolidation adjustments) INR. 429.31 Million, total comprehensive income of (before consolidation adjustments) INR. 428.15 Million for the year ended on that date respectively and net cash inflows (before consolidation adjustments) for year ended March 31, 2025 of INR. 62.36 Million.

These financial statements and other financial information have been audited by other auditors, of which financial statements, other financial information and auditors reports have been furnished to us by the management.

Our opinion on the Consolidated Financial Statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries and our report in terms of sub-sections (3) of Section 143 of the Act, in so far as it relates to the aforesaid subsidiaries is based solely on the reports of such auditors.

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

Report on Other Legal and Regulatory Requirements

1. As required by section 143 (3) of the Act, based on our audit and on the consideration of reports of the other auditors on separate financial statements and the other financial information of subsidiaries, as noted in the 'other matter' paragraph we report, to the extent applicable, that:

(a) We / the other auditors whose reports, we have relied upon, have sought and except for the matter described in the Basis for Qualified Opinion paragraph obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit of the aforesaid Consolidated Financial Statements

(b) Except for the matters described in the Basis for Qualified Opinion paragraph above and paragraph (vi) below on reporting under Rule 11 (g), in our opinion proper books of account as required by law relating to preparation of the Consolidated Financial Statements have been kept so far as it appears from our examination of those books and reports of the other auditors;

(c) The Consolidated Balance Sheet, Consolidated Statement of Profit and Loss including the Statement of Other Comprehensive Income, the Consolidated Cash Flow Statement and Consolidated Statement of Changes in Equity dealt with by this Report are in agreement with the books of account mentioned for the purpose of preparation of the Consolidated Financial Statements;

(d) Except for the matter described in the Basis for Qualified Opinion paragraph above, in our opinion, the aforesaid Consolidated Financial Statements comply with the Accounting Standards specified under section 133 of the Act read with Companies (Indian Accounting Standard) Rules, 2015, as amended;

In our opinion, the matters described in the Basis for Qualified Opinion paragraph above and the going concern matter described in Material Uncertainty Related to Going Concern paragraph above, may have an adverse effect on the functioning of the Group;

(e) On the basis of written representations received from the directors of the Holding Company as at March 31, 2025 taken on record by the Board of Directors of the Holding Company and the reports of the statutory auditors who are appointed under Section 139 of the Act, of its subsidiary companies incorporated in India, none of the directors of the Group's companies incorporated in India is disqualified as at March 31, 2025 from being appointed as a director in terms of Section 164 (2) of the Act;

(f) With respect to the adequacy and the operating effectiveness of the internal financial controls with reference to Consolidated Financial Statements of the Holding Company and its subsidiary companies incorporated in India, refer to our separate report in "Annexure 1" to this report. Our report expresses a Qualified opinion on operating effectiveness of

the Group's internal financial controls with reference to Consolidated Financial Statements.

- (g) In our opinion and based on the consideration of reports of other statutory auditors of the subsidiaries, the managerial remuneration for the year ended March 31, 2025 has been paid / provided by the Holding Company and its subsidiaries to their directors in accordance with the provisions of section 197 read with Schedule V to the Act;
- (h) The qualification related to maintenance of accounts and other matters connected therewith with respect to the Consolidated Financial Statements as stated in paragraph "Basis of Qualified Opinion" section, reporting under section 143(3)(b) of the Act and paragraph (vi) below on reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 (as amended);
- (i) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us and based on the consideration of the report of the other auditors on separate financial statements as also the other financial information of the subsidiaries as noted in the 'Other matter' paragraph:
- i. The Consolidated Financial Statements disclose the impact of pending litigations on its Consolidated financial position of the Group – Refer Note 40 to the Consolidated Financial Statements.
 - ii. The Group did not have any material foreseeable losses in long-term contracts including derivative contracts during the year ended March 31, 2025; and
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Holding Company and its subsidiaries incorporated in India during the year ended March 31, 2025.
 - iv. a) The respective management of the Holding Company, its subsidiaries and respective auditors of such subsidiaries which are incorporated in India, whose financial statements are audited under the Act have represented to us that to the best of their knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Holding Company, its subsidiaries to or in any other persons or entities, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall;
 - directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Holding Company and its subsidiaries "Ultimate Beneficiaries") or
 - provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries;
 - b) The respective management of the Holding Company, its subsidiaries incorporated in India, whose financial statements are audited under the Act, have represented to us and respective auditors of such subsidiaries have represented to us that to the best of their knowledge and belief, no funds have been received by the Holding Company, its

subsidiaries from any persons or entities, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Holding Company and its subsidiaries shall

- directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever or on behalf of the Funding Party ("Ultimate Beneficiaries") or
 - provide any guarantee, security or the like from or on behalf of the Ultimate Beneficiaries;
- c) Based on such audit procedures as considered reasonable and appropriate in the circumstances performed by us and that performed by the auditors of the subsidiaries which are incorporated in India, whose financial statements are audited under the Act, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.
- v. The Holding Company and its subsidiaries have not declared or paid any dividend during the year and have not proposed final dividend during the year.
- vi. The reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 is applicable from 1 April 2023.
- a.) As stated in Note 61 to the accompanying Consolidated Financial Statements based on our examination which included test checks and that performed by the respective auditors of subsidiary Companies of the Holding Company which are companies incorporated in India whose financial statements have been audited under the Act, the Holding Company and its subsidiary Companies has used accounting software for maintaining its books of account, which have a feature of recording audit trail (edit log) facility and the same has operated and enabled throughout the year for all relevant transactions recorded in the respective software except that the feature of recording audit trail (edit log) facility was not available at the database level to log any direct data changes to certain noneditable fields/tables of the accounting software other than in case of one of the subsidiary namely Maharashtra Border Check Post Network Limited wherein the audit trail feature is enabled at database level to log any direct data changes to certain noneditable fields / tables of the accounting software is enabled from March 18, 2025.

Further, during the course of our audit we and the respective auditors of the above referred subsidiaries did not come across any instance of audit trail feature being tampered with, post enablement of the audit trail facility".

Pursuant to the proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014, which came into effect from April 1, 2024, and in accordance with the requirements of Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014, we report that, based on our audit procedures and the information and explanations provided to us, and based on the respective auditors reports of subsidiaries the Group has duly maintained and preserved the audit trail, as per the applicable statutory requirements for record retention except for audit trail for database level where log any direct data changes is not available with the Holding Company and fourteen (14) subsidiaries. However in case of one of the subsidiary namely Maharashtra Border Check Post Network Limited wherein the audit trail feature was enabled at database level from March 18, 2025 and preserved by the subsidiary Company from that date.

b.) In case of one of the subsidiary Company namely Maharashtra Border Check Post Network Limited (MBCPNL); based on the examination of the auditors of MBCPNL and reported by them vide their audit report dated April 25, 2025 revenue application software named Maha BCP used by the subsidiary Company for maintaining its revenue records in respect of collection of service fees for the year ended March 31, 2025, has a feature of recording audit trail (edit log) facility. However the audit trail facility is enabled from May 13, 2024 for all the relevant transactions recorded in revenue recognition software. Accordingly the preservation of audit trail as per statutory requirements commences from May 13, 2024.

2. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, based on our audit and on the consideration of report of the other auditors on separate financial statements and the other financial information of the subsidiary companies, incorporated in India, as noted in the 'Other Matter' paragraph we give in the "Annexure 2" a statement on the matters specified in paragraph 3(xxi) of the Order.

Place: Ahmedabad

For **S G D G & ASSOCIATES LLP**
Chartered Accountants
ICAI Firm Registration Number: W100188

Date: May 27, 2025

Mittali Dakwala
Partner
Membership Number: 143236
UDIN: 25143236BMOZAP4997

Annexure 1 to the Independent Auditor's Report of even date on the Consolidated Financial Statements of Sadbhav Infrastructure Project Limited.

(Referred to in paragraph 1(f) under "Report on Other legal and Regulatory Requirements" section of our report the member of Sadbhav Infrastructure Project Limited of even date)

Report on the Internal Financial Controls with reference to Consolidated Financial Statements under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

In conjunction with our audit of the Consolidated Financial Statements of Sadbhav Infrastructure Project Limited ('the Holding Company') and its subsidiaries (the Holding Company and its subsidiaries together referred to as 'the Group') as at and for the year ended March 31, 2025, we have audited the internal financial controls with reference to Consolidated Financial Statements of the Holding Company and its subsidiary companies, which are companies covered under the Act, as at that date.

Responsibility of the Management and Those Charged with Governance for Internal Financial Controls

The respective Board of Directors of the Holding Company and its subsidiary companies, which are companies covered under the Act, are responsible for establishing and maintaining internal financial controls based on the internal financial controls with reference to Consolidated Financial Statements criteria established by the Holding Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the 'Guidance Note') issued by the Institute of Chartered Accountants of India (the '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 the it's business, including adherence to the respective 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 Act.

Auditor's Responsibility for the Audit of the Internal Financial Controls with Reference to Financial Statements

Our responsibility is to express an opinion on the Group's internal financial controls with reference to Consolidated Financial Statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by ICAI prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls with reference to the Consolidated Financial Statements and the Guidance Note issued by ICAI. 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 with reference to Consolidated Financial Statements was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls with reference to the Consolidated Financial Statements and their operating effectiveness. Our audit of internal financial controls with reference

to the Consolidated Financial Statements includes obtaining an understanding such internal financial controls, 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 auditor's judgement, including the assessment of the risks of material misstatement of the Consolidated Financial Statements, whether due to fraud or error.

We believe that the audit evidence we have obtained and the audit evidence obtained by the other auditors in terms of their reports referred to in the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our qualified audit opinion on the internal financial controls with reference to the Consolidated Financial Statements.

Meaning of Internal Financial Controls with Reference to Consolidated Financial Statements

A Company's internal financial control with reference to the Consolidated Financial Statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of Consolidate financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting with reference to these Consolidated Financial Statements includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the Company's assets that could have a material effect on the Consolidated Financial Statements.

Inherent Limitations of Internal Financial Controls with Reference to these Consolidated Financial Statements

Because of the inherent limitations of internal financial controls with reference to the Consolidated Financial Statements, 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 with reference to these Consolidated Financial Statements to future periods are subject to the risk that the internal financial controls with reference to the Consolidated Financial Statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Qualified Opinion

According to the information and explanations given to us and based on our audit, the following material weaknesses has been identified in the operating effectiveness of the

Group's internal financial controls with reference to Consolidated Financial Statements as at March 31, 2025:

- The Group's internal financial control system towards estimating the carrying value of assets and liabilities of subsidiary companies as explained in Note 48, 49, 52 (ix), 54, 55(b), 56, 57 and 58 to the accompanying Consolidated Financial Statements were not operating effectively which could potentially lead to non adjustments, if any, that may be required to the carrying values of assets and liabilities of subsidiary Companies and its consequential impact on financial performance and financial position in the Consolidated Financial Statements.
- The Holding Company internal process and based on the reports of other auditors of the subsidiary Companies there exists material weaknesses in operating effectiveness over system processing invoices and obtaining balance confirmation from vendors and processing of journal entries into accounting software due to absence of maker checker mechanism which could result into possible adjustments of transactions / balances.

A 'material weakness' is a deficiency, or a combination of deficiencies, in internal financial control with reference to the financial statements of the Holding Company, such that there is a reasonable possibility that a material misstatement of the Holding company's annual or interim financial statements of the holding company will not be prevented or detected on a timely basis.

In our opinion and based on the consideration of the report of other auditors on internal financial controls with reference to financial statements of subsidiary companies, the Holding Company and its subsidiary companies, which are companies covered under the Act, have in all material respects, adequate internal financial controls with reference to Consolidated Financial Statements as at March 31, 2025, based on the internal control over financial reporting criteria established by the group considering the essential components of internal control stated in the Guidance Note issued by ICAI, and, except for the effects/possible effects of material weakness described above on achievement of objective of control, the Group's internal financial controls with reference to these Consolidated Financial Statements were operating effectively as at March 31, 2025.

We have considered the material weaknesses identified and reported above in determining the nature, timing, and extent of audit tests applied in our audit of the Consolidated Financial Statements of the Group ; which are companies covered under the Act, as at and for the year ended March 31, 2025, and these material weaknesses have affected our opinion on the Consolidated Financial Statements of the Group and we have issued a qualified opinion on the Consolidated Financial Statements.

Other Matters

Our report under Section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls with reference to these Consolidated Financial Statements of the Holding Company, in so far as it relates to twelve subsidiary companies which are the companies incorporated in India, is based on the corresponding reports of the auditors of such subsidiary companies covered under the Act.

Our opinion is not modified in respect of this matter with respect to our reliance on the work done by and on the reports of the other auditors.

Place: Ahmedabad

For S G D G & ASSOCIATES LLP
Chartered Accountants
ICAI Firm Registration Number: W100188

Date: May 27, 2025

Mittali Dakwala
Partner
Membership Number: 143236
UDIN: 25143236BMOZAP4997

Annexure 2 to the Independent Auditor's Report

Annexure 2 referred to in paragraph 2 of our report of even date on Other Legal and Regulatory Requirements for the year ended March 31, 2025

Summary of comments and observations given by the respective auditors in the Companies (Auditors Report) Order of the respective holding and subsidiary companies is given hereunder:

In our opinion and according to the information and explanations given to us, following companies incorporated in India and included in the Consolidated Financial Statements, have adverse remarks given by the respective auditors in their reports under the Companies (Auditor's Report) Order, 2020 (CARO).

Sr No	Name	CIN	Holding / Subsidiary	Clause number of the CARO report which may have possible adverse impact
1	Sadbhav Infrastructure Project Limited	L45202GJ2007PLC049808	Holding	(iii), (vii), (ix) (d), (xvii), (xix)
2	Sadbhav Bangalore Highway Private Limited	U45202GJ2016PTC094257	Subsidiary	(vii)(a),(xvii), (xix)
3	Sadbhav Udaipur Highway Limited	U45309GJ2017PLC097508	Subsidiary	(vii)(a), (ix)(a), (xiv), (xvii),(xix)
4	Sadbhav Kim Expressway Private Limited	U42101GJ2018PTC101800	Subsidiary	(xiv), (xvii)
5	Sadbhav Vidarbha Highway Limited	U45500GJ2017PLC097040	Subsidiary	(vii)(a),(xvii),(xix)
6	Sadbhav Hybrid Annuity Projects Limited	U45500DL2018PLC335787	Subsidiary	(xiv),(xvii)
7	Sadbhav Jodhpur Ring Road Private Limited	U45309GJ2018PTC100367	Subsidiary	(vii)(a),(xvii),(xix)
8	Sadbhav Infra Solutions Private Limited	U45309GJ2018PTC101821	Subsidiary	(vii)(b), (xvii)
9	Ahmedabad Ring Road Infrastructure Limited	U45203GJ2006PLC048981	Subsidiary	(iii), (vii)(b)
10	Sadbhav Rudrapur Highway Limited	U45203GJ2016PLC091774	Subsidiary	(vii)(b),(xvii)
11	Rohtak-Hissar Tollway Private Limited	U45203GJ2013PTC074446	Subsidiary	(vii),(ix)(a),(xvii), (xix)
12	Rohtak-Panipat Tollway Private Limited	U45202GJ2010PTC059322	Subsidiary	(vii),(ix)(a), (xvii), (xix)

Sr No	Name	CIN	Holding / Subsidiary	Clause number of the CARO report which may have possible adverse impact
13	Sadbhav Nainital Highway Limited	U45309GJ2016PLC091777	Subsidiary	(vii)(b),(xvii), (xix)
14	Sadbhav Maintenance Infrastructure Private Limited	U45309GJ2018PTC101832	Subsidiary	(vii)
15	Maharashtra Border Check Post Network Limited	U45201GJ2009PLC056327	Subsidiary	(vii) (b)

Place: Ahmedabad

For S G D G & ASSOCIATES LLP
Chartered Accountants
ICAI Firm Registration Number: W100188

Date: May 27, 2025

Mittali Dakwala
Partner
Membership Number: 143236
UDIN: 25143236BMOZAP4997

Sadbhav Infrastructure Project Limited
CIN: L45202GJ2007PLC049808
Consolidated Balance Sheet as at March 31, 2025

Particulars	Note No.	As at March 31, 2025	As at March 31, 2024
		INR In Million	INR In Million
ASSETS			
1 Non-current assets			
(a) Property, plant and equipment	5	2.61	12.26
(b) Investment property	6	9.41	9.41
(c) Goodwill on consolidation	7	265.30	265.30
(d) Other Intangible assets	7	865.18	1,249.31
(e) Financial assets			
(i) Investments	8	409.73	409.55
(ii) Loans	11	1,320.39	1,190.61
(iii) Receivable under service concession arrangement	12	6,596.86	6,645.41
(iv) Other financial assets	13	1.72	1.48
(f) Other non-current assets	14	4.62	48.28
Total non-current assets (A)		9,475.82	9,831.61
2 Current assets			
(a) Financial assets			
(i) Trade receivables	9	451.23	382.28
(ii) Cash and cash equivalents	10	283.77	366.49
(iii) Bank Balances other than (ii) above	10	174.70	45.89
(iv) Loans	11	1,634.96	697.64
(v) Receivable under service concession arrangement	12	1,026.33	1,965.72
(vi) Other financial assets	13	23,504.59	25,399.96
(b) Other current assets	14	2,136.18	2,549.00
(c) Current tax assets (net)	15	96.94	112.32
Total Current assets (B)		29,308.70	31,519.30
Assets classified as held for sale (C)	47	13,615.54	13,838.14
Total Assets (A+B+C)		52,400.06	55,189.05
EQUITY AND LIABILITIES			
EQUITY			
Equity share capital	16	3,522.25	3,522.25
Other equity	17	(8,976.31)	(9,191.94)
Equity attributable to owners of the company		(5,454.06)	(5,669.69)
Non controlling interest		(218.18)	(624.89)
Total equity (A)		(5,672.24)	(6,294.58)
LIABILITIES			
1 Non-current liabilities			
(a) Financial liabilities			
(i) Borrowings	18	6,419.69	9,297.18
(ii) Other financial liabilities	21	-	1,353.48
(b) Provisions	23	7.72	8.36
(c) Deferred tax liabilities (net)	32	100.28	158.28
Total non-current liabilities (B)		6,527.69	10,817.30
2 Current liabilities			
(a) Financial liabilities			
(i) Borrowings	19	25,637.77	23,614.32
(ii) Trade payables			
- Total outstanding dues of micro enterprises and small enterprises	20	12.20	0.69
- Total outstanding dues of creditors other than micro enterprises and small enterprises		1,288.78	1,366.69
(iii) Other financial liabilities	21	10,944.95	10,497.35
(b) Other current liabilities	22	123.39	157.50
(c) Provisions	23	703.07	635.69
(d) Current tax liabilities (net)	24	115.49	266.37
Total current liabilities (C)		38,825.65	36,538.61
Liabilities relating to assets classified as held for sale (D)	47	12,718.96	14,127.72
Total Equity and Liabilities (A+B+C+D)		52,400.06	55,189.05

Summary of Material Accounting Policies

1-4

The accompanying notes are an integral part of these consolidated financial statements.

1 to 69

As per our report of even date

For S G D G & ASSOCIATES LLP

Chartered Accountants

ICAI Firm Registration No.:W100188

For and on behalf of Board of Directors of
Sadbhav Infrastructure Project Limited

Mittali Dakwala

Partner

Membership No. 143236

Shashin Patel

Chairman

DIN : 00048328

Jatin Thakkar

Director & Chief Financial Officer

DIN : 09312406

Date: May 27, 2025

Place: Ahmedabad

Date: May 27, 2025

Place: Ahmedabad

Sadbhav Infrastructure Project Limited
CIN: L45202GJ2007PLC049808
Consolidated Statement of Profit and Loss for year ended on March 31, 2025

Particulars	Note No.	Year ended March 31, 2025	Year ended March 31, 2024
		INR In Million	INR In Million
INCOME			
I Revenue from operations	25	7,039.55	7,788.89
II Other income	26	557.56	984.32
III Total Income (I+II)		7,597.11	8,773.21
IV EXPENSES			
a. Construction, Toll Plaza & Road Maintenance expense	27	1,711.62	3,535.89
b. Employee benefits expenses	28	294.35	309.98
c. Finance costs	29	3,353.86	4,287.54
d. Depreciation and amortisation expenses	30	1,176.29	1,013.81
e. Other expenses	31	698.56	617.22
Total expenses		7,234.68	9,764.44
V Profit/(Loss) before exceptional item and tax (III - IV)		362.43	(991.23)
VI Exceptional items	52	(464.65)	(4,590.47)
VII (Loss) before tax (V - VI)		(102.22)	(5,581.70)
VIII Tax expense:	32		
(a) Current tax		298.22	172.30
(b) Deferred tax		(58.00)	(421.50)
(c) Adjustment of tax relating to earlier years		0.12	-
Total tax expense (a+b+c)		240.34	(249.20)
IX (Loss) for the year (VII-VIII)		(342.56)	(5,332.50)
X Other Comprehensive Income			
Items that will not be reclassified to profit or loss in subsequent periods:			
Re-measurement gains/(losses) on defined benefit plans (net of tax) (refer note 37)		(1.27)	(4.98)
Total Other Comprehensive Income for the year (net of tax)		(1.27)	(4.98)
XI Total Comprehensive Income for the year (net of tax) (IX+X)		(343.83)	(5,337.48)
(Loss) for the year attributable to:			
Owners of the company		(749.83)	(5,431.18)
Non-controlling Interest		407.27	98.68
Other comprehensive Income attributable to:			
Owners of the company		(0.70)	(3.95)
Non-controlling Interest		(0.57)	(1.03)
Total Comprehensive Income for the year attributable to:			
Owners of the company		(750.53)	(5,435.13)
Non-controlling Interest		406.70	97.65
Earning / (Loss) per equity share [Face value of shares INR 10/- (March 31, 2024 - INR 10/-)]			
Basic & diluted (in INR)	36	(2.13)	(15.42)

Summary of Material Accounting Policies

1-4

The accompanying notes are an integral part of these consolidated financial statements.
As per our report of even date

1 to 69

For S G D G & ASSOCIATES LLP
Chartered Accountants
ICAI Firm Registration No.:W100188

For and on behalf of Board of Directors of
Sadbhav Infrastructure Project Limited

Mittali Dakwala
Partner
Membership No. 143236

Shashin Patel
Chairman
DIN : 00048328

Jatin Thakkar
Director & Chief Financial Officer
DIN : 09312406

Date: May 27, 2025
Place: Ahmedabad

Date: May 27, 2025
Place: Ahmedabad

Date: May 27, 2025
Place: Ahmedabad

Sadbhav Infrastructure Project Limited
CIN: L45202GJ2007PLC049808
Consolidated Statement of Changes in Equity for the year ended March 31, 2025

A Equity Share Capital

Equity shares of INR 10 each issued, subscribed and fully paid (Note 16)	Number of shares	INR in Million
As at April 1, 2023	35,22,25,216	3,522.25
Changes in the equity share capital during the year due to prior period errors	-	-
Restated Balance at the the beginning of the year	35,22,25,216	3,522.25
Changes in the equity share capital during the year	-	-
As at March 31, 2024	35,22,25,216	3,522.25
As at April 1, 2024	35,22,25,216	3,522.25
Changes in the equity share capital during the year due to prior period errors	-	-
Restated Balance at the the beginning of the year	35,22,25,216	3,522.25
Changes in the equity share capital during the year	-	-
As at March 31, 2025	35,22,25,216	3,522.25

B Other Equity

(INR in million)

Particulars	Equity component of compound financial instrument	Reserve & Surplus					Non Controlling Interest (Refer Note 17)	Total
		Securities premium (Note 17)	Capital reserve (Note 17)	General Reserve (Note 17)	Retained earnings (Note 17)	TOTAL		
As at April 1, 2023	532.22	9,039.27	75.80	1,154.67	(15,975.79)	(5,173.84)	(723.57)	(5,897.41)
Loss for the year	-	-	-	-	(5,332.50)	(5,332.50)	-	(5,332.50)
Other comprehensive income								
Remeasurement (losses) on defined benefit plans, net of tax	-	-	-	-	(4.98)	(4.98)	-	(4.98)
Total comprehensive income for the year	-	-	-	-	(5,337.48)	(5,337.48)	-	(5,337.48)
Adjustment on account of carve out asset	-	-	-	-	-	-	-	-
Effect of change in holding in subsidiary	-	-	-	-	392.95	392.95	-	392.95
Transfer of amount from non-controlling interest	-	-	-	-	(98.68)	(98.68)	98.68	-
Provision for Impairment of Investments	-	-	-	-	1,025.10	1,025.10	-	1,025.10
As at March 31, 2024	532.22	9,039.27	75.80	1,154.67	(19,993.90)	(9,191.94)	(624.89)	(9,816.83)
As at April 1, 2024	532.22	9,039.27	75.80	1,154.67	(19,993.90)	(9,191.94)	(624.89)	(9,816.83)
Loss for the year	-	-	-	-	(342.56)	(342.56)	-	(342.56)
Other comprehensive income								
Remeasurement gain on defined benefit plans, net of tax	-	-	-	-	(1.27)	(1.27)	(0.56)	(1.83)
Total comprehensive income for the year	-	-	-	-	(343.83)	(343.83)	(0.56)	(344.39)
Adjustment on account of carve out asset	-	-	-	-	-	-	-	-
Effect of change in holding in subsidiary	-	-	-	-	(33.28)	(33.28)	-	(33.28)
Provision for Impairment of Investments	-	-	-	-	1,000.00	1,000.00	-	1,000.00
Transfer of amount from non-controlling interest	-	-	-	-	(407.27)	(407.27)	407.27	-
As at March 31, 2025	532.22	9,039.27	75.80	1,154.67	(19,778.28)	(8,976.31)	(218.18)	(9,194.49)

The accompanying notes are an integral part of these consolidated financial statements.
As per our report of even date

1 to 69

For S G D G & ASSOCIATES LLP
Chartered Accountants
ICAI Firm Registration No.:W100188

For and on behalf of Board of Directors of
Sadbhav Infrastructure Project Limited

Mitali Dakwala
Partner
Membership No. 143236

Shashin Patel
Chairman
DIN : 00048328

Jatin Thakkar
Director & Chief Financial Officer
DIN : 09312406

Date: May 27, 2025
Place: Ahmedabad

Date: May 27, 2025
Place: Ahmedabad

Date: May 27, 2025
Place: Ahmedabad

Sadbhav Infrastructure Project Limited
CIN: L45202GJ2007PLC049808
Statement of Consolidated Cash Flow for the year ended March 31, 2025

Particulars	For the year ended March 31,2025	For the year ended March 31,2024
	INR In Million	INR In Million
(A) Cash flows from operating activities		
(Loss) before tax	(102.22)	(5,581.70)
Adjustments to reconcile profit before tax to net cash flows:		
Depreciation and amortisation expense	1,176.29	1,013.81
Provision of Periodic maintenance expenses	36.46	64.68
Exceptional item	464.65	4,590.48
Interest income	(51.14)	(36.59)
Finance Cost	3,200.15	4,222.05
Unwinding of discount of interest free loan given	(130.65)	(90.90)
Unwinding of discount of interest free loan taken	72.22	-
Notional Interest on Major Maintenance	81.49	65.49
Assets written off	7.40	-
Profit on sale of asset	-	(1.86)
Operating Profit before working capital changes	4,754.65	4,245.46
Movement in working capital:		
Decrease in trade receivables (including receivable under service concession)	918.99	10,581.16
Decrease / (Increase) in other financial assets	1,894.38	(1,561.78)
(Increase) in other assets	456.49	1,705.23
(Decrease) in trade payables	(66.41)	(910.44)
Increase/(Decrease) in other financial liabilities	(1,377.35)	157.99
(Decrease) in other liabilities	(34.11)	(1,315.22)
(Decrease) in provisions	(52.48)	(8.11)
Cash generated from operating activities	6,494.16	12,894.28
Direct taxes paid (net of refund received)	(433.84)	(240.03)
Net cash flows generated from operating activities	(A) 6,060.32	12,654.25
(B) Cash flows from Investing activities		
Sale/(Purchase) of PPE and other intangible assets (including Intangible asset under development)	-	(14.18)
Proceed from Sale of Units / Mutual fund	-	13.46
Investments in bank deposits	(128.99)	(391.31)
Loan received	0.87	-
Short term loan given to related party	(937.32)	(1,460.11)
Interest received	51.14	36.59
Assets/(liability) held for Sale	(1,976.08)	1,525.96
Net cash flows (used in) investing activities	(B) (2,990.38)	(289.59)
(C) Cash flows from Financing activities		
Proceeds/(Repayment) of borrowings	(854.04)	(7,893.39)
Finance cost paid	(2,298.62)	(4,566.87)
Net cash flows (used) in financing activities	(C) (3,152.66)	(12,460.26)
Net (decrease) in cash and cash equivalents	(A+B+C) (82.72)	(95.60)
Cash and cash equivalents at beginning of the year	366.49	462.09
Cash and cash equivalents at end of the year	283.77	366.49
Notes:		
1 Components of cash and cash equivalents:	As at March 31,2025 INR In Million	As at March 31,2024 INR In Million
Cash on hand	3.90	4.48
Balances with banks:		
- In current accounts	279.76	361.84
- In current accounts - unpaid share application refund money and unclaimed dividend	0.11	0.11
- Deposits with original maturity of less than 3 months	-	0.06
Cash and cash equivalents at end of the year	283.77	366.49
2 The Cash Flow Statement has been prepared under indirect method as per Indian Accounting Standard - 7 "Cash Flow Statement".		

3 Changes in liabilities arising from financing activities:

	April 01, 2024	Net Cash flow	Change in fair value	Others	March 31, 2025
Non-current borrowings	10,926.24	(854.04)	-	(3,652.52)	6,419.69
Current borrowings	21,985.27	-	-	3,652.52	25,637.77
Interest accrued	7,226.79	(956.07)	-	-	6,270.72
Total	40,138.30	(1,810.11)	-	-	38,328.18

	April 01, 2023	Net Cash flow	Change in fair value	Others	March 31, 2024
Non-current borrowings	18,286.05	(7,475.79)	65.06	50.92	10,926.24
Current borrowings	22,402.74	(417.60)	-	0.13	21,985.27
Interest accrued	7,149.83	(2,255.10)	-	2,332.08	7,226.79
Total	47,838.62	(10,148.49)	65.06	2,383.13	40,138.30

4 Figures in brackets represent cash outflows.

As per our report of even date

For S G D G & ASSOCIATES LLP
Chartered Accountants
ICAI Firm Registration No.:W100188

For and on behalf of Board of Directors of
Sadbhav Infrastructure Project Limited

Mittali Dakwala
Partner
Membership No. 143236

Shashin Patel
Chairman
DIN : 00048328

Jatin Thakkar
Director & Chief Financial Officer
DIN : 09312406

Date: May 27, 2025
Place: Ahmedabad

Date: May 27, 2025
Place: Ahmedabad

Sadbhav Infrastructure Project Limited
Notes to Consolidated Ind AS financial statements for the year ended March 31, 2025

1. Company information:

The Consolidated Ind AS Financial Statements comprise of financial statements of Sadbhav Infrastructure Project Limited ('the Company' or 'SIPL') and its subsidiaries (collectively, 'the Group') for the year ended March 31, 2025. The Company is a public limited company domiciled in India and is incorporated under the provisions of the Companies Act applicable in India. Its shares are listed on two recognized stock exchanges in India. The registered office of the Company is situated at "Sadbhav House", Opp. Law Garden Police Chowki, Ellis bridge, and Ahmedabad - 380006.

The Group undertakes road and related infrastructure development projects directly or indirectly through Special Purpose Vehicles (SPVs) as per the concession agreements on BOT or Hybrid Annuity basis. The Company is a subsidiary of Sadbhav Engineering Limited ("SEL"), a company listed on Indian stock exchanges and engaged in providing engineering, procurement and construction services ("EPC") in the road and other infrastructure projects.

The consolidated financial statements were approved for issue in accordance with a resolution of the Board of Directors on May 27, 2025.

2. Basis of preparation:

- 2.1** The Consolidated financial statements of the Group have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under section 133 of the Companies Act, 2013 read with the Companies (Indian Accounting Standards) Rules, 2015 as amended and presentation requirements of Division II of Schedule the Companies Act, 2013, (Ind AS compliant Schedule III), as applicable to consolidated financial statements.

The Consolidated financial statements have been prepared on accrual and historical cost basis, except for:

- Certain financial assets and liabilities measured at fair value (refer accounting policy regarding financial instruments):

The Consolidated financial statements are presented in Indian Rupee ('INR') which is also the Group's functional currency and all values are rounded to the nearest Million (INR 000,000), except when otherwise indicated.

2.2 Basis of Consolidation

The consolidated financial statements comprise the financial statements of the Company and its subsidiaries listed below as at March 31, 2025. Control is achieved when the Company is exposed to, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee. Specifically, the Group controls an investee if and only if the Group has;

- Power over the investee (i.e. existing rights that give it the current liability to direct the relevant activities of investee)
- Exposure, or rights to variable returns from its involvement with the investee; and
- The ability to use its power over the investee to affect its returns

Generally, there is a presumption that a majority of voting rights result in control. To support this presumption and when the Company has less than a majority of the voting or similar rights of an investee, the Group considers all relevant facts and circumstances in assessing whether it has power over an investee, including:

Sadbhav Infrastructure Project Limited
Notes to Consolidated Ind AS financial statements for the year ended March 31, 2025

- The Contractual arrangement with the other vote holders of the investee
- Rights arising from other contractual arrangements
- The Group's voting rights and potential voting rights
- The size of the Group's holding of voting rights relative to the size and dispersion of the holdings of the other voting rights holders.

The Group re-assess whether or not it controls an investee if facts and circumstances indicate that there are changes to one or more of the three elements of control. Consolidation of a subsidiary begins when the Group obtains control over the subsidiary and ceases when the Group loses control of the subsidiary. Assets, liabilities, income and expenses of a subsidiary acquired or disposed off during the year are included in the consolidated financial statements from the date the Group gains control until the date the Group ceases to control the subsidiary. As the financial assets and intangible assets recognized under service concession arrangement are acquired in exchange for infrastructure construction / upgrading services, gains / losses on intra group transactions are treated as realized and not eliminated on consolidation.

Consolidated financial statements are prepared using uniform accounting policies for like transactions and other events in similar circumstances.

The financial statements of each of the subsidiaries used for the purpose of consolidation are drawn up to same reporting date as that of the Company, i.e. year ended March 31.

Consolidation Procedure:

- i. Combine like items of assets, liabilities, equity, income, expenses and
- ii. cash flows of the parent with those of its subsidiaries. For this purpose, income and expenses of the subsidiary are based on the amounts of the assets and liabilities recognized in the consolidated financial statements at the acquisition date.
- iii. Offset (eliminate) the carrying amount of the parent's investment in each subsidiary and the parent's portion of equity of each subsidiary. Goodwill policy explains how to account for any related goodwill.
- iv. Eliminate in full intragroup assets and liabilities, equity, income, expenses and cash flows relating to transactions between entities of the Group. Profits or losses resulting from intragroup transactions that are recognized in assets, such as inventory and fixed assets, are eliminated in full, except as stated in point iv. Intragroup losses may indicate an impairment that requires recognition in the consolidated financial Statements. Ind AS 12 Income Taxes applies to temporary differences that arise from the elimination of profits and losses resulting from intragroup transactions.
- v. The Build, Operate & Transfer (BOT)/ Hybrid Annuity Model (HAM) / Design, Build, Finance, Operate & Transfer (DBFOT) contracts are governed by service concession agreements with government authorities (Grantor). Under these agreements, the operator (Group Companies) which are Special Purpose Vehicles, does not own the Infrastructure assets, but gets toll collection/service fee rights against the construction services rendered. Since the construction revenue earned by the Group companies is considered as exchanged with the grantor against toll collection/service fee rights, profit from such contracts is considered as realized. Accordingly, the intra group transactions on BOT/DBFOT contracts and the profits arising thereon are taken as realized and not eliminated.

Profit or loss and each component of other comprehensive income (OCI) are attributed to the equity holders of the parent of the Group and to the non-controlling interests, even if this results in the non-controlling interests having a deficit balance. When necessary, adjustments are made to the financial

Sadbhav Infrastructure Project Limited
Notes to Consolidated Ind AS financial statements for the year ended March 31, 2025

statements of subsidiaries to bring their accounting policies in line with the Group's accounting policies. All intra-group assets and liabilities, equity, income, expenses and cash flow relating to transactions between members of the Group are eliminated in full on consolidation.

A change in the ownership interest of a subsidiary, without a loss of control, is accounted for as an equity transaction. If the Group loses control over a subsidiary, it:

- Derecognises the assets (including goodwill) and liabilities of the subsidiary at their carrying amounts at the date when control is lost
- Derecognises the carrying amount of any non-controlling interests
- Recognises the fair value of the consideration received
- Recognises the fair value of any investment retained
- Recognises any surplus or deficit in profit or loss

The following entities are considered in the Consolidated Ind AS Financial Statements as well as the Company's voting power in entities listed below:

Sr. No.	Name of Entity	Proportion of Ownership Interest (%)	
		As at March 31, 2025	As at March 31, 2024
1.	Ahmedabad Ring Road Infrastructure Limited (ARRIL)	100%	100%
2.	Maharashtra Border Check Post Network Limited (MBCPNL)	50.63%	50.63%
3.	Rohtak Panipat Tollway Private Limited (RPTPL) (note (ii) below)	100%	100%
4.	Rohtak Hissar Tollway Private Limited (RHTPL) (note (ii) below)	100%	100%
5.	Sadbhav Rudrapur Highway Limited (SRHL) [Formerly known as Sadbhav Rudrapur Highway Private Limited (SRHPL)]	100%	100%
6.	Sadbhav Nainital Highway Limited (SNHL) [Formerly known as Sadbhav Nainital Highway Private Limited (SNHPL)]	100%	100%
7.	Sadbhav Bangalore Highway Private Limited (SBGHPL)	100%	100%
8.	Sadbhav Udaipur Highway Limited (SUDHL) [Formerly known as Sadbhav Udaipur Highway Private Limited (SUDHPL)]	100%	100%
9.	Sadbhav Vidarbha Highway Limited (SVHL) [Formerly known as Sadbhav Vidarbha Highway Private Limited (SVHPL)]	100%	100%
10.	Sadbhav Jodhpur Ring Road Private Limited (SJRRPL)	100%	100%
11.	Sadbhav Maintenance Infrastructure Private Limited (SMIPL) [Formerly known as Vizag Port Road Private Limited (SVPRPL)]	100%	100%
12.	Sadbhav Kim Expressway Private Limited (SKEPL)	100%	100%
13.	Sadbhav Infrastructure Solutions Private Limited (SISPL) [Formerly known as Sadbhav Bhimasar Bhuj Highway Private Limited (SBBHPL)]	100%	100%
14.	Sadbhav Hybrid Annuity Project Limited (SHAPL)	100%	100%

Notes:

- (i) All the above entities have principal nature of activity is Infrastructure and are incorporated in India.
- (ii) The concession agreements with National Highway Authority of India (NHAI) are terminated in case of these subsidiaries during the FY 2021-22.

3. Summary of material accounting policies

The following are the material accounting policies applied by the group in preparing its consolidated financial statements:

3.1 Business combinations and goodwill/Capital Reserve:

The excess of cost to the group of its investments in subsidiary companies over its share of the equity of the subsidiary companies at the dates on which the investments in the subsidiary companies are

Sadbhav Infrastructure Project Limited
Notes to Consolidated Ind AS financial statements for the year ended March 31, 2025

made, is recognized as 'Goodwill' being an asset in the Consolidated Financial Statements. This Goodwill is tested for impairment at the close of each financial year. Alternatively, where the share of equity in the subsidiary companies as on the date of investment is in excess of cost of investment of the group it is recognized as 'Capital Reserve' in the consolidated financial statements.

3.2 Current versus non-current classification

The Group presents assets and liabilities in the Balance Sheet based on current/non-current classification. An asset is current when it is:

- Expected to be realized or intended to be sold or consumed in the normal operating cycle;
- Held primarily for the purpose of trading;
- Expected to be realized within twelve months after the reporting period; or
- Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

All other assets are classified as non-current.

A liability is current when:

- It is expected to be settled in the normal operating cycle;
- Held primarily for the purpose of trading;
- It is due to be settled within twelve months after the reporting period; or
- There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

The terms of the liability that could, at the option of the counterparty, result in its settlement by the issue of equity instruments do not affect its classification.

The Group classifies all other liabilities as non-current.

Deferred tax assets and liabilities are classified as non-current assets and liabilities.

Operating cycle

The operating cycle is the time between the acquisition of assets for processing and their realization in cash and cash equivalents. The Group has identified twelve months as its operating cycle.

3.3 Service concession arrangement

Toll Collection / User fee right (BOT Model):

The Group builds infrastructure assets viz roads / infrastructure facilities under public-to-private Concession Arrangements which it operates and maintains for periods specified in the Concession Arrangements.

Under the Concession Agreements, where the Group has received the right to charge users of the public service, such rights are recognized and classified as "Intangible Assets" in accordance with Appendix D to Ind AS 115. Such right is not an unconditional right to receive consideration because the amounts are contingent to the extent that the public uses the service and thus are recognized and classified as intangible assets. Such an intangible asset is recognized by the Group at cost (which is the fair value of the consideration received or receivable for the construction services delivered) and is capitalized when the project is complete in all respects and when the subsidiary companies receives the completion certificate from the authority as specified in the Concession Agreement. In case of MBCPNL (entity operating multiple border check posts in the state of Maharashtra), each check post is capitalized when the MBCPNL receives completion certificate from the authority. The economics of the project is for the entire length of the road / infrastructure as per the bidding submitted by the Group.

Financial Assets Model

The group recognizes the considerations given by the grantor i.e. National Highway Authority of India ('NHAI') in accordance with Appendix D to Ind AS 115. The group recognizes a financial asset to the extent that it has an unconditional contractual right to receive cash or another financial asset from or at the direction of the grantor of the contract for the construction services; the grantor has little, if any, discretion to avoid payment, usually because the agreement is enforceable by law.

Premium capitalization

Under some of the concession agreements, the Group has contractual obligation to pay premium (concession fees) to National Highway Authority of India ("NHAI"), Grantor, over the concession period. Such obligation has been recognized upfront on a discounted basis when the project gets completed as per the Concession Agreements as 'Intangible assets – Toll Collection Right' and corresponding obligation for committed premium is recognized as liabilities.

Amortization

The intangible assets which are recognized in the form of Toll collection / user fee right to charge users of the infrastructure asset are amortized by taking proportionate of actual revenue received for the year over Total Projected Revenue from project to Cost of Intangible assets i.e. proportionate of actual revenue earned for the year over Total Projected Revenue from the Intangible assets expected to be earned over the balance concession period as estimated by the management.

As required, total Projected traffic or revenue are reviewed by the management at the end of each financial year and accordingly, the total projected traffic or revenue is adjusted to reflect any changes in the estimates which lead to the actual number of traffic or revenue at the end of the concession period.

3.4 Revenue from contract with customers

Revenue from contracts with customers is recognized when control of the goods or services are transferred to the customer at an amount that reflects the consideration to which the Group expects to be entitled in exchange for those goods or services. The Group has generally concluded that it is the principal in its revenue arrangements because it typically controls the goods or services before transferring them to the customer.

i. Toll / check post operation services

Revenue from Toll operation services is recognized over a period as each toll road-user simultaneously receives and consumes the benefits provided by the Group. However, given the short time period over which the group provides road operating services to each road user (i.e. the duration of the time it takes the road user to travel the length of the toll road), the group recognizes toll revenue when it collects the tolls as per rates notified by NHAI / state authorities.

ii. Construction services

Revenue from construction services is recognized over a period as the customer simultaneously receives and consumes the benefits provided by the Group and measure revenue based on input method i.e. revenue recognized on the basis of cost incurred to satisfaction of a performance obligation relative to the total expected cost to the satisfaction of that performance obligation. If the outcome of a performance obligation satisfied over time cannot be reasonably measured, revenue is calculated using the zero-profit method in the amount of the contract costs incurred and probably recoverable.

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The total costs of contracts are estimated based on technical and other estimates. In the event that a loss is anticipated on a particular contract, provision is made for the estimated loss. Contract revenue earned in excess of billing is reflected under as “contract asset” and billing in excess of contract revenue is reflected under “contract liabilities”.

Contract balances

Contract assets

A contract asset is the right to consideration in exchange for services transferred to the customer. If the Group performs by transferring services to a customer before the customer pays consideration or before payment is due, a contract asset is recognized for the earned consideration that is conditional.

Trade receivables

A receivable is recognized if an amount of consideration that is unconditional (i.e., only the passage of time is required before payment of the consideration is due). Refer to accounting policies of financial assets in Note 3.14 Financial instruments – initial recognition and subsequent measurement.

Contract liabilities

A contract liability is recognised if a payment is received or a payment is due (whichever is earlier) from a customer before the Group transfers the related goods or services. Contract liabilities are recognised as revenue when the Group performs under the contract (i.e., transfers control of the related goods or services to the customer).

3.5 Other Income

Interest

For financial assets measured at amortized cost, interest income is recorded using the effective interest rate (EIR). EIR is the rate that exactly discounts the estimated future cash payments or receipts over the expected life of the financial instrument or a shorter period, where appropriate, to the gross carrying amount of the financial asset or to the amortized cost of a financial liability. When calculating the effective interest rate, the Group estimates the expected cash flows by considering all the contractual terms of the financial instrument (for example, prepayment, extension, call and similar options) but does not consider the expected credit losses. Interest income is included in other income in the statement of profit and loss.

Profit or loss on sale of Mutual Fund

Profit or Loss on sale of mutual fund is recorded on transfer of title from the Group and is determined as the difference between the sale price and carrying value of mutual fund and other incidental expenses.

3.6 Exceptional Items

When items of income and expense within statement of profit or loss from ordinary activities are of such size, nature or incidence that their disclosure is relevant to explain the performance of the enterprise for the period, the nature and amount of such material items are disclosed separately as exceptional items.

3.7 Property, Plant and Equipment:

Property, Plant and Equipment are stated at cost, net of accumulated depreciation and accumulated impairment losses, if any. Such cost comprises the purchase price, borrowing costs if the recognition criteria are met and directly attributable cost of bringing the assets to its working condition for its intended use. When significant parts of plant and equipment are required to be replaced at intervals, the Group depreciates them separately based on their specific useful lives.

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All other expenses on existing property plant and equipment, including day-to-day repair and maintenance expenditure are charged to the consolidated statement of profit and loss for the period during which such expenses are incurred.

De-recognition

An item of property, plant and equipment is de-recognized upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on de-recognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the Consolidated Statement of Profit and Loss when the asset is de-recognized.

Depreciation

Depreciation on Property, Plant and Equipment is provided on the written down value method basis over useful lives of the assets as prescribed under Part C of Schedule II to the Companies Act, 2013. When parts of an item of property, plant and equipment have different useful life, they are accounted for as separate items (Major Components) and are depreciated over their useful life or over the remaining useful life of the principal assets whichever is less.

Depreciation for assets purchased/sold during a period is proportionately charged for the period of use.

The residual value, useful live and method of depreciation of Property, Plant and Equipment's are reviewed at each financial year end and adjusted prospectively, if appropriate.

3.8 Intangible assets:

Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition, Intangible assets are carried at cost less accumulated amortization and accumulated impairment losses, if any.

The useful lives of intangible assets are assessed as either finite or indefinite.

Intangible assets with finite lives are amortized over their useful economic lives and assessed for impairment whenever there is an indication that the intangible asset may be impaired. The amortization period and the amortization method for an intangible asset with a finite useful life are reviewed at least at the end of each reporting period. Changes in the expected useful life or the expected pattern of consumption of future economic benefits embodied in the asset are considered to modify the amortization period or method, as appropriate, and are treated as changes in accounting estimates. The amortization expense on intangible assets with finite lives is recognized in the consolidated statement of profit and loss unless such expenditure forms part of carrying value of another asset.

Intangible assets with indefinite useful lives are not amortized but are tested for impairment annually. The assessment of indefinite life is reviewed annually to determine whether the indefinite life continues to be supportable. If not, the change in useful life from indefinite to finite is made on a prospective basis.

An intangible asset is derecognised upon disposal (i.e., at the date the recipient obtains control) or when no future economic benefits are expected from its use or disposal. Any gain or loss arising upon derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the consolidated statement of profit and loss when the asset is derecognised.

Amortization

Software is amortized over management estimate of its useful life of 3-6 years

The residual value, useful live and method of depreciation of intangible assets are reviewed at each financial year end and adjusted prospectively, if appropriate.

Intangible assets under development

Expenditure related to and incurred during implementation of infrastructure project are included under "Intangible Assets under Development". The same is transferred to the respective intangible assets on completion of project.

3.9 Impairment – Non-financial assets

The Group assesses at each reporting date whether there is an indication that an asset may be impaired. If any indication exists, the group estimates the asset's recoverable amount or cash-generating unit's (CGU). An asset's recoverable amount is the higher of an asset's fair value less costs to sell and its value in use. The recoverable amount is determined for an individual asset which is based on the discounting of estimated future cash flows to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining net selling price, recent market transactions are taken into account, if available. If no such transactions can be identified, an appropriate valuation model is used. When the carrying amount of an asset or CUG exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount. The impairment loss is recognized in the statement of profit and loss.

In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining net selling price, recent market transactions are taken into account, if available. If no such transactions can be identified, an appropriate valuation model is used.

The Group bases its impairment calculation on detailed budgets and forecasts calculation (DCF method). These budgets and forecast calculations are generally covering a period of the concession agreements using long terms growth rates applied to future cash flows.

Intangible assets with indefinite useful lives are tested for impairment annually as and when circumstances indicate that the carrying value may be impaired and charges to consolidated statement of profit and loss accounts.

3.10 Investment Property

Investment Property is measured initially at cost including related transaction costs. Such cost comprises the purchase price and borrowing cost if capitalization criteria are met. Subsequent to initial recognition, investment properties are stated at cost less accumulated depreciation and accumulated impairment loss, if any. All day-to-day repair and maintenance expenditure are charged to the consolidated statement of profit and loss for the period during which such expenses are incurred.

An Investment property is derecognised either when it has been disposed of or when it has been permanently withdrawn from use and no future economic benefit is expected from their disposal. The difference between the net disposal proceeds and the carrying amount of the asset is recognised in consolidated statement of profit or loss in the period of derecognition.

Transfers are made to (or from) investment property only when there is a change in use.

3.11 Borrowing costs

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalized as part of the cost of the asset. All other borrowing costs are expensed in the year they occur. Borrowing cost consist of interest and other costs that Group incurs in connection with the borrowing of funds as defined in Indian Accounting Standard 23 – Borrowing Cost.

3.12 Leases

The Group assesses at contract inception whether a contract is, or contains, a lease. That is, if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

Group as lessee

The Group applies a single recognition and measurement approach for all leases, except for short-term leases and leases of low-value assets. The Group recognises lease liabilities to make lease payments and right-of-use assets representing the right to use the underlying assets.

Short-term leases and leases of low-value assets

The Group applies the short-term lease recognition exemption to its short-term leases of building (i.e., those leases that have a lease term of 12 months or less from the commencement date and do not contain a purchase option). It also applies the lease of low-value assets recognition exemption to leases of office building that are considered to be low value. Lease payments on short-term leases and leases of low-value assets are recognised as expense on a straight-line basis over the lease term.

3.13 Financial Instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

a) Financial assets

i. Initial recognition and measurement of financial assets

All financial assets are recognized initially at fair value. Transaction costs that are directly attributable to the acquisition of financial assets that are not at fair value through profit or loss are added to the fair value on initial recognition.

ii. Subsequent measurement of financial assets

For purposes of subsequent measurement, financial assets are classified in below categories:

- Financial assets at amortized cost
- Financial assets at fair value through profit or loss (FVTPL)

• Financial assets at amortised cost

A financial asset is measured at amortized cost if it is held within a business model whose objective is to hold financial assets in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.

• Debt instruments at amortized cost

A 'debt instrument' is measured at the amortized cost if both the above conditions mentioned in "Financial assets at amortized cost" are met. After initial measurement, such financial assets are subsequently measured at amortized cost using the effective interest rate (EIR) method. Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortization is included in finance income in the profit or loss. The losses arising from impairment are recognized in the profit or loss.

• Financial assets at fair value through profit or loss:

Financial assets at fair value through profit or loss are carried in the balance sheet at fair value with net changes in fair value recognized in the statement of profit and loss.

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In addition, the group may elect to designate a debt instrument, which otherwise meets amortized cost or FVTOCI criteria, as at FVTPL. However, such election is allowed only if doing so reduces or eliminates a measurement or recognition inconsistency (referred to as 'accounting mismatch'). The group has not designated any debt instrument as at FVTPL.

iii. De-recognition of financial assets

A financial asset is de-recognized when the contractual rights to the cash flows from the financial asset expire or the Group has transferred its contractual rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a 'pass-through' arrangement; and either (a) the Group has transferred substantially all the risks and rewards of the asset, or (b) the Group has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

When the Group has transferred its rights to receive cash flows from an asset or has entered into a pass-through arrangement, it evaluates if and to what extent it has retained the risks and rewards of ownership. When it has neither transferred nor retained substantially all of the risks and rewards of the asset, nor transferred control of the asset, the Group continues to recognize the transferred asset to the extent of the Group's continuing involvement. In that case, the Group also recognizes an associated liability. The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the Group has retained.

Continuing involvement that takes the form of a guarantee over the transferred asset is measured at the lower of the original carrying amount of the asset and the maximum amount of consideration that the Group could be required to repay.

iv. Impairment of financial assets

The Group recognizes an allowance for expected credit losses (ECLs) for all debt instruments not held at fair value through profit or loss. ECLs are based on the difference between the contractual cash flows due in accordance with the contract and all the cash flows that the Group expects to receive, discounted at an approximation of the original effective interest rate. The expected cash flows will include cash flows from the sale of collateral held or other credit enhancements that are integral to the contractual terms.

The Group follows 'simplified approach' for recognition of impairment loss allowance on:

- Trade receivables and
- Other receivables

The application of simplified approach does not require the group to track changes in credit risk. Rather, it recognizes impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition. The Group has established a provision matrix that is based on its historical credit loss experience, adjusted for forward-looking factors specific to the economic environment.

b) Financial Liabilities

i. Initial recognition and measurement of financial liabilities

The Group's financial liabilities include trade and other payables, loans and borrowings including bank overdrafts.

All financial liabilities are recognized initially at fair value, in case of loan and borrowings and payables, fair value is reduced by directly attributable transaction costs.

ii. Subsequent measurement of financial liabilities

For purposes of subsequent measurement, financial liabilities are classified in two categories:

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- Financial liabilities at fair value through profit or loss
- Financial liabilities at amortized cost (loans and borrowings)
- **Financial liabilities at fair value through profit or loss**

Financial liabilities at fair value through profit or loss include financial liabilities held for trading and financial liabilities designated upon initial recognition as at fair value through profit or loss.

Financial liabilities designated upon initial recognition at fair value through profit or loss are designated as such at the initial date of recognition, and only if the criteria in Ind AS 109 are satisfied. For liabilities designated as FVTPL, fair value gains/ losses on changes in fair value of such liability are recognized in the Consolidated Statement of Profit and Loss. The group has not designated any financial liability as at fair value through profit and loss.

- **Financial liabilities at amortised cost (Loans and Borrowings)**

After initial recognition, interest-bearing borrowings are subsequently measured at amortized cost using the EIR method. Gains and losses are recognized in profit or loss when the liabilities are derecognized through the EIR amortization process.

Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortization is included as finance costs in the consolidated statement of profit and loss. This category generally applies to borrowings.

- **Compound financial instruments**

Compound financial instruments are separated into liability and equity components based on the terms of the contract. At inception, the fair value of the liability component is determined using a market rate. This amount is classified as a financial liability measured at amortized cost (net of transaction costs) until it is extinguished on redemption.

- **Financial guarantee contracts**

Financial guarantee contracts issued by the Group are those contracts that require a payment to be made to reimburse the holder for a loss it incurs because the specified debtor fails to make a payment when due in accordance with the terms of a debt instrument. Financial guarantee contracts are recognized initially as a liability at fair value, adjusted for transaction costs that are directly attributable to the issuance of the guarantee. Subsequently, the liability is measured at the higher of the amount of loss allowance determined as per impairment requirements of Ind AS 109 and the amount recognized less, when appropriate, the cumulative amount of income recognized in accordance with the principles of Ind AS 115.

iii. Derecognition of financial liabilities

A financial liability (or a part of a financial liability) is derecognized from its balance sheet when the obligation specified in the contract is discharged or cancelled or expired.

When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognized in the statement of profit or loss.

c) Offsetting of financial instruments

Financial assets and financial liabilities are offset and the net amount is reported in the balance sheet if the Group currently has enforceable legal right to offset the re-cognized amounts and there is an intention to settle on a net basis, to realize the assets and settle the liabilities simultaneously.

3.14 Fair Value Measurement

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The Group measures financial instruments such as derivatives and Investments at fair value at each balance sheet date.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement assumes that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability, or
- In the absence of a principal market, in the most advantageous market for the asset or liability

The principal or the most advantageous market must be accessible by the Group.

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefit by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

The Group uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorized within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- Level 1 – Quoted (unadjusted) market price in active markets for identical assets or liabilities
- Level 2 – Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable
- Level 3 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

For assets and liabilities that are recognized in the financial statements on a recurring basis, the Group determines whether transfers have occurred between levels in the hierarchy by re-assessing categorization (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

The Group's management determines the policies and procedures for both recurring fair value measurement, such as derivative instruments.

At each reporting date, the management analyses the movements in the values of assets and liabilities which are required to be re-measured or re-assessed as per the Group's accounting policies. For this analysis, the management verifies the major inputs applied in the latest valuation by agreeing the information in the valuation computation to contracts and other relevant documents.

The management also compares the change in the fair value of each asset and liability with relevant external sources to determine whether the change is reasonable on yearly basis.

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For the purpose of fair value disclosures, the Group has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy, as explained above.

3.15 Employee Benefits

a) Short Term Employee Benefits

All employee benefits expected to be settled wholly within 12 months after the end of the reporting period are classified as short-term benefits. Such benefits include salaries, wages, bonus, short term compensation etc. and the same are recognized as an expense in the consolidated statement of profit and loss in the period in which the employee renders the related services.

b) Post-Employment Benefits

(i) Defined contribution plan

The Group's approved provident fund scheme is defined contribution plans. The Group has no obligation, other than the contribution paid/payable to the provident fund and employee state insurance fund. The Group recognize contribution paid/payable under the provident fund is charged to consolidated statement of profit & loss account during the period in which the employee renders the related service.

(ii) Defined benefit plan

The employee's gratuity scheme is a defined benefit plan. The present value of the obligation under such defined benefit plans is measured based on the actuarial valuation using the Projected Unit Credit Method as at the end of each financial year.

Re-measurements, comprising of actuarial gains and losses, the effect of the asset ceiling, excluding amounts included in net interest on the net defined benefit liability are recognized immediately in the Balance Sheet with a corresponding debit or credit to retained earnings through Other Comprehensive Income (OCI) in the period in which they occur. Re-measurements are not reclassified to Statement of Profit and Loss in subsequent periods.

Net interest is calculated by applying the discount rate to the net defined benefit liability or asset. The Group recognizes the following changes in the net defined benefit obligation as an expense in the Statement of profit and loss:

- Service costs comprising current service costs, past-service costs, gains and losses on curtailments and non-routine settlements; and
- Net interest expense or income

c) Other employment benefits:

The employee's compensated absences, which is expected to be utilized or encashed within the next 12 months, is treated as short-term employee benefit. The Group measures the expected cost of such absences as the additional amount that it expects to pay as result of the unused entitlement that has accumulated at the reporting date. As per Group's policy, no leave is expected to be carried forward beyond 12 months from the reporting date.

3.16 Government grants

Government grants are recognized where there is reasonable assurance that grant will be received, and all attached conditions will be complied with. When the grant relates to an expense item. It is recognized as income on a systematic basis over the periods that the related costs, for which it is intended to compensate, are expensed. When the grant relates to an asset, it is recognized as income in equal amounts over the expected useful life of the related assets.

3.17 Income tax

Income tax expense comprises current tax and deferred tax.

Current tax

Current income tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities in accordance with Income tax 1961. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted at the reporting date.

Current income tax relating to items recognized outside profit or loss is recognized outside profit or loss (either in other comprehensive income or in equity). Current income tax is recognized in correlation to the underlying transaction either in other comprehensive income or directly in equity. Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.

Deferred tax

Deferred tax is provided using the balance sheet approach. Deferred tax is recognized on temporary differences between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date.

Deferred tax liabilities are recognized for all taxable temporary differences excepts when the deferred tax liability arises from the initial recognition of an asset or liability in a transaction that affects neither the accounting profit nor taxable profit or loss.

Deferred tax assets are recognized for all deductible temporary differences, carry forward of unused tax losses and carry forward of unused tax credits to the extent that it is probable that taxable profit will be available against which those temporary differences, unused tax losses and the carry forward of unused tax credit can be utilized excepts when the deferred tax asset relating to the deductible temporary difference arises from the initial recognition of an asset or liability in a transaction that affects neither the accounting profit nor taxable profit or loss.

As per provision of Income tax Act 1961, the Group's subsidiaries are eligible for a tax holiday under section 80IA for a block of 10 consecutive assessment years out of 20 years beginning of toll operation. Accordingly, no deferred tax (assets or liabilities) is recognized in respect of temporary difference which reverse during tax holiday period, to the extent such gross total income is subject to the deduction during the tax holiday period. Deferred tax in respect of timing difference which is reverse after the tax holiday period is recognized in the year in which the timing difference originate. However, the Group restricts recognition of deferred tax assets to the extent that it has become probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilized. For recognition of deferred tax, the timing difference which originate first are considered to reverse first.

The carrying amount of deferred tax assets are reviewed at each reporting date and are 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 asset to be utilized. Unrecognized deferred tax assets are re-assessed at each reporting date and are recognized to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply to the period when the asset is realized or the liability is settled, based on the tax rules and tax laws that have been enacted or substantively enacted by the end of the reporting period.

The Group offsets deferred tax assets and deferred tax liabilities if and only if it has a legally enforceable right to set off current tax assets and current tax liabilities and the deferred tax assets and deferred tax liabilities relate to income taxes levied by the same taxation authority on either the same taxable entity

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or different taxable entities which intend either to settle current tax liabilities and assets on a net basis, or to realise the assets and settle the liabilities simultaneously, in each future period in which significant amounts of deferred tax liabilities or assets are expected to be settled or recovered.

Deferred tax relating to items recognized outside profit or loss is recognized outside profit or loss (either in other comprehensive income or in equity). Deferred tax items are recognized in correlation to the underlying transaction either in OCI or directly in equity.

Minimum alternate tax (MAT) paid in a year is charged to the consolidated statement of profit and loss as current tax for the year. The deferred tax asset is recognized for MAT credit available only to the extent that it is probable that the concerned company will pay normal income tax during the specified period, i.e., the period for which MAT credit is allowed to be carried forward. In the year in which the group recognizes MAT credit as an asset, it is created by way of credit to the consolidated statement of profit and loss and shown as part of deferred tax asset. The Group reviews the "MAT credit entitlement" asset at each reporting date and writes down the asset to the extent that it is no longer probable that it will pay normal tax during the specified period.

3.18 Provisions

General

Provisions are recognized when the Group has a present obligation (legal or constructive) as a result of past event and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. The expense relating to a provision is presented in the statement of profit or loss, net of reimbursements, if any.

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognized as a finance cost. Provision are reviewed at each balance sheet and adjusted to reflect the current best estimates.

Contractual obligation to restore the infrastructure to a specified level of serviceability

The Group has contractual obligations to maintain the road / infrastructure to a specified level of serviceability or restore the road / infrastructure to a specified condition before it is handed over to the grantor of the Concession Agreements. Such obligations are measured at the best estimate of the expenditure that would be required to settle the obligation at the balance sheet date. In case of intangible assets, the timing and amount of such cost are estimated and determined by estimated cash flows, expected to be incurred in the year of overlay. Such costs are recognized by charging it to revenue on the basis of units of usage method i.e. on the number of vehicles expected to use the project facility, over the period at the end of which the overlay is estimated to be carried out based on management estimates.

3.19 Contingent liabilities

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Group or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The Group does not recognize a contingent liability but discloses its existence in the financial statements. Contingent liabilities are reviewed at each balance sheet date.

3.20 Premium deferment

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Premium deferral (i.e. premium payable less paid after adjusting premium deferment) is aggregated under premium deferred obligation in the balance sheet. The interest payable on the above is aggregated under premium deferral obligation. Interest on premium deferral is charged to the statement of profit and loss.

3.21 Cash and cash equivalents

Cash and cash equivalents in the balance sheet comprise cash at banks and on hand and short-term deposits with an original maturity of three months or less, that are readily convertible to a known amount of cash and subject to an insignificant risk of changes in value. For the purpose of the statement of cash flows, cash and cash equivalents consists of cash and short-term deposits, as defined above, net of outstanding bank overdrafts as they are considered as integral part of the Group's cash management.

3.22 Cash dividend distribution to equity holders

The Group recognizes a liability to pay dividend to equity holders of the parent when the distribution is authorized, and the distribution is no longer at the discretion of the Group. As per the corporate laws in India, a distribution is authorized when it is approved by the shareholders. A corresponding amount is recognized directly in equity.

3.23 Earnings per share

Basic earnings per share is calculated by dividing the profit / loss for the year attributable to equity holders of the parent company by the weighted average number of equity shares outstanding during the year.

Diluted earnings per share is calculated by dividing the profit / loss attributable to equity holders of the parent company by the weighted average number of equity shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.

3.24 Segment reporting

Based on management approach as defined in Indian Accounting Standard 108 – “Operating Segment”, Operating segments are reported in a manner consistent with the internal reporting provided to the Chief Operating Decision Maker for evaluation of Group's performance.

3.25 Non-current assets held for sale

The Group classifies non-current assets as held for sale if their carrying amounts will be recovered principally through a sale rather than through continuing use.

The criteria for held for sale classification is regarded as met only when the sale is highly probable, and the asset is available for immediate sale in its present condition. Actions required to complete the sale should indicate that it is unlikely that significant changes to the sale will be made or that the decision to sell will be withdrawn. Management must be committed to the sale and the sale expected within one year from the date of classification.

Non-current assets classified as held for sale are measured at the lower of their carrying amount and fair value less costs to sell. Costs to sell are the incremental costs directly attributable to the disposal of an asset excluding finance costs and income tax expense.

Assets and liabilities classified as held for sale are presented separately from other items in the balance sheet.

4. Significant accounting judgements, estimates and assumption

The preparation of the Group's financial statements requires management to make estimates, judgments and assumptions that affect the reported amounts of revenue, expenses, assets and liabilities and the accompanying disclosure, and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

4.1 Estimates and assumptions

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below. The Group based its assumptions and estimates on parameters available when the financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising that are beyond the control of the Group. Such changes are reflected in the assumptions when they occur.

Taxes

Deferred tax assets are recognized for unused tax credits to the extent that it is probable that taxable profit will be available against which the credits can be utilized. Significant management judgment is required to determine the amount of deferred tax assets that can be recognized, based upon the likely timing and the level of future taxable profits together with future tax planning strategies.

Service concession arrangement – Toll collection / user fee right

The Cash flow model indicates the cash flow to be generated over the project lifecycle. The key inputs of the model comprise of revenue inflows (Toll/user fee), expenses to incurred to earn the revenue, estimations on cost to build and maintain the asset, interest obligations based on financing pattern and other operational efficiencies. These inputs are based on circumstances existing and management judgement / assumption on the future expectations based on current situations. Judgements include management view on expected earnings in future years, changes in interest rates, cost inflation, government policy changes, etc. These input assumptions could affect the reported cash flow from the related assets and accordingly these assumptions are reviewed periodically.

Amortization - Toll collection / user fee right

The intangible assets which are recognized in the form of Toll right to charge users of the infrastructure asset are amortized by taking proportionate of actual revenue received for the year over Total Projected Revenue from project to Cost of Intangible assets. The estimation of total projection revenue requires significant assumption about expected growth rate and traffic projection for future. All assumptions are reviewed at each reporting date.

Provision for periodical Major Maintenance

Provision for periodical Major Maintenance obligations are measured at the best estimate of the expenditure that would be required to settle the obligation at the balance sheet date. The timing and amount of such cost are estimated and determined by estimated cash flows, expected to be incurred in the year of overlay. All assumptions are reviewed at each reporting date.

Revenue from contract with customer

The Group uses the input method for recognize construction revenue. Use of the input method require the group to estimate the efforts or costs expended to the date as a proportion of the total efforts or costs to be expended. Efforts or costs expended have been used to measure progress toward

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Notes to Consolidated Ind AS financial statements for the year ended March 31, 2025

completion of performance obligation as there is a direct relationship between input and productivity. Provision for estimated losses, if any, on uncompleted performance obligation are recorded in the period in which such losses become probable based on the expected contract estimates at the reporting date. Due to technical complexities involved in the budgeting process, contract estimates are highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date.

Fair value measurement of financial instruments

When the fair values of financial assets and financial liabilities recorded in the balance sheet cannot be measured based on quoted prices in active markets, their fair value is measured using valuation techniques including the DCF model. The inputs to these models are taken from observable markets where possible, but where this is not feasible, a degree of judgment is required in establishing fair values. Judgments include considerations of inputs such as liquidity risk, credit risk and volatility. Changes in assumptions about these factors could affect the reported fair value of financial instruments.

B.) Recent accounting pronouncements

“Ministry of Corporate Affairs (“MCA”) notifies new standards or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. During the year ended March 31, 2025, MCA has not notified any new standards or amendments to the existing standards applicable to the Group.”

5 Property plant and equipment

(INR in Million)

Particulars	Right to use	Building	Machineries and equipments	Furniture and fixtures	Vehicles	Computers	Office equipments	Total
At Cost								
As at April 01, 2023	-	-	93.15	1.19	12.11	10.37	5.30	122.13
Addition	-	-	-	-	-	-	-	-
Disposal / Adjustment	-	-	(0.23)	-	(1.43)	-	-	(1.66)
As at March 31, 2024	-	-	92.92	1.19	10.68	10.37	5.30	120.47
Addition	-	-	-	-	0.37	1.33	2.23	3.93
Disposals/ Adjustments	-	-	(80.49)	(1.14)	-	(3.54)	(1.02)	(86.19)
Transfer to Asset held for sale (refer note 47)	-	-	-	-	(0.37)	(1.33)	(2.23)	(3.93)
As at March 31, 2025	-	-	12.43	0.05	10.68	6.83	4.28	34.29
Accumulated Depreciation								
As at April 01, 2023	-	-	81.96	1.00	9.99	7.65	4.03	104.65
Charge for the year	6.77	-	3.31	0.23	1.49	1.46	3.53	16.79
On disposal / adjustment	-	-	-	-	(1.37)	-	-	(1.37)
Transfer to Asset held for sale (refer note 47)	(6.77)	-	(0.58)	(0.23)	(1.10)	(0.39)	(2.79)	(11.86)
As at March 31, 2024	-	-	84.69	1.00	9.01	8.72	4.77	108.21
Charge for the year	6.77	-	1.72	0.16	1.06	0.72	1.15	11.57
On disposal / adjustment	-	-	(73.97)	(0.95)	(0.03)	(2.96)	(0.94)	(78.85)
Transfer to Asset held for sale (refer note 47)	(6.77)	-	(0.44)	(0.16)	(0.80)	(0.27)	(0.82)	(9.26)
As at March 31, 2025	-	-	12.00	0.05	9.24	6.21	4.16	31.67
Net Block								
As at March 31, 2024	-	-	8.24	0.19	1.67	1.65	0.53	12.26
As at March 31, 2025	-	-	0.43	0.00	1.44	0.62	0.12	2.61

Note:

- (i) Property, plant and equipments have been pledged against non-current borrowings in order to fulfil the collateral requirement for the lenders (refer note 18).

6 Investment property

(INR in Million)

Particulars	Freehold land	Total
At Cost		
As at April 01, 2023	9.41	9.41
Addition	-	-
Disposal / Adjustment	-	-
As at March 31, 2024	9.41	9.41
Addition	-	-
Disposal / Adjustment	-	-
As at March 31, 2025	9.41	9.41
Accumulated Depreciation		
As at April 01, 2023	-	-
Charge for the year	-	-
On disposal / adjustment	-	-
As at March 31, 2024	-	-
Charge for the year	-	-
On disposal / adjustment	-	-
As at March 31, 2025	-	-
Net Block		
As at March 31, 2024	9.41	9.41
As at March 31, 2025	9.41	9.41

Notes:

- (i) There is no income arising from above investment property. Further, the group has not incurred any expenditure for above property.
- (ii) The Group has no contractual obligations to purchase, construct or develop investment properties or for repairs, maintenance and enhancements.
- (iii) The fair value disclosure of investment property is not given as the property is acquired specifically for offering as security for non-current borrowings and based on the information available with the management that there are no material development in the area where land is situated. Accordingly, management believes that there is no material difference in fair value and carrying value of investment property.
- (iv) The title deeds of immovable property is held in the name of Group.

7 Intangible asset

(INR in Million)

Particulars	Toll collection rights	User fee rights	Computer software	Total	Goodwill on consolidation (refer note (iv) below)
Cost					
As at April 01, 2023	4,390.51	-	1.83	4,392.34	265.30
Additions	16.34	80.44	-	96.78	-
Less:					
Disposal / Adjustment	-	-	-	-	-
Transfer to Asset held for Sale (refer note 47)	-	(80.44)	-	(80.44)	-
As at March 31, 2024	4,406.85	-	1.83	4,408.68	265.30
Additions	-	162.60	-	162.60	-
Less:					
Disposal / Adjustment	-	-	-	-	-
Transfer to Asset held for Sale (refer note 47)	-	(162.60)	-	(162.60)	-
As at March 31, 2025	4,406.85	-	1.83	4,408.68	265.30
Accumulated Amortisation					
As at April 01, 2023	2,788.88	-	1.75	2,790.64	-
Transfer from Asset held for Sale (refer note 47)	-	-	-	-	-
Charge for the year	368.74	628.28	-	997.02	-
Less:					
Transfer to Asset held for Sale (refer note 47)	-	(628.28)	-	(628.28)	-
As at March 31, 2024	3,157.62	-	1.75	3,159.38	-
Transfer from Asset held for Sale (refer note 47)	-	-	-	-	-
Charge for the year	384.06	780.65	-	1,164.71	-
Less:					
Disposal / Adjustment	-	-	0.07	0.07	-
Transfer to Asset held for Sale (refer note 47)	-	(780.65)	-	(780.65)	-
As at March 31, 2025	3,541.68	-	1.82	3,543.50	-
Net Block					
As at March 31, 2024	1,249.23	-	0.08	1,249.31	265.30
As at March 31, 2025	865.17	-	0.01	865.18	265.30

Note:

- (i) Toll collection right has been pledged against non-current borrowings in order to fulfill the collateral requirement of the Lenders (refer note 18).
- (ii) Refer note 46 for additional disclosure pursuant to Appendix - E to Ind AS 115 - "Service Concession Arrangements" ('SCA').
- (iii) The aggregate amortisation has been included under depreciation and amortisation expense in the Statement of Profit and Loss.
- (iv) Goodwill is tested for impairment annually in accordance with the Group's procedure for determining the recoverability amount of such assets. Based on the above, no impairment provision is considered necessary as the recoverable value exceeded the carrying value.

8 Investments

Non-current

Other investments (FVTPL) (quoted)

57,196 (31 March 2024: 57,196) fully paid up units of INR 110.81 each in Indinfravit Trust after adjusting redemption towards capital

Investment Component of Interest Free Loan Given (Refer Note 39)

(Market Value of unit as on 31.03.2025 is INR 113.81 per unit)

Details:

Aggregate value of non-current investments is as follows:

Aggregate book value of quoted investments

Market value of quoted investments

Aggregate amount of unquoted investments

	As at March 31, 2025 INR in Million	As at March 31, 2024 INR in Million
	6.51	6.34
	403.21	403.21
Total	409.73	409.55

9 Trade receivables

Secured, considered good

Unsecured, considered good (refer note 39)

Less : Provision for Expected Credit Loss

Trade Receivables which have significant increase in credit risk

Trade Receivables - credit impaired

	As at March 31, 2025 INR in Million	As at March 31, 2024 INR in Million
	-	-
	492.36	401.33
	(41.13)	(19.05)
	-	-
	-	-
Total	451.23	382.28

Notes:

(i) No trade or other receivable are due from directors or other officers of the group either severally or jointly with any other person. None of the trade or other receivable are due from firms or private companies respectively in which any director is a partner, a director or a member.

(ii) For terms and conditions relating to related party receivable, refer note 39

(iii) Ageing for Trade Receivables

As at March 31, 2025

Sr No	Particulars	Outstanding for following periods from due date of Payment*						Total
		Not Due	Less than 6 Months	6 Months - 1 year	1-2 years	2-3 Years	More than 3 years	
1	Undisputed Trade receivables – considered good		458.94	1.05	27.71	-	4.66	492.36
2	Undisputed Trade receivables – which have significant increase in credit risk	-	-	-	-	-	-	-
3	Undisputed Trade Receivables – credit impaired	-	-	-	-	-	-	-
4	Disputed Trade receivables – considered good	-	-	-	-	-	-	-
5	Disputed Trade receivables – which have significant increase in credit risk	-	-	-	-	-	-	-
6	Disputed Trade Receivables – credit impaired	-	-	-	-	-	-	-
	Total	-	458.94	1.05	27.71	-	4.66	492.36
	Less : Provision for Expected Credit Loss							(41.13)
	Total Trade Receivables							451.23

As at March 31, 2024

Sr No	Particulars	Outstanding for following periods from due date of Payment*						Total
		Not Due	Less than 6 Months	6 Months - 1 year	1-2 years	2-3 Years	More than 3 years	
1	Undisputed Trade receivables – considered good	2.96	-	21.77	92.61	78.78	205.21	401.33
2	Undisputed Trade receivables – which have significant increase in credit risk	-	-	-	-	-	-	-
3	Undisputed Trade Receivables – credit impaired	-	-	-	-	-	-	-
4	Disputed Trade receivables – considered good	-	-	-	-	-	-	-
5	Disputed Trade receivables – which have significant increase in credit risk	-	-	-	-	-	-	-
6	Disputed Trade Receivables – credit impaired	-	-	-	-	-	-	-
	Total	2.96	-	21.77	92.61	78.78	205.21	401.33
	Less : Provision for Expected Credit Loss							(19.05)
	Total Trade Receivables							382.28

* Date of transaction is considered as due date in case where no due date of payment is specified.

(iv) The movement in change in allowance for expected credit loss

	As at March 31, 2025 INR in Million	As at March 31, 2024 INR in Million
Balance as at beginning of the year	19.05	-
Change in allowance for expected credit loss	22.08	19.05
Balance as at the end of the year	41.13	19.05

* The Group has assessed the recoverability of the amounts stated in the consolidated financial statements and, based on this assessment, has recognised a provision for expected credit loss during the year. The provision reflects Group's estimate of potential credit risk.

10 Cash and bank balances

Cash and cash equivalents

Cash on hand (refer note (iii) below)

Balance with banks:

In current accounts (refer note (ii) below)

In current accounts - unpaid share application refund money and unclaimed dividend

Deposits with original maturity for less than 3 months

Other balances with banks

Deposits with original maturity of more than 3 months but less than 12 months

Bank Balances with DSRA

	As at March 31, 2025 INR in Million	As at March 31, 2024 INR in Million
Cash on hand (refer note (iii) below)	3.90	4.47
Balance with banks:		
In current accounts (refer note (ii) below)	279.76	361.85
In current accounts - unpaid share application refund money and unclaimed dividend	0.11	0.11
Deposits with original maturity for less than 3 months	-	0.06
Total (A)	283.77	366.49
Other balances with banks		
Deposits with original maturity of more than 3 months but less than 12 months	154.70	21.99
Bank Balances with DSRA	20.00	23.90
Total (B)	174.70	45.89
Total (C=A+B)	458.47	412.38

Notes:

- (i) Cash at banks earns interest at floating rates based on daily bank deposit rates. Short-term deposits are made for varying periods depending on the immediate cash requirements of the Company, and earn interest at the respective short-term deposit rates.
- (ii) Balances with banks includes balances of INR 263.70 million (March 31, 2024: INR 168.69 million) lying in the Escrow Accounts and Deposits in other balances with banks includes 174.70 million which are offered as security against borrowings as per terms of borrowings with the lenders.
- (iii) Cash on hand includes amount collected towards toll fee / user fee, pending deposit with the bank.

11 Loans (unsecured, considered good)

Non-current

Loans to employees

Loan to related parties

Current

Loan to related parties

Less :- Transfer to Held for sale

Loan to employees

	As at March 31, 2025 INR in Million	As at March 31, 2024 INR in Million
Loans to employees	2.06	2.92
Loan to related parties	1,318.33	1,187.69
Total - A	1,320.39	1,190.61
Current		
Loan to related parties	2,682.77	1,745.45
Less :- Transfer to Held for sale	(1,048.29)	(1,048.29)
Loan to employees	0.48	0.48
Total - B	1,634.96	697.64
Total A+B	2,955.35	1,888.25

- (a) Since all the above loans given by the group are unsecured and considered good, the bifurcation of loans in other categories as required to be disclosed by Schedule III of the Companies Act 2013 viz: a) secured b) loans which have significant increase in credit risk and c) credit impaired is not applicable and accordingly, not disclosed.
- (b) There is no amount due from director, other officer of the Company or firms in which any director is a partner or private companies in which any director is a director or member at anytime during the reporting period.
- (c) The fair value of non-current loans is not materially different from the carrying value presented.
- (d) Unsecured Long term Loan given to related party is Interest free and is recoverable on demand / call notice.

12 Receivable under Service concession arrangement (Unsecured, considered good)

Non-current

Receivable under Service concession arrangements (refer note below)

Current

Receivable under Service concession arrangements (refer note below)

	As at March 31, 2025 INR in Million	As at March 31, 2024 INR in Million
Receivable under Service concession arrangements (refer note below)	6,596.86	6,645.41
Total (A)	6,596.86	6,645.41
Current		
Receivable under Service concession arrangements (refer note below)	1,026.33	1,965.72
Total (B)	1,026.33	1,965.72
Total (C=A+B)	7,623.19	8,611.13

Notes:

- (i) Under Service Concession Arrangement (SCA), where a Special Purpose Vehicle (SPV) has acquired contractual rights to receive specified determinable amounts (Annuity) for use of an asset, such amounts are recognised as "Financial Assets" and are disclosed as "Receivable against Service Concession Arrangements".
- (ii) Refer note 46 for additional disclosure pursuant to Appendix - E to Ind AS 115 - Service Concession Arrangements ("SCA").

13 Other financial assets (Unsecured, considered good)

Non-current

Security deposits

Current

Receivable from NHAI- toll collection rights (refer note (i) & (ii) below)

Receivable towards carve out assets (refer note (iii) below)

Receivable towards sale of subsidiaries

Receivable from concessionaire authorities towards claims / utility shifting / change in scope

Receivable from concessionaire authorities towards toll suspension (refer note (iv) below)

Interest receivable from deposit with bank and others (refer note 39)

Other receivables

Receivable from sale of concession right

Less :- Expected Credit loss on receivables (refer note 31)

	As at March 31, 2025 INR in Million	As at March 31, 2024 INR in Million
Security deposits	1.72	1.48
Total (A)	1.72	1.48
Current		
Receivable from NHAI- toll collection rights (refer note (i) & (ii) below)	21,939.69	21,939.68
Receivable towards carve out assets (refer note (iii) below)	15.06	15.06
Receivable towards sale of subsidiaries	-	210.50
Receivable from concessionaire authorities towards claims / utility shifting / change in scope	1,113.02	1,414.89
Receivable from concessionaire authorities towards toll suspension (refer note (iv) below)	13.56	13.56
Interest receivable from deposit with bank and others (refer note 39)	139.20	415.21
Other receivables	0.27	6.98
Receivable from sale of concession right	280.81	1,384.08
Less :- Expected Credit loss on receivables (refer note 31)	(3.88)	-
Total (B)	23,504.59	25,399.96
Total (C=A+B)	23,506.31	25,401.44

Notes:

- (i) In case of Rohtak Hissar Tollway Private Limited (RHTPL), the subsidiary company has terminated the concession agreement with NHAI on August 27, 2021, by exercising the criteria of 'Event of Defaults' under concession agreement and the toll collection hand over to the NHAI by the Company, the company has filed a claim for Rs. 14,546.77 million as a termination payment and other Claims amounting to Rs. 4,740.41 million (refer note 49) on the account of O&M cost due to force majeure, Covid claim & demonetization claim to the NHAI. In respect of such claims, NHAI has approached to the subsidiary company for settlement of all these claims by way of conciliation proceedings, which has been consented by the subsidiary company. Due to non-progress of the same, the Company vide letter dated 24.03.2023 had notified the Conciliation Committee and NHAI regarding the failure of the Conciliation Proceedings. The said matters were referred to Arbitration by the Company on 27.03.2023. The Arbitral proceedings for the same are currently ongoing.

On the basis of the above, the company has transferred the carrying value of intangible asset of INR 9,420.64 million to the other financial assets (i.e. receivable from the NHAI) and the management is of the view that claims are fully recoverable and as a result the receivable from NHAI are shown under other financial assets which is representing the carrying value of Intangible asset till the date of termination doesn't require any impairment suffered by the company due to NHAI defaults under CA.

- (ii) In case of Rohtak Panipat Tollway Private Limited (RPTPL), the subsidiary company has terminated the concession agreement with NHAI on July 27, 2021, by exercising the criteria of 'Event of Defaults' under concession agreement and the toll collection hand over to the NHAI by the Company, the company has filed a claim for Rs. 15,290.58 million as a termination payment and other Claims amounting to Rs. 4,088.65 million (refer note 48) on the account of O&M cost due to force majeure, Covid claim & demonetization claim to the NHAI. In respect of such claims, NHAI has approached to the subsidiary company for settlement of all these claims by way of conciliation proceedings during the year, which has been consented by the subsidiary company. The Arbitral proceedings for the same are completed and the Arbitral Award is declared on 23.01.2025 unanimously, except for Counter Claim of NHAI regarding Premium that one Ld. Arbitrator has rejected it completely. As on the date of the said Majority award, the net awarded amount after deducting all dues of NHAI including Premium works out to Rs. 10805.45 millions (principal of Rs. 7796.31 millions and interest of Rs. 3009.14 millions). Also the Arbitration Award dated 06.10.2017 and Arbitration Award dated 31.10.2020 has been settled through Settlement Agreement dated 20.03.2025 under Vivad se Vishwas II Scheme of Govt. of India for the net settlement amount of about Rs. 650 millions.

On the basis of the above, the company has transferred the carrying value of intangible asset of INR 12,519.05 million to the other financial assets (i.e. receivable from the NHAI) and the management is of the view that claims are fully recoverable and as a result the receivable from NHAI are shown under other financial assets which is representing the carrying value of Intangible asset till the date of termination doesn't require any impairment suffered by the company due to NHAI defaults under CA.

- (iii) Pursuant to the definitive share purchase agreement (SPA) dated 1 July 2019 related to sale of equity share of subsidiaries. Certain assets such as land, investment properties and arbitration claim receivable ('carve out assets') do not form part of the equity consideration and hence, all beneficial rights of the same are retained by the group. Accordingly, the group has accounted such carve out assets as receivable from respective entities in these consolidated financial statement.
- (iv) Pursuant to demonetisation, concessioning authorities had announced suspension of toll collection at all roads from November 09, 2016 until December 02, 2016, based on subsequent notification and provisions of concession agreement with the relevant authorities, Ahmedabad Ring Road Infrastructure Limited (ARRIL), had claimed and recognised revenue of 41.01 million during the year 2016-17. In earlier year, the company has received the partial claim of Rs 27.45 million out of the total claim of Rs 41.01 towards demontisation.

14 Other assets (Unsecured, considered good)

Non current

Deposits (refer note 40)
Tax credit receivables

Current

Advance to contractors
Prepaid expense
Tax credit receivables
Other assets

	As at March 31, 2025 INR in Million	As at March 31, 2024 INR in Million
	4.62	3.58
	-	44.70
Total (A)	4.62	48.28
	212.76	398.12
	9.67	9.21
	1,913.70	2,141.63
	0.05	0.04
Total (B)	2,136.18	2,549.00
Total (C=A+B)	2,140.80	2,597.28

15 Current tax assets (net)

Advance income tax (net of provision)

	As at March 31, 2025 INR in Million	As at March 31, 2024 INR in Million
	96.94	112.32
Total	96.94	112.32

16 Equity share capital

As at March 31, 2025		As at March 31, 2024	
No. of shares	(INR in Million)	No. of shares	(INR in Million)
40,30,00,000	4,030.00	40,30,00,000	4,030.00
40,30,00,000	4,030.00	40,30,00,000	4,030.00
Issued, subscribed and fully paid			
35,22,25,216	3,522.25	35,22,25,216	3,522.25
35,22,25,216	3,522.25	35,22,25,216	3,522.25

Authorised share capital
Equity shares of INR 10 each

Issued, subscribed and fully paid
Equity shares of INR 10 each
Total

(a) Reconciliation of the number of equity shares outstanding at the beginning and at the end of the reporting period:

As at March 31, 2025		As at March 31, 2024	
No. of shares	(INR in Million)	No. of shares	(INR in Million)
35,22,25,216	3,522.25	35,22,25,216	3,522.25
35,22,25,216	3,522.25	35,22,25,216	3,522.25

Particulars

At the beginning of the year
Add: Issued during the year
Outstanding at the end of the year

(b) Terms/rights attached to equity shares:

The Group has only one class of equity shares having a par value of INR 10 per share. Each holder of equity shares is entitled to one vote per share held.

In the event of liquidation of the Group, the holders of equity shares shall be entitled to receive any of the residual assets of the group, after distribution of all preferential amounts. The amount distributed will be in proportion to the number of equity shares held by the shareholders.

(c) Details of shares held by the holding company, the ultimate controlling party, their subsidiaries and associates:

Out of equity shares issued by the company, shares held by its holding company, ultimate holding company and their subsidiaries / associates is as below:

As at March 31, 2025		As at March 31, 2024	
No. of shares	(INR in Million)	No. of shares	(INR in Million)
24,57,21,252	2,457.21	24,57,21,252	2,457.21

Sadbhav Engineering Limited, holding company
245,721,252 (March 31, 2024: 245,721,252) equity shares

(d) Details of shareholders holding more than 5% shares in the company:

As at March 31, 2025		As at March 31, 2024	
No. of Shares	% holding	No. of Shares	% holding
24,57,21,252	69.76%	24,57,21,252	69.76%

Name of shareholders

Equity shares of INR 10 each fully paid
Sadbhav Engineering Limited

As per records of the company, including its register of shareholders/members and other declarations received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownership of shares.

(e) Shareholding of Promoters

Name of Promoter	No of Shares	% of Total Share	% Change During Period
As at March 31, 2025			
Sadbhav Engineering Limited and its nominees	24,57,21,252	69.76%	0.00%
Shashin Vishnubhai Patel	20,27,484	0.57%	149.04%
Total	24,77,48,736	70.33%	0%
As at March 31, 2024			
Sadbhav Engineering Limited and its nominees	24,57,21,252	69.76%	0.00%
Late Shantaben Vishnubhai Patel	12,13,374	0.34%	0.00%
Shashin Vishnubhai Patel	8,14,110	0.23%	0.00%
Total	24,77,48,736	70.33%	0%

17 Other Equity

17.1 Equity component of compound financial Instruments

Balance at the beginning of the year

Less: Reduction during the year

Balance at the end of the year

As at	As at
March 31, 2025	March 31, 2024
INR in Million	INR in Million
532.22	532.22
-	-
532.22	532.22

Interest free loan given by Holding company (Sadbhav Engineering Limited) pursuant to the conversion of Compulsory Convertible Cumulative Preference Shares (CCCPs) into equity shares, whereby Holding company has given a commitment to keep the loan balance of INR 779.56 Million in the Company for a period of 11 years from the date of conversion of CCCPS i.e. November 27, 2014. Accordingly, this Interest free loan has been bifurcated into liability and equity components based on the terms of the contract and equity components has been accounted under Other Equity and liability component under Long term borrowings (refer note 18). Interest on liability component is recognised using the effective interest method.

17.2 Capital reserve

Balance at the beginning of the year

Balance at the end of the year

75.80	75.80
75.80	75.80

The Group has created capital reserve out of acquisition of subsidiaries.

17.3 Securities premium

Balance at the beginning of the year

Balance at the end of the year

9,039.27	9,039.27
9,039.27	9,039.27

Securities premium represents the premium received on issue of shares over and above the face value of equity shares. The amount is available for utilisation in accordance with the provisions of the Companies Act, 2013.

17.4 General Reserve

Balance at the beginning of the year

Add: Transfer from Debenture Redemption Reserve

Balance at the end of the year

1,154.67	1,154.67
-	-
1,154.67	1,154.67

General reserve is created from time to time by way of transfer of profits from retained earnings for appropriation purposes. General reserve is created by a transfer between components of equity and is not an item of other comprehensive income. Items included in General Reserve will not be reclassified subsequently to statement of profit and loss.

17.5 Retained earning*

Balance at the beginning of the year

Adjustments during the year

Add: (Loss) for the year

Add/(Less): Other comprehensive income for the year (net of tax)

Add/(Less): Transfer of amount from non-controlling interest

Add/(Less): Effect of change in holding of subsidiary

Add/(Less): Provision for Impairment of Investments

Balance at the end of the year

Total (17.1+17.2+17.3+17.4+17.5)

(19,993.90)	(15,975.79)
(342.56)	(5,332.50)
(1.27)	(4.98)
(407.27)	(98.68)
(33.28)	392.95
1,000.00	1,025.10
(19,778.28)	(19,993.90)
(8,976.31)	(9,191.94)

*Retained earnings are the profits that the Group has earned till balance sheet date, less any transfers to dividends or other distributions paid to shareholders.

18 Non-current borrowings

Secured*

Redeemable, Non Convertible Debentures

Nil Series A Allianz Global Investors GMBH NCD (March 31, 2024: 19,500) of INR 28,959.71 each
Nil Series A Ares Infrastructure Debt Asia NCD (March 31, 2024: 19,500) of INR 28,959.71 each

(Formerly known as AMP Capital Infrastructure Debt Asia)

4,060 Series B Allianz Global Investors GMBH NCD (March 31, 2024: 8,000) of INR 1,00,000 each

4,060 Series B Ares Infrastructure Debt Asia NCD (March 31, 2024: 8,000) of INR 1,00,000 each

(Formerly known as AMP Capital Infrastructure Debt Asia)

16,834 Series A1 NCD (March 31, 2024: Nil) of INR 82,260 each

16,566 Series A2 NCD (March 31, 2024: Nil) of INR 82,278 each

Term loan from banks

Indian rupee loan

Intercompany Loan

Loan from financial institutions

Unsecured

Liability component of compound financial instrument (refer note 17 & 39)

Less: Current maturities of non-current borrowing* (refer note 19)

Redeemable, non convertible debentures

Term loan from banks

Loan from financial institution

Inter Corporate Loan

Liability component of compound financial instrument (refer note 17 & 39)

* Includes the effect of transaction cost paid to Lenders on upfront basis.

The details in respect of non-current borrowings are as under:

A Sadbhav Infrastructure Projects Limited

(i) Borrowings are secured by

(a) Nil (March 31, 2024: 39,000) Redeemable , Series A Non Convertible debentures (NCD) are secured by:

(i) The Corporate Guarantee by Sadbhav Engineering Limited ('SEL') (Holding Company); (ii) first ranking charge created by way of hypothecation over the Escrow account and (iii) Pledge over such numbers of Equity shares held by the Company in its subsidiary Companies. Pledge of shares of various subsidiaries are given in table below.

(b) 8,120 (March 31, 2024: 16,000) Redeemable ,Series B Non Convertible debentures (NCD) are secured by:

(i) The Corporate Guarantee by Sadbhav Engineering Limited ('SEL') (Holding Company); (ii) first ranking charge created by way of hypothecation over the Escrow account and (ii) Pledge over such numbers of Equity shares held by the Company in its subsidiary Companies. Pledge of shares of various subsidiaries are given in table below.

Pledge of Securities for both the NCDs (Series A & Series B)

PART A – DETAILS OF INITIAL PLEDGED SECURITIES			As at March 31, 2025			As at March 31, 2024		
S. No.	Project SPV	Initial Pledged Securities	Percent of Initial Pledged Securities	Paid up shares	Initial Pledged Securities	Percent of Initial Pledged Securities	Paid up shares	
1	Sadbhav Rudrapur Highway Limited (SRHL)	4,89,940	48.99%	10,00,000	4,89,940	48.99%	10,00,000	
2	Sadbhav Nainital Highway Limited (SNHL)	4,89,940	48.99%	10,00,000	4,89,940	48.99%	10,00,000	
3	Sadbhav Bangalore Highway Private Limited (SBGHPL)	1,51,42,258	49.00%	3,09,02,690	1,51,42,258	49.00%	3,09,02,690	
4	Sadbhav Vidarbha Highway Limited (SVHL)	1,26,41,275	49.00%	2,57,98,550	1,26,41,275	49.00%	2,57,98,550	
5	Sadbhav Udaipur Highway Limited (SUDHL)	1,32,13,280	49.00%	2,69,66,000	1,32,13,280	49.00%	2,69,66,000	
6	Sadbhav Jodhpur Ring Road Private Limited (SJRRPL)	-	-	-	57,08,485	49.00%	1,16,50,000	
7	Sadbhav Kim Expressway Private Limited (SKEPL)	-	-	-	4,95,66,801	49.00%	10,11,56,860	
8	Rohtak-Panipat Tollway Private Limited (RPTPL)	10,71,198	48.99%	21,86,445	10,71,198	48.99%	21,86,445	
9	Rohtak-Hissar Tollway Private Limited (RHTPL)	52,76,170	49.00%	1,07,68,000	52,76,170	49.00%	1,07,68,000	

Part B – Details Of Subsequent Pledged Securities

March 31, 2025			March 31, 2024		
S. No.	Project SPV	Subsequent Pledged Securities	Percent of Subsequent Pledged Securities	Paid up shares	Paid up shares
1	Maharashtra Border Check Post Network Limited (MBCPNL)	2,250	4.50%	50,000	50,000
2	Ahmedabad Ring Road Infrastructure Limited (ARRIL)	-	-	-	1,04,60,000

(ii) Terms of Repayment for:

(a) 39,000 Redeemable , Non Convertible debentures (NCD):

Series of NCDs	No. of NCDs issued	Coupon Rate p.a %	Terms of Repayment	Earliest Date of Redemption
Series A	19,500	11.50%	48 months from the 1st deemed date of allotment	April 15, 2025. However fully repaid during FY 2024-25
Series A	19,500	11.50%	48 months from the 1st deemed date of allotment	April 15, 2025. However fully repaid during FY 2024-25

(b) 16,000 Redeemable , Non Convertible debentures (NCD):

Series of NCDs	No. of NCDs issued	Coupon Rate p.a %	Terms of Repayment	Earliest Date of Redemption
Series B	8,000	23%	63 months from the 1st deemed date of allotment	July 15, 2026. However partial repayment made during FY 2024-25
Series B	8,000	23%	63 months from the 1st deemed date of allotment	July 15, 2026. However partial repayment made during FY 2024-25

B Subsidiary Companies

(i) Rupee Term Loans from banks and other parties availed by subsidiaries are secured by:

- 1 a first mortgage and charge on all the respective subsidiary's immovable properties, both present and future, save and except the Project Assets;
- 2 a first charge on all the respective subsidiary's tangible moveable assets, including plant and machinery, machinery spares, tools and accessories, furniture, fixtures, vehicles and all other movable assets, both present and future, save and except the Project Assets;
- 3 first charge over all accounts of the company including the escrow account and the sub-accounts (or any account in substitution thereof) that may be opened in accordance with Common Rupee Loan Agreement and the Supplementary Escrow Agreement, or any other Project Documents including but not limited to Debt service reserve ('DSR') and Major maintenance reserve ('MMR') and all funds from time to time deposited therein, including those arising out of realisation of receivable and all permitted investments or other securities representing all amounts credited thereto.
- 4 a first charge on all intangibles assets of the respective subsidiary entity including but not limited to goodwill, rights, undertakings and uncalled capital present and future excluding the Project Assets.
- 5 a first charge on assignment by way of security in:
 - all the right, title, interest, benefits, claims and demands whatsoever of the respective subsidiary entity in the Project documents;
 - charge/ assignment on all the intangible assets of the respective subsidiary (other than project assets) including but not limited to goodwill, rights, undertakings, all the right, title, interest, benefits, claims and demands whatsoever of the respective subsidiary in any letter of credit, guarantee including contractor guarantees and liquidated damages and performance bond provided by any party to the Project Documents;
 - all the right, title, interest, benefits, claims and demands whatsoever of the respective subsidiary under all Insurance Contracts.
- 6 pledge of equity shares held by the Company and promoters holding in the respective subsidiary as stipulated in the Loan agreements.
- 7 the aforesaid mortgages, charges, assignments and guarantees and the pledge of equity shares as stipulated in paragraph 6 above shall in all respects rank pari-passu inter-se amongst the lenders. In accordance with the concession agreement, without any preference or priority to one over the other or others.
- 8 GECL Facility (Emergency Credit Line Guarantee Scheme)
 The GECL facility is secured by 100% credit guarantee from National Credit Guarantee Trustee Company Limited (NCGTC) in addition to second charge on security mentioned in point (i).

9 Inter Corporate Ltd Rupee Loan

- Exclusive charge by way of hypothecation on current assets (including receivables) and movable fixed assets other than project assets as defined in the concession agreement, both present and future of the Company.
- Hypotecation over receivables from ICD/ advances to be made by the Company to SEL
- Pledge over 53.33% outstanding shares of the Borrower to be provided by the Holding Company and created as follows:
 - (a) 30% pledge to be created on the date of first disbursement.
 - (b) 23.33% pledge to be created within 5 days from the date of first disbursement
- Pledge over 16% shares of the Holding Company.

10 16,834 (March 31, 2024: Nil) Redeemable , Non Convertible debentures (NCD) secured by way of

16,566 (March 31, 2024: Nil) Redeemable , Non Convertible debentures (NCD) secured by way of

- (i) Pledge over 2,80,00,00 no of shares of Sadbhav Infrastructure Projects Limited (SIPL) held by Sadbhav Engineering Limited (SEL)
- (ii) Pledge over 1,00,63,495 no of shares of Sadbhav Engineering Limited (SEL) held by Sadbhav Finstock Pvt Limited
- (iii) Pledge of 100% shareholding of Ahmedabad Ring Road Infrastructure Limited (ARRIL) held by SIPL
- (iv) Exclusive charge on fixed assets & current assets, all project cashflows which shall be escrowed in a consolidated Escrow Account, Exclusive charge on Escrow Account, project documents, project contracts etc., exclusive charge over receivables from ICD/ advances made by ARRIL to any group company.
- (v) Residual charge over cash flows as well as specific escrow account of SIPL for (a) GST Receivables of Sadbhav Vidarbha Highway Private Limited, Sadbhav Udaipur Highway Private Limited, and Sadbhav Nainital Highway Private Limited , (b) Residual charge from the proceeds realized from equity stake sale of Maharashtra Border Check Post Network Limited which shall be first utilized for payment of balance Allianz consortium debt. For the purpose of this clause, total Allianz consortium Part-B debt repayment shall not exceed INR 2720 million of which INR 1250 million is funded from the Investment Amount. Post payment of the Allianz consortium debt, the proceeds shall exclusively be available to the Investor.
- (vi) Exclusive mortgage of marketable real estate collateral of Promoters on which Pari-Passu Charges has been created for the company and Sadbhav Gadag Highway Private Limited (SGHPL) being subsidiary of the Ultimate Holding Company
- (vii) Personal Guarantee of Shashin V. Patel
- (viii) Corporate guarantee of Sadbhav Infrastructure Project Limited ("SIPL") and Corporate Guarantee on residual cash flows of Sadbhav Gadag Highway Private Limited ("SGHPL") after meeting obligations as per Concession Agreements and Financing Agreements.

Note: Securities mentioned in Point (i), (ii), (v) and (vi) are offered as common security for NCDs of ARRIL and SGHPL

(ii) Terms of Repayment of borrowings availed by subsidiaries as at March 31, 2025:

(a) SRHL

Term loan include loans amounting to INR 2,129.71 million as on March 31, 2025 (March 31, 2024: INR 2,335.08 million) taken from consortium of banks.

As per the second amendment agreement to the amended and restated common loan agreement dated 10th January,2021 The Principal Amounts of the Loan to each of the Lenders shall be repayable in 28 structured Bi-Annually instalments, commencing from the July 15, 2020 and last date of Instalment is December 15, 2035.

Term loans carry interest at bank base rate plus spread i.e. 9.50 percent to 11.25 percent per annum as on March 31, 2025.

Sadbhav Infrastructure Project Limited
Notes to Consolidated Financial Statements for the year ended March 31, 2025

(b) SUDHL

Term loan include loans amounting to INR3,649.14 million as on March 31, 2025 (March 31, 2024: INR 4,119.45 million) taken from consortium of banks.

The Principal amounts of the Loan is repayable to the lenders in 28 half yearly structured instalments, commencing from the May 31, 2021 on the last day of each half year in the amounts equivalent to the percentage of the total amount of loan as per the amortisation schedule in the loan agreement. Term loans carry interest at bank base rate plus 110 basis point as spread i.e. 9.25% to 11.80% per annum as on March 31, 2025.

As per the provision of CLA, after the PCOD, the Company has to create Debt Service Reserve Account (DSRA) and keep the balance of 6 Months Interest and amount equal to two instalments of Principal in DSRA. Accordingly amount of INR 113.67 million was lying deposited in escrow and 132.00 million is lying in Fixed Deposit account as on March 31, 2025.

Details of Delay in Interest and Principal as at March 2025 & March 2024

Due Date	(INR in Million)			
	Principal		Interest	
	March 31, 2025	March 31, 2024	March 31, 2025	March 31, 2024
January	-	-	-	18.38
February	-	-	-	24.62
March	-	101	-	31.10

GECL Facility (Emergency Credit Line Guarantee Scheme)

The Principal Amounts of the Loan to each of the Lenders shall be repayable in 48 structured monthly instalments, commencing from July 31, 2023 and last date of Instalment is June, 2027.

The loans carry average interest rate of 9.25% to 11.25% per annum.

(c) ARRIL

(i) 16,834 & 16,566 Redeemable , Non Convertible debentures (NCD):

Series of NCDs	No. of NCDs issued	Coupon Rate p.a %	Terms of Repayment (refer note below)	Earliest Date of Redemption
Series A1	16,834	20.00%	22 months from the 1st deemed date of allotment	Monthly till June 30, 2026
Series A2	16,566	20.00%	22 months from the 1st deemed date of allotment	Monthly till June 30, 2026

Note showing Terms of Repayment

Sr No	Redemption Dt	% of Redemption
1	30-09-2024	2.10%
2	31-10-2024	2.08%
3	30-11-2024	2.17%
4	31-12-2024	2.15%
5	31-01-2025	2.19%
6	28-02-2025	2.37%
7	31-03-2025	2.27%
8	30-04-2025	10.43%
9	31-05-2025	2.48%
10	30-06-2025	2.56%
11	31-07-2025	2.57%
12	31-08-2025	0.66%
13	30-09-2025	2.96%
14	31-10-2025	2.97%
15	30-11-2025	3.05%
16	31-12-2025	3.07%
17	31-01-2026	3.13%
18	28-02-2026	3.26%
19	31-03-2026	8.02%
20	30-04-2026	3.69%
21	31-05-2026	3.73%
22	30-06-2026	32.07%
Total		100%

Term loan include loans amounting to INR Nil as at March 31, 2025 (March 31, 2024: INR 1,114.90 million) taken from a consortium consisting of bank, financial institutions and other intercorporate loans.

ICICI Bank Car Loan

The ICICI Bank Car Loan is repayable to the lender in 45 structured quarterly installments commencing from June 01, 2021. As per repayment schedule of the loan agreement, all the principal amount outstanding under the said agreement shall be repaid by May 01, 2026. However the said loan is fully repaid during the year.

Intercorporate Loan

The Udhay-VJ Relaty Private Ltd Loan is repayable to the lender in 24 structures monthly installments from July 31, 2023. As per repayment schedule of the loan agreement, all the principal amount outstanding under the said agreement shall be repaid by June 30, 2025. However the said loan is fully repaid during the year.

The loan carry average interest rate of 15.00 per cent per annum.

Sadbhav Infrastructure Project Limited
Notes to Consolidated Financial Statements for the year ended March 31, 2025

19 Current borrowings

	As at March 31, 2025 INR in Million	As at March 31, 2024 INR in Million
Current maturities of non current borrowing	2,900.16	660.06
Current maturities of Inter Corporate Loan	-	969.00
Current maturities of Liability component of compound financial instrument	728.77	-
Loan repayable on demand to Related parties (unsecured) (refer note 39)	3,887.91	3,864.34
Term Loan from financial institution (Secured) (refer note 39) Referencing should be given of note no (i) below	1,110.77	1,110.77
Term Loan from Banks (Secured) (refer note (i) below)	17,010.16	17,010.16
Total	25,637.77	23,614.33

Notes:

- (i) In case of RHTPL and RPTPL, the accounts has been prepared on non going concern basis as per the accounting policies stated in note no. 2.1 , hence the non current borrowings has been reclassified under current borrowings of INR 9,336.19 million (March 31, 2024 INR 9,336.19 million) and INR 8,784.74 million (March 31, 2024 NR 8,784.74 million) respectively.
- (ii) The Lenders of the RHTPL have filed a Case No.: OA/228/2022 before the Hon'ble Debts Recovery Tribunal, Ahmedabad (DRT) against RHTPL and others for recovery of INR 10,854.82 Million.
- (iii) The Lenders of the RPTPL have filed a Case No.: OA/353/2023 before the Hon'ble Debts Recovery Tribunal, Ahmedabad (DRT) against RPTPL and others for recovery of INR 10,240.66 million.
- (iv) **Terms for repayment of borrowings from related parties (refer note 39)**

SIPL

Loan from Holding company carries interest of 11% p.a. and is repayable on demand/ call notice. And loan from subsidiary company is Interest Free.

RHTPL & RHTPL

loan from related parties are repayable on demand and is Interest Free.

SUDHL

loan from related parties are repayable on demand and is Interest Free.

20 Trade payables

	As at March 31, 2025 INR in Million	As at March 31, 2024 INR in Million
Total outstanding dues of micro and small enterprises (refer note (i) below)	12.20	0.69
Total outstanding dues of creditors other than micro and small enterprises (refer note 39)	1,288.78	1,366.69
Total	1,300.98	1,367.38

Notes:

(i) **Disclosure in respect of Micro and Small Enterprises:**

- | | | |
|--|------|------|
| A Principal amount remaining unpaid to any supplier as at year end | 6.99 | 2.63 |
| B Interest due thereon | 5.21 | - |
| C Amount of interest paid by the Company in terms of section 16 of the MSMED Act, along with the amount of the payment made to the supplier beyond the appointed day during the year | - | - |
| D Amount of interest due and payable for the year of delay in making payment [which have been paid but beyond the appointed day during the year] but without adding the interest specified under the MSMED Act | - | - |
| E Amount of interest accrued and remaining unpaid at the end of the accounting year | 5.21 | - |
| F Amount of further interest remaining due and payable in succeeding years | - | - |
- The above information has been compiled in respect of parties to the extent to which they could be identified as Micro, Small and Medium Enterprises on the basis of information available with the Group.
- (ii) For terms & conditions relating to subsidiaries, refer note 39

As at March 31, 2025

Sr No	Particulars	Outstanding for following periods from due date of Payment*					
		Not Due	Less than 1 year	1-2 years	2-3 Years	More than 3 years	Total
1	MSME	-	-	-	-	-	-
2	Others	3.46	338.70	320.30	167.58	458.74	1,288.78
3	Disputed dues - MSME	-	5.21	0.24	-	6.75	12.20
4	Disputed dues - Others	-	-	-	-	-	-
	Total	3.46	343.91	320.54	167.58	465.49	1,300.98

As at March 31, 2024

Sr No	Particulars	Outstanding for following periods from due date of Payment*					
		Not Due	Less than 1 year	1-2 years	2-3 Years	More than 3 years	Total
1	MSME	-	0.69	-	-	-	0.69
2	Others	17.62	95.41	209.00	495.53	549.13	1,366.69
3	Disputed dues - MSME	-	-	-	-	-	-
4	Disputed dues - Others	-	-	-	-	-	-
	Total	17.62	96.10	209.00	495.53	549.13	1,367.38

*Date of transaction is considered as due date in case where no due date of payment is specified

21 Other financial liabilities

Non current

Interest accrued but not due on debentures

Current

Current maturities of premium obligation (refer note (i) below)

Interest accrued to banks & financial institutions

Interest accrued to holding company (refer note 39)

Interest accrued and due on NHAI premium obligation

Interest accrued but not due on mobilization advance

Payable towards capital expenditure (refer note 39)

Security Deposits

Employee emoluments payable

Payable towards unclaimed dividend and unpaid share application refund money (refer note (ii) below)

Other payable

	As at March 31, 2025 INR in Million	As at March 31, 2024 INR in Million
	-	1,353.48
Total (A)	-	1,353.48
	3,982.55	3,982.55
	4,416.96	3,824.03
	269.83	445.81
	1,578.44	1,578.44
	5.49	25.03
	588.01	588.01
	21.66	21.60
	21.27	24.10
	0.14	0.14
	60.60	7.64
Total (B)	10,944.95	10,497.35
Total (C=A+B)	10,944.95	11,850.83

Notes:

- (i) In case of one of the subsidiary, RPTPL, Premium obligation under the Concession Agreement has been deferred by NHAI vide its sanction letter dated June 10, 2014. According to the terms of the sanction letter company shall pay entire deferred premium and interest thereon no later than one year prior to the expiry of the concession period. Amount of premium obligation which has not been deferred are payable in unequal monthly instalments, in terms of the sanction letter, during the concession period. In the previous year, the project has been terminated (refer note 48) and there is no premium obligation payable to NHAI after termination period and accordingly the liability of premium obligation of INR 4710.43 million has been written back.
As per the Ministry of Road Transport & Highways policy of National Highway Authorities of India (NHAI), the company is liable to make payment of interest on Deferment of Premium at Bank Rate + 2% p.a. which is charged to statement of profit & loss account for the year and obligation on the same has been recognised as liabilities.
- (ii) There are no amounts due for payment to the Investor Education and Protection Fund under Section 125 of the Companies Act, 2013 as at March 31, 2025 (March 31, 2024: Nil).

22 Other current liabilities

Current

Contract liabilities (refer note 38 and 39)

Statutory dues payable

Security Deposit

	As at March 31, 2025 INR in Million	As at March 31, 2024 INR in Million
	0.19	21.47
	113.79	136.03
	9.41	-
Total (B)	123.39	157.50
Total (C=A+B)	123.39	157.50

23 Provisions:

Non current

Provision for employee benefits - gratuity (refer note 37)

Current

Provision for employee benefits - gratuity (refer note 37)

Provision for employee benefits - Leave encashment

Provision for periodical major maintenance (refer note 41)

	As at March 31, 2025 INR in Million	As at March 31, 2024 INR in Million
	7.72	8.36
Total (A)	7.72	8.36
	5.69	5.44
	6.60	3.42
	690.78	626.83
Total (B)	703.07	635.69
Total (C=A+B)	710.79	644.05

24 Current tax liabilities (net)

Income tax payable (net of advance tax and tax deducted at source)

	As at March 31, 2025 INR in Million	As at March 31, 2024 INR in Million
	115.49	266.37
Total	115.49	266.37

Sadbhav Infrastructure Project Limited
Notes to Consolidated Financial Statements for the year ended March 31, 2025

25 Revenue from operations

Revenue from contract with customer (refer note 38)

Revenue from toll / check post operation services (refer note (ii) below)

Revenue from construction services

Other operating revenue (refer note (i) below)

	Year ended March 31, 2025	Year ended March 31, 2024
	INR in Million	INR in Million
	6,724.46	5,571.44
	272.71	2,176.67
	6,997.17	7,748.11
	42.38	40.78
Total	7,039.55	7,788.89

Notes:

- (i) Other operating revenue comprises of advertisement income, advisory and project management fees.
- (ii) In the case of ARRIL, a subsidiary of the company, Ahmedabad Urban Development Authority (AUDA), has vide resolution passed by its board of directors in the meeting held on 9th October 2017, exempted Light Motor Vehicles (Four Wheelers) from payment of toll, w.e.f October 10, 2017. As per policy or modalities of AUDA by which the company will be reimbursed for the losses due to said exemption, the Company has recognised revenue of toll collection of INR 816.21 Millions for the year ended March 31, 2025 (March 31, 2024 : INR 707.46 Millions) based on the actual average daily traffic of Light Motor Vehicles (Four Wheelers) approved by AUDA / Claim submitted by the ARRIL during the said period.

26 Other income

Interest Income on:

Bank deposits
Investments
Income tax refund
Notional income on financial assets carried at amortised cost
Others
Liabilities no longer payable written back
Dividend income on investment
Miscellaneous income
Net gain/loss on fair value changes of financial assets at FVTPL
Profit on sale of assets

	Year ended March 31, 2025	Year ended March 31, 2024
	INR in Million	INR in Million
	52.01	107.88
	-	36.59
	4.14	8.54
	471.79	741.99
	5.27	10.57
	4.71	73.45
	0.60	0.37
	17.62	1.51
	0.17	-
	1.25	3.42
Total	557.56	984.32

27 Construction, Toll Plaza & Road Maintenance expense

Construction contract charges
Operation and maintenance charges to sub-contractors
Periodical major maintenance expense (refer note 41)
Power and fuel
Security expenses
Miscellaneous expenses

	Year ended March 31, 2025	Year ended March 31, 2024
	INR in Million	INR in Million
	39.69	1,985.22
	1,400.90	1,227.87
	36.46	64.68
	95.68	98.73
	-	21.62
	138.89	137.77
Total	1,711.62	3,535.89

Sadbhav Infrastructure Project Limited
Notes to Consolidated Financial Statements for the year ended March 31, 2025

28 Employee benefit expenses	Year ended	Year ended
	March 31, 2025	March 31, 2024
	INR in Million	INR in Million
Salaries, bonus and other allowances (including managerial remuneration) (refer notes 37 and 39)	258.05	276.92
Contribution to provident and other funds (refer note 37)	16.49	17.45
Gratuity expenses (refer note 37)	7.81	10.31
Staff welfare expenses	12.00	5.30
Total	294.35	309.98

29 Finance cost	Year ended	Year ended
	March 31, 2025	March 31, 2024
	INR in Million	INR in Million
Interest on:		
Term loans from banks and others	2,681.88	3,524.31
Current borrowings (refer note 39)	360.07	298.89
Mobilization advance	0.74	7.16
Others	36.63	39.93
Unwinding of discount on		
Provision of major maintenance (refer note 41)	81.49	65.49
Interest free loan	162.75	65.06
Other borrowing costs		
Amortization of processing fees	4.52	74.80
Bank charges and other finance costs	25.78	211.90
Total	3,353.86	4,287.54

30 Depreciation and amortisation expenses	Year ended	Year ended
	March 31, 2025	March 31, 2024
	INR in Million	INR in Million
Depreciation on property, plant and equipment (refer note 5)	1,176.29	1,013.81
Total	1,176.29	1,013.81

31 Other expenses	Year ended	Year ended
	March 31, 2025	March 31, 2024
	INR in Million	INR in Million
Expense related to short term leases incl amortisation expenses on financial assets (refer note 39 and 43)	14.49	14.13
Insurance	23.38	23.87
Rates and taxes	7.48	15.68
Repairs and maintenance - Others	-	0.09
Legal and professional fees	449.18	241.66
Communication expense	0.13	1.08
Travelling expenses	0.06	0.37
Auditor's remuneration (refer note below)	4.73	6.14
Director's sitting fees (refer note 39)	2.77	2.34
Cash collection charges	0.78	1.24
Written off	124.42	24.73
Expected Credit Loss on receivables (refer note 9 & 13)	26.36	19.05
Corporate Social Responsibility Expense (refer note 51)	16.70	15.50
Miscellaneous expenses	28.08	63.94
Penalty on Substitution of Concession Agreement	-	187.40
Total	698.56	617.22

31.1 Auditor Remuneration	Year ended	Year ended
	March 31, 2025	March 31, 2024
	INR in Million	INR in Million
Fees for Statutory Audit	4.10	5.34
Fees for Tax Audit	-	0.21
Fees for Certification	0.62	0.55
Total	4.73	6.10

Sadbhav Infrastructure Project Limited
Notes to Consolidated Financial Statements for the year ended March 31, 2025

32 Income tax expense

The major components of income tax expense for the year ended March 31, 2025 and March 31, 2024 are as under:

(a) Profit and Loss

	Year ended March 31, 2025 INR in Million	Year ended March 31, 2024 INR in Million
Current tax		
Current income tax charges	298.22	172.30
Adjustment in respect of tax of earlier years	0.12	-
Total (A)	298.34	172.30
Deferred tax		
Relating to origination and reversal of temporary differences	(58.00)	(421.50)
Total deferred tax charged in the statement of profit and loss	(58.00)	(421.50)
Tax expense reported in the statement of profit and Loss	240.34	(249.20)

(b) A Reconciliation of tax expense and the accounting profit multiplied by India's domestic tax rate:

Particulars	Year ended March 31, 2025 INR in Million	Year ended March 31, 2024 INR in Million
Accounting (loss) before tax	(102.22)	(5,581.70)
Statutory income tax rate	25.63%	25.63%
Expected income tax expenses	(26.20)	(1,430.59)
Tax effect of adjustments to reconcile expected Income tax expenses to reported income tax expenses		
Tax effect of non deductible items	(11.05)	(24.23)
Tax in respect of earlier years	12.29	13.12
Tax on effect due to different rates	(56.27)	(49.46)
Reversal under section 80IA	(175.98)	(74.28)
Tax losses not recognised due to absence of probable certainty of reversal (refer note (e) below)	497.55	1,316.24
Income tax expenses as per normal tax rate	240.34	(249.20)
Consequent to reconciliation items shown above, the effective tax rate	0.00%	0.00%

(c) Deferred tax

The movement in deferred tax assets and liabilities during the year ended March 31, 2025 and March 31, 2024

	Opening balance as at April 1, 2024 (A)	Deferred tax charges/(credit) recognised in P&L (B)	Closing balance as at March 31, 2025 (C=A+B)
i) Impact of fair valuation of financial instruments	(201.72)	(201.72)	-
ii) Accelerated depreciation for tax purpose	0.85	0.85	-
iii) Expenditure allowed on payment basis	325.09	996.49	(671.40)
iv) Expenditure allowed over the period	(183.27)	(809.65)	626.38
v) Income tax allowable on actual receipt basis	(3.86)	(3.86)	-
vi) Unused tax losses available for offsetting against future taxable income	(95.37)	(40.11)	(55.26)
Total deferred tax expenses	(158.28)	(58.00)	(100.28)

Net deferred tax assets/(liabilities)

	Opening balance as at April 1, 2023 (A)	Deferred tax charges/(credit) recognised in P&L (B)	Closing balance as at March 31, 2024 (C=A+B)
i) Impact of fair valuation of financial instruments	(1,297.05)	(1,095.33)	(201.72)
ii) Accelerated depreciation for tax purpose	0.96	0.11	0.85
iii) Expenditure allowed on payment basis	798.32	473.23	325.09
iv) Expenditure allowed over the period	(232.72)	(49.45)	(183.27)
v) Expenditure allowed on actual receipt basis	(3.86)	-	(3.86)
vi) Unused tax losses available for offsetting against future taxable income	154.57	249.94	(95.37)
Total deferred tax expenses	(579.78)	(421.49)	(158.28)

Net deferred tax assets/(liabilities)

(d) Reconciliation of Deferred tax

	Year ended March 31, 2025 INR in Million	Year ended March 31, 2024 INR in Million
Deferred tax liabilities (net)	100.28	158.28
Total	100.28	158.28

(e) Certain subsidiary companies have carried forward business losses aggregating INR 34,261.21 million (March 31, 2024: INR 30,030.02 million) under the Income Tax Act, 1961, which can be adjusted against taxable profits for limited period of 8 years of the respective year from the date of origin.

Deferred tax asset has not been recognised in respect of these unabsorbed losses as they may not be used to offset taxable profits elsewhere in the Group, which have arisen in subsidiaries that have been loss-making for some time, and there are no reasonable certainty supported by convincing evidence of recoverability in the near future. If the Group were able to recognise all unrecognised deferred tax assets, profit would increase by INR 6,453.65 million (March 31, 2024: INR 6,464.41 million).

(f) The group offsets tax assets and liabilities if and only if it has a legally enforceable right to set off current tax assets and current tax liabilities and the deferred tax assets and deferred tax liabilities relate to income taxes levied by the same tax authority.

Sadbhav Infrastructure Project Limited
Notes to Consolidated Financial Statements for the year ended March 31, 2025

33 A. Disclosure of Financial instruments by category

(INR in Million)

Particulars	Note no.	As at March 31, 2025				As at March 31, 2024			
		FVTPL	FVOCI	Amortized cost	Total Carrying Value	FVTPL	FVOCI	Amortized cost	Total Carrying Value
Financial assets									
Investments	8	6.51	-	403.21	409.72	-	-	409.55	409.55
Trade receivables	9	-	-	451.23	451.23	-	-	382.28	382.28
Cash and cash equivalents	10	-	-	283.77	283.77	-	-	366.49	366.49
Other bank balances	10	-	-	174.70	174.70	-	-	45.89	45.89
Loans	11	-	-	2,955.35	2,955.35	-	-	1,888.25	1,888.25
Receivable under service concession arrangements	12	-	-	-	-	-	-	-	-
				7,623.19	7,623.19			8,611.13	8,611.13
Other financial assets	13	-	-	23,506.31	23,506.31	-	-	25,401.44	25,401.44
Total financial assets		6.51	-	35,397.76	35,404.27	-	-	37,105.03	37,105.03
Financial liabilities									
Non current borrowings	18	-	-	6,419.69	6,419.69	-	-	9,297.18	9,297.18
Current borrowings	19	-	-	25,637.77	25,637.77	-	-	23,614.33	23,614.33
Trade payables	20	-	-	1,300.98	1,300.98	-	-	1,367.38	1,367.38
Other financial liabilities	21	-	-	10,944.95	10,944.95	-	-	11,850.83	11,850.83
Total financial liabilities		-	-	44,303.38	44,303.38	-	-	46,129.72	46,129.72

B. Other Notes:

- (i) The carrying amount of financial assets and financial liabilities measured at amortised cost in the Standalone Financial Statements are a reasonable approximation of their fair values since the Company does not anticipate that the carrying amounts would be significantly different from the values that would eventually be received or settled.
- (ii) The fair value of the financial assets and liabilities is included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.
- (iii) The carrying value of Group's interest bearing borrowing are reasonable approximations of fair values as the borrowing carry floating interest rate

34 Fair value disclosures for financial assets and financial liabilities

Set out below is a comparison, by class, of the carrying amounts and fair value of the Group's financial instruments, other than those with carrying amounts that are reasonable approximations of fair values:

Particulars	Note no.	As at March 31, 2025		As at March 31, 2024	
		Carrying amount	Fair value	Carrying amount	Fair value
Financial assets					
Investments in units of Indinfravit Trust	8	6.34	6.51	6.34	6.34
Investments in mutual funds	8	-	-	-	-
Total financial assets		6.34	6.51	6.34	6.34
Financial liabilities					
Redeemable, Non-convertible debentures	18	3,559.59	3,559.59	5,113.56	5,113.56
Premium obligation under Concession agreement	21	3,982.55	3,982.55	3,982.55	3,982.55
Total financial liabilities		7,542.14	7,542.14	9,096.11	9,096.11

- (i) The carrying amount of financial assets and financial liabilities measured at amortised cost in the consolidated financial statements are a reasonable approximation of their fair values since the group does not anticipate that the carrying amounts would be significantly different from the values that would eventually be received or settled.
- (ii) The fair value of the financial assets and liabilities is included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.
- (iii) The fair value of premium obligation is calculated by discounting future cash flows using rates as per RBI Bank rate + 2%.
- (iv) The carrying value of Group's interest-bearing borrowings are reasonable approximations of fair values as the borrowing carry floating interest rate.

35 Fair value hierarchy

The following table provides the fair value measurement hierarchy of the Group's assets and liabilities which are measured at fair value:

Quantitative disclosures fair value measurement hierarchy for financial assets and financial liabilities as at March 31, 2024 and March 31, 2023:

	As at March 31, 2025			As at March 31, 2024		
	Quoted prices in active markets (Level 1)	Significant observable inputs (Level 2)	Significant unobservable inputs (Level 3)	Quoted prices in active markets (Level 1)	Significant observable inputs (Level 2)	Significant unobservable inputs (Level 3)
Assets						
Fair value through profit & loss						
Investments in units of Indinfravit Trust	8	6.51	-	6.34	-	-
Investments in mutual funds	8	-	-	-	-	-
Liabilities						
Liabilities for which fair values are disclosed						
Redeemable, Non-convertible debentures	18	2,747.79	811.80	-	5,113.56	-
Premium obligation under Concession agreement	21	-	3,982.55	-	3,982.55	-

The fair values of the financial assets and financial liabilities included in the level 2 category above has been determined in accordance with generally accepted pricing models based on a discounted cash flow analysis, with the most significant inputs being the discount rate that reflects the credit risk of counterparties.

There have been no transfers between level 1 and level 2 during the years.

36 Earnings per share (EPS)

The following reflects the income and share data used in the basic and diluted EPS computations:

	March 31, 2025 INR in Million	March 31, 2024 INR in Million
Profit/(loss) after tax for the year attributable to equity shareholders:	(A) (749.83)	(5,431.18)
Number of equity shares at the end of the year:	35,22,25,216	35,22,25,216
Weighted average number of equity shares for basic and diluted EPS	(B) 35,22,25,216	35,22,25,216
Nominal value of equity shares	10	10
Basic and diluted earning/(loss) per share	(A/B) (2.13)	(15.42)

37 Employee benefits disclosure

A Defined contribution plans:

The following amount recognised as expenses in statement of profit and loss on account of provident fund and other funds. There are no other obligations other than the contribution payable to the respective authorities.

	March 31, 2025 INR in Million	March 31, 2024 INR in Million
Contribution to provident funds, employee state insurance & Other funds	16.49	17.45
Total	16.49	17.45

B Defined benefit plans - Gratuity benefit plan:

The Group has a Gratuity benefit plan. Every employee who has completed five years or more of service gets a gratuity on the termination of his employment at 15 days salary (last draw salary) for each completed year of service. The present value of obligation in respect of gratuity is determined based on actuarial valuation using the Project Unit Credit Method as prescribed by the Indian Accounting Standard 19. Gratuity has been recognised in the financial statement as per details given below:

	March 31, 2025 INR in Million	March 31, 2024 INR in Million
Cost charged to statement of profit and loss (Excluding amount of subsidiaries sold during the year)		
Current service cost	4.95	7.85
Balance trf to SEL	-	-
Interest cost	2.86	2.46
Sub-total included in statement of profit and loss	7.81	10.31
Remeasurement losses/(gains) in other comprehensive income (Excluding amount of subsidiaries sold during the year)		
Actuarial loss/(gain) due to change in financial assumptions	1.01	0.69
Actuarial loss/(gain) due to change in demographic assumptions	-	0.85
Actuarial loss/(gain) due to experience changes	0.26	3.44
Sub-total included in other comprehensive income	1.27	4.98
Reconciliation of net defined benefit obligation		
Reconciliation of defined benefit obligations as at beginning of the year		
Defined benefit obligations as at beginning of the year	43.66	40.32
Cost charged to statement of profit and loss	7.81	10.31
Remeasurement (gains)/losses in other comprehensive income	1.27	4.98
Benefit paid	(5.96)	(5.24)
Defined benefit obligation of subsidiaries sold during the year	-	(6.71)
Sub total	46.78	43.66
Defined benefit obligation pertaining to asset held for sale	(33.34)	(29.83)
Defined benefit obligations as at end of the year	13.44	13.83
Reconciliation of fair value of plan assets		
Plan asset as at beginning of the year	0.03	0.03
Interest Income	-	-
Return on plan assets excluding amounts included in interest income	-	-
Benefits paid	-	-
Plan asset as at end of the year	0.03	0.03
Net Defined benefit obligations as at end of the year	13.41	13.80
Current	5.69	5.44
Non-current	7.72	8.36

The principal assumptions used in determining above defined benefit obligations for the Group's plans are shown below:

	March 31, 2025	March 31, 2024
Discount rate	6.60%	7.20%
Salary Growth rate	6.00%	6.00%
Withdrawal rate	15% at younger ages, reducing to 3% at older ages	15% at younger ages, reducing to 3% at older ages
Mortality rate	Indian Assured Lives Mortality (2006-08)	Indian Assured Lives Mortality (2006-08)

A quantitative sensitivity analysis for significant assumption is as shown below:

Particulars	Sensitivity level	March 31, 2025 INR in Million	March 31, 2024 INR in Million
Discount rate	0.50% increase	(2.78)	(0.29)
	0.50% decrease	2.49	0.33
Salary Growth Rate	0.50% increase	2.47	0.24
	0.50% decrease	(2.72)	(0.21)
Attrition Rate	10% increase	2.21	0.10
	10% decrease	(1.12)	(0.08)

The sensitivity analysis above have been determined based on a method that extrapolates the impact on defined benefit obligation as a result of reasonable changes in key assumptions occurring at the end of the reporting period. The sensitivity analyses are based on a change in a significant assumption, keeping all other assumptions constant. Sensitivity analysis fails to focus on the interrelationship between underlying parameters. Hence, the results may vary if two or more variables are changed simultaneously.

The estimates of the future salary increases, considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.

Since the obligation is unfunded, there is no Assets-Liability Matching strategy device for the plan. Accordingly, there is no expected contribution in the next annual reporting period reported.

C Maturity Profile of the Defined Benefit Obligation

2025
2026
2027
2028
2029
2030-2034

March 31, 2025
INR in Million

3.40
1.10
1.26
0.59
1.48
3.31

2024
2025
2026
2027
2028
2029-2033

March 31, 2024
INR in Million

3.16
1.20
1.13
1.26
0.61
3.91

D Other employee benefits:

Salaries, wages and bonus include provision made as per actual basis in respect of accumulated leave encashment / compensated absences, bonus and leave travel allowance of INR 19.40 million (March 31, 2024 21.60 million)

38 Revenue from contract with customers

38.1 Disaggregated revenue information

Set out below is the disaggregation of the Group's revenue from contracts with customers:

Type of service rendered

Revenue from toll / check post operation services
Revenue from construction services
Total revenue from contracts with customers

Year ended March 31, 2025 (INR in Million)	Year ended March 31, 2024 (INR in Million)
6,724.46	5,571.44
272.71	2,176.67
6,997.17	7,748.11

Place of service rendered

India
Total revenue from contracts with customers

6,997.17	7,748.11
6,997.17	7,748.11

Timing of revenue recognition

Services transferred over time
Total revenue from contracts with customers

6,997.17	7,748.11
6,997.17	7,748.11

38.2 Contract balances

Contract assets
Contract liabilities

March 31, 2025 (INR in Million)	March 31, 2024 (INR in Million)
-	-
0.19	21.47

38.3 Performance obligation

Information about the Group's performance obligations are summarised below:

a. Toll and Checkpost operation services

The performance obligation is satisfied over time as each toll road-user simultaneously receives and consumes the benefits provided by the Group. Given the short time period over which the group provides road operating services to each road user (i.e. the duration of the time it takes the road user to travel the length of the toll road), the Group recognises toll revenue when it collects the tolls.

b. Construction services

The performance obligation is satisfied over time as the assets is under control of customer and they simultaneously receives and consumes the benefits provided by the Group. The Group received progressive payment toward provision of construction services.

The transaction price allocated to the remaining performance obligations (unsatisfied or partially unsatisfied) as at March 31 are, as follows:

Within one year
More than one year

Year ended March 31, 2025 (INR in Million)	Year ended March 31, 2024 (INR in Million)
295.38	1,743.09
221.54	1,560.28

38.4 Reconciliation of the amount of revenue recorded in Consolidated statement of Profit and loss is not required as there are no adjustments to the contracted price.

39 Related Party disclosures

Related party disclosures as required under the Indian Accounting Standard (Ind AS) – 24 on "Related Party Disclosures" are given below:

(a) Name of Related Parties and related party relationship

Related Parties where control exists:

Holding Company Sadbhav Engineering Limited (SEL)

(b) Related parties with whom transactions have taken place:

Fellow Subsidiary Sadbhav Gadag Highway Private Limited (SGHPL)

Entities in which Key Managerial Personnel of subsidiary having significant interest Adani Electricity Mumbai Limited (AEML)
Adani Road Transport Limited (ARTL)

Key management personnel (KMP) of the Company Mr. Shashin V. Patel, Chairman and Executive Director (w.e.f March 14, 2023)
Mr. Jatin Thakkar, Executive Director and Chief Financial Officer (CFO) (w.e.f March 15, 2023)
Mr. Dwigesh Joshi, Non-Executive Director (w.e.f March 15, 2023) (upto April 08, 2024)
Mr. Sandip Patel, Independent Director (upto September 04, 2024)
Mr. Arun Kumar Patel, Independent Director (upto October 21, 2024)
Mrs. Dakshaben Shah, Independent Director (upto February 12, 2024)
Mr. Tarang M Desai, Independent Director (w.e.f. August 12, 2024)
Mr. Ambalal Patel, Independent Director (w.e.f. Septemebt 30, 2024)
Mrs. Shefaliben Patel, Independent Director (w.e.f. July 06, 2024)
Mr. Hardik Modi, Company Secretary (upto February 12, 2025)

Key management personnel (KMP) of the Subsidiary Companies Mr. Shashin V. Patel, Director of the subsidiary company
Mr. Jatin Thakkar, Managing Director of Subsidiary (w.e.f March 15, 2023)
Mr. Jignsau Dixit, Director of Subsidiary (w.e.f October 06,2023) *
Mr. Mahendrasinh Chavda, Director of Subsidiary
Mr Ravi Kapoor, Director of Subsidiary *
Mr Girish Patel, Director of Subsidiary *
Mr. Purushottambhai Patel, Director of Subsidiary
Mr. Kalpesh Shah, Director of Subsidiary
Mr. Dwigesh Joshi, Director of subsidiary (w.e.f March 15, 2023)*
Mr Rajat Mondal, Director of Subsidiary
Mr. Sandip Patel, Independent Director of Subsidiary *
Mr. Arun Kumar Patel, Independent Director of Subsidiary
Mrs. Dakshaben Shah, Independent Director of Subsidiary *
Mrs. Radhika Raniaga, Company Secretary of Subsidiary (upto July 21,2023) *
Mr. Rahul Sheth , Company Secretary of Subsidiary *
Mrs. Shefali Manojbhai Patel, Independent Director**
Ms Sejal Desai, Company Secretary of Subsidiary (w.e.f from July 07,2023) *
Ms Dhrupa Thakkar, Company Secretary of Subsidiary**
Mr. Tarang Madhukar Desai, Independent Director **
Mr. Hitesh Chelani, Chief Financial Officer of Subsidiary
Mr. Kaivan Vora, Chief Financial Officer of Subsidiary
Mr. Tarang M Desai, Independent Director of Subsidiary **
Mr. Ambalal Patel, Independent Director of Subsidiary **

* Resigned during the Financial year 2024-25 from the respective companies

** Joined during the Financial year 2024-25

Sadbhav Infrastructure Project Limited
Notes to consolidated financial statements for the year ended March 31, 2025

(c) Transactions with related parties during the year		(INR in Million)							
Sr No	Particulars	Holding		Fellow Subsidiary		Entities in which Key Managerial Personnel having substantially interest		Key Management Personnel	
		Year ended March 31, 2025	Year ended March 31, 2024	Year ended March 31, 2025	Year ended March 31, 2024	Year ended March 31, 2025	Year ended March 31, 2024	Year ended March 31, 2025	Year ended March 31, 2024
1	Current borrowings taken SEL	604.85	885.20	-	-	-	-	-	-
2	Current borrowings repaid (including interest) SEL	556.63	1,302.66	-	-	-	-	-	-
	ARTL	-	-	-	-	-	110.00	-	-
3	Interest expense SEL	270.37	297.69	-	-	-	-	-	-
	ARTL	-	-	-	-	374.86	377.18	-	-
4	Loan given SEL	1,982.41	3,864.62	-	-	-	-	-	-
5	Loan received back SEL	1,941.23	2,401.89	-	-	-	-	-	-
6	Availment of Services SEL	1,041.93	1,025.37	-	-	-	-	-	-
	AEMIL	-	-	-	-	3.91	3.84	-	-
	ARTL	-	-	-	-	240.00	117.00	-	-
7	Mobilization, Material & Other Advances given SEL	-	41.64	-	-	-	-	-	-
8	Mobilization, Material & Other Advances adjusted against EPC SEL	-	106.46	-	-	-	-	-	-
9	Interest on mobilization advance / claim SEL	5.27	10.57	-	-	-	-	-	-
10	Rent, reimbursement and allocation of expenses SEL	(14.54)	(11.16)	-	-	-	-	-	-
	SGHPL	-	-	(1.95)	1.93	-	-	-	-
11	Sitting fees Shashin V Patel	-	-	-	-	-	-	0.20	0.13
	Arunkumar Patel	-	-	-	-	-	-	0.27	0.29
	Sandip Patel	-	-	-	-	-	-	0.23	0.45
	Daksha Shah	-	-	-	-	-	-	0.23	0.34
	Purushottam Patel	-	-	-	-	-	-	0.35	0.39
	Jignasu Dixit	-	-	-	-	-	-	0.28	0.12
	Rajat Mondal	-	-	-	-	-	-	0.25	0.11
	M S Chavda	-	-	-	-	-	-	0.24	0.21
	Kalpesh Shah	-	-	-	-	-	-	-	0.10
	Girish Patel	-	-	-	-	-	-	0.05	0.13
	Dwigesh Joshi	-	-	-	-	-	-	-	0.27
	Tarang Madhukar Desai	-	-	-	-	-	-	0.34	-
	Ambalal C Patel	-	-	-	-	-	-	0.15	-
	Shefali Manojbhai Patel	-	-	-	-	-	-	0.31	-
	Jatin Thakkar	-	-	-	-	-	-	0.04	-
12	Remuneration Shashin Patel	-	-	-	-	-	-	17.63	18.01
	Mahendrasinh Chavda	-	-	-	-	-	-	2.71	2.04
	Purshottam B Patel	-	-	-	-	-	-	3.03	2.42
	Rajat Mondal	-	-	-	-	-	-	4.16	5.56
	Sejal Desai	-	-	-	-	-	-	1.01	0.56
	Radhika Raninga	-	-	-	-	-	-	-	0.35
	Rahul Sheth	-	-	-	-	-	-	-	0.64
	Jatin Thakkar	-	-	-	-	-	-	11.04	14.70
13	Loan given to KMP Rahul Sheth	-	-	-	-	-	-	-	0.19
14	Loan recovered from KMP Rahul Sheth	-	-	-	-	-	-	-	0.25
15	Investment Component of Interest Free Loan Given SEL	403.21	403.21	-	-	-	-	-	-
16	Reversal of balances SEL	-	2,869.64	-	-	-	-	-	-

Sadbhav Infrastructure Project Limited
Notes to consolidated financial statements for the year ended March 31, 2025

(d) Balances of related parties at the year end:									
Sr No	Particulars	Holding		Fellow Subsidiary		Entities in which Key Managerial Personnel having substantially interest		Key Management Personnel	
		As at March 31, 2025	As at March 31, 2024	As at March 31, 2025	As at March 31, 2024	As at March 31, 2025	As at March 31, 2024	As at March 31, 2025	As at March 31, 2024
1	Mobilisation and other advances paid against contract								
	SEL	368.30	368.30	-	-	-	-	-	-
2	Interest receivable against Mobilization advance								
	SEL	133.70	128.96	-	-	-	-	-	-
3	Interest payable								
	SEL	284.91	312.18	-	-	-	-	-	-
	ARTL	-	-	-	-	31.73	10.23	-	-
4	Trade payable (including capital payables and retention money)								
	SEL	1,253.02	1,267.56	-	-	-	-	-	-
	SGHPL	-	-	-	1.95	-	-	-	-
5	Current Borrowings								
	SEL	4,007.58	3,959.36	-	-	-	-	-	-
	ARTL	-	-	-	-	3,750.10	3,750.10	-	-
6	Loan Given								
	SEL	2,952.81	1,884.86	-	-	-	-	-	-
7	Advances given								
	ARTL	-	-	-	-	188.80	-	-	-
8	Interest free unsecured loan (Equity and liability components less finance cost recognised till date reporting date)								
	SEL(refer note 17)	728.77	656.55	-	-	-	-	-	-
9	Trade Receivable								
	SEL	0.36	0.36	-	-	-	-	-	-
	Investment Component of Interest Free Loan Given								
	SEL	403.21	403.21	-	-	-	-	-	-
10	Security Deposit given								
	AEML *	-	-	-	-	0.01	0.01	-	-
11	Remuneration payable								
	Jatin Thakkar	-	-	-	-	-	-	0.88	0.88
	Shashin Patel	-	-	-	-	-	-	1.42	1.42
12	Sitting Fees payable								
	Sandip Patel	-	-	-	-	-	-	-	0.09
	Shashin V Patel	-	-	-	-	-	-	0.08	0.05
	Daksha Shah	-	-	-	-	-	-	0.08	0.07
	Arunkumar Patel	-	-	-	-	-	-	0.01	0.06
	P B Patel	-	-	-	-	-	-	0.11	0.09
	Jignasu Dixit	-	-	-	-	-	-	0.09	0.06
	Rajat Mondal	-	-	-	-	-	-	0.11	0.03
	M S Chavda	-	-	-	-	-	-	0.08	0.05
	Girish Patel	-	-	-	-	-	-	-	0.03
	Dwigesh Joshi	-	-	-	-	-	-	-	0.06
	Tarang Madhukar Desai	-	-	-	-	-	-	0.18	-
	Ambalal C Patel	-	-	-	-	-	-	0.14	-
	Shefali Manojbhai Patel	-	-	-	-	-	-	0.18	-
	Jatin Thakkar	-	-	-	-	-	-	0.02	-
13	Salary Payable to Company Secretary								
	Daksh Parikh	-	-	-	-	-	-	-	0.02

* Security deposit given as at March 31, 2025 INR 7,580/- (March 31, 2024 INR 7,580/-) is below rounding off norms adopted by the Company.

Notes:

- (i) The transactions with related parties are made on terms equivalent to those that prevail in arm's length transactions. Outstanding balances at the year-end are unsecured and interest free except short term loan and settlement occurs in cash as per the terms of the agreement.
- (ii) Non convertible debenture of INR 6,647.80 Million as at March 31, 2025 (March 31, 2024: INR 2,729.43 million) are secured by way of corporate guarantee by Sadbhav Infrastructure Projects Limited (SIPL), the holding Company, first ranking charge created on shares of holding Company's certain subsidiaries and of SEL.
- (iii) The loans received from Sadbhav Engineering Limited (SEL), the Parent (Ultimate holding) Company is based on demand which carries interest of 11.00%.
- (iv) The Remuneration disclosed above given to key managerial personnel is mainly related to short term employee benefits and does not includes post employee benefits as the same is not determinable.

40 Contingent liabilities and commitments

(A) Contingent liability

(a) Contingent liability relating to SIPL

A. Claims against the holding Company not acknowledged as debt: Tax Matters

(i) Goods and Service Tax Matters in dispute for which company has filled appeal with higher authorities:

- a. The Deputy Commissioner of State Tax (Maharashtra) has disallowed ITC Claimed for the tax period April 2018 to March 2019 amounting to INR 3.59 Million and issued a demand notice amounting to INR 8.14 Million dated November 02,2022 u/s 73 of MGST Act.
- b. The Deputy Commissioner of State Tax (Maharashtra) has disallowed ITC Claimed for the tax period July 2017 to March 2018 amounting to INR 7.85 Million and issued a demand notice amounting to INR 21.68 Million dated April 12,2022 u/s 73 of MGST Act.
- c. The Deputy Commissioner of State Tax (Rajasthan) has disallowed ITC Claimed, Liability of difference in Tax Rate etc for the tax period July 2017 to March 2018 amounting to INR 1.44 Million and issued a demand notice amounting to INR 2.95 Million dated Feb 5,2025 u/s 74 of RGST Act.
- d. The Joint Commissioner of State Tax (Rajasthan) has disallowed ITC Claimed period April 2021 to March 2022 amounting to INR 0.29 Million and issued a demand notice amounting to INR 0.50 Million dated July 12,2023 u/s 73 of RGST Act.
- e. The Deputy Commissioner of State Tax (Uttarakhand) has disallowed ITC Claimed period March 2019 amounting to INR 1.40 Million and issued a demand notice amounting to INR 2.60 Million dated November 22,2022 u/s 73 of UGST Act.
- f. The Assistant Commissioner of State Tax (Telangana) has disallowed ITC Claimed for the tax period April 2019 to March 2020 amounting to INR 2.01 Million and issued a demand notice amounting to INR 4.16 million dated August 27, 2024 u/s 73 of TGST Act.
- g. The Deputy Commissioner of State Tax (Maharashtra) has disallowed ITC Claimed, Interest on delay filling of Returns etc. for the tax period April 2018 to March 2019 amounting to INR 3.59 Million and issued a demand notice amounting to INR 8.14 Million dated November 02,2022 u/s 73 of MGST Act.
- h. The Joint Commissioner of State Tax (Rajasthan) has disallowed ITC Claimed period April 2018 to March 2019 amounting to INR 0.29 Million and issued a demand notice amounting to INR 0.53 Million dated July 12,2023 u/s 73 of RGST Act.
- i. The Deputy Commissioner of State Tax (Rajasthan) has demand Interest on delay filling of Returns for the tax period April 2019 to March 2020 amounting to INR 4.62 Million on dated July 30,2024 u/s 74 of RGST Act.
- j. The Assistant Commissioner of State Tax (Gujarat) has disallowed ITC Claimed for the tax period April 2018 to March 2019 amounting to INR 7.79 Million on dated April 24,2024 u/s 73 of SGST Act.
- k. Excise and Taxation Officer (Haryana) has disallowed ITC Claimed for the tax period July 2017 to March 2018 amounting to INR 1.66 Million and issued a demand notice amounting to INR 5.01 million dated January 13, 2025 u/s 74 of HGST Act.
- l. The Deputy Commissioner of State Tax (Madhya Pradesh) has demand for non-filing of Returns for the tax period October 2019 amounting to INR 9.13 Million and issued a demand notice amounting to INR 9.45 Million dated December 16,2019 u/s 73 of MGST Act.
- m. The Additional Commissioner of State Tax (Gujarat) has demand on not discharge liability on service of Corporate guarantee for the tax period July 2017 to March 2018 amounting to INR 40.20 Million and issued a demand notice amounting to INR 80.40 Million on dated January 31, 2025 u/s 74 of CGST Act.

B. Claims against the Company not acknowledged as debt: Other than Tax Matters

- (i) Suvarna Buildcon Private Limited has filed a commercial case against the company at District and Session Court - Pune. The amount involved is amounting to INR 1,227.07 Million.
- (ii) Gautam Highway Solutions is a Proprietorship Firm providing services for carrying on Routine Services work of Rohtak Panipat section of NH-71 A has filed a commercial suit against the Company for claiming of outstanding amount and interest thereon at District and Session Court - Jhajjar in the state of Haryana. The principal and interest liability claimed by the vendor is INR 0.08 Million & 5.17 Million.
- (iii) Legacy Law Offices is a full service law firm was engaged by the Company has filed a MSME case against the Company towards the recovery of outstanding dues alongwith interest amounting to INR 2.14 Million at Micro & Small Enterprises Facilitation Council- in the state of Haryana.
- (iv) HCC Infrastructure Company Limited is engaged in business of Construction of Highway, Road, Bridges, Railway etc. has filed a Arbitration Application at High Court - Bombay in the state of Maharashtra against the Company for claiming of outstanding amount and interest towards 60% amount received from National Highway Authority of India (NHAI) under restated Share Purchase Agreement amongst the parties. The principal amount has been paid to the HCC. However the Arbitration Proceedings are going on for the Interest Claim of HCC.
- (v) Suvarna Buildcon Private Limited has filed a arbitration application against the company at Pune in the state of Maharashtra. The amount involved is amounting to INR 888.93 Million.

Note- It is not practicable for the Company to estimate the timings of cash outflows, if any, in respect of the above pending resolution of the respective proceedings. The Company does not expect any reimbursements in respect of the above contingent liabilities. Future cash outflows in respect of the above are determinable only on receipt of judgments / decisions pending with various forums / authorities.

(b) Contingent Liabilities pertaining to subsidiaries are as under :-

(a) ARRIL

A. Claims against the company not acknowledged as debt: other than tax matter

- (i) Aaj Buildcon Private Limited one operational creditor had initiated legal proceeding against the company for recovery of their dues and filed petition before Hon'ble National Company Law Tribunal (NCLT), Ahmedabad bench. The Hon'ble Adjudicating Authority, NCLT, Ahmedabad Bench passed the order dated September 27, 2023 to admit the company into Corporate Insolvency Resolution Process. The Company has challenged the said order dated September 27,2023 passed by NCLT before the Hon'ble National Company Law Appellate Tribunal. The Hon'ble National Company Law Appellate Tribunal (NCLAT) vide its order dated October 6, 2023 has stayed the order dated September 27,2023 passed by Hon'ble Adjudicating Authority. As per the order of NCLAT, the Company has deposited INR 23.21 Millions towards the claim amount. Thereafter the Company has entered into Settlement Agreement dated August 14,2024 with the operational creditor according to which the payment is made and case is withdrawn from the NCLAT.
- (ii) The Company has filed an application under the Employee State Insurance Act against the Employee State Insurance (ESI) in Employee State Insurance Court, Ahmedabad for Adhoc Notice issued dated October 28, 2016 issued by the ESI Corporation for the period April 2012 to March 2013 demanding the Net liability of INR 3.78 million. The Company had deposited the ESI contribution under protest/with objection before the ESI Court and simultaneously filed the said application against the ESI Corporation. The matter is pending before the Hon'ble ESI Court, Ahmedabad.
- (iii) A previous employee of the Company has filed a case against the Company before Labour Court at Ahmedabad, was filed for compensation against the company. The labour court has directed to pay 20% back wages amounting to INR 0.40 Million as compensation from June 10, 2009 to till date of reteriment of employee. The Company has Filled appeal before the honourable High court of Gujarat. The matter is currently pending.

(b) RHTPL

Sr No.	Name of Party	Case No	Type of Case	Place of filing of case	Amount
1	Metro Infrasyas Pvt. Ltd - RHTPL *	DL/11/S/NDC/01090	MSME	MSEF Council District	-
2	Highway Motors vs RHTPL **	CS/1844/2023	Civil Suit	Civil Judge Senior	0.02

Notes: * As on signing of this Financial statement, no amount is payable.

**The amount involved is INR 0.73 Million out of which already provided in books is INR 0.71 Million as on March 31, 2025.

- (ii) Income Tax Contingent Liability in relation to outstanding demand as per Traces Portal as on March 31, 2025 is INR 0.07 Million.
- (iii) Against the Claim of the Company, NHAI has lodged counter claim against company amounting to INR 3665.80 Million on account of negative scope of works for non completion of Punch List work, damage for failure to take up routine/major/minor maintenance during operation period, maintenance work taken up by NHAI at Risk & Cost of Claimant, recovery of toll collected before purported termination, reimbursement of fees of Independent Engineer along with interest on the same. The Company has submitted its reply on such counter Claims. The Arbitral proceedings for the same are currently ongoing.
- (iv) Income Tax Order passed for A.Y. 2016-17 u/s 147 r.w.s 144B with demand of INR 3.86 Million & interest thereon and Penalty order u/s 271(1)(C) of INR 0.88 million for AY 2016-17. The company has filed rectification for the same.

(c) RPTPL

A. Claims against the Company not acknowledged as debts

- (i) Claim filed by National Highway Authorities of India (NHAI) *
- (ii) Claim filed by National Highway Authorities of India (NHAI) **

March 31, 2025 (INR in Million)	March 31, 2024 (INR in Million)
203.45	203.45
6227.00	6227.00

* NHAI had lodged claim against subsidiary company on account of negative FRL which was referred to Arbitration. The Majority Award on 31.10.2020 by Tribunal was in favour of NHAI amounting to INR 203.40 Millions. The interest on delayed payment is awarded at 7.4% simple interest, as on 15/10/2023 works out to INR 247.9 Millions. The dissenting note by the Minority of the Tribunal had stated to reject the claim of NHAI in favour of subsidiary Company. The subsidiary Company has challenged the said Majority Award under Section 34 before the Delhi High Court, which is sub-judice.

**Against the Claim of the subsidiary Company, NHAI has lodged Counter Claim amounting to INR 6227 Millions on account of recovery of negative change of scope, non maintenance of Project Highway, non deposition of Premium, recovery of payment of repair/replacement of damage/faulty equipment, recovery of payment deposited to labour court, pending payment of electricity bills of highway lighting & toll plaza & non deposit of 50% share of Independent Engineer remuneration to NHAI. The subsidiary company has submitted its reply on such Counter Claims. The Arbitral Proceedings for the same are currently ongoing.

B. Below is the list of contingent liabilities against the company as on March 31, 2025

Sr No.	Name of Party	Case No	Type of Case	Place of filing of case	Amount (INR in)
1	Metro Infrasyas Pvt. Ltd *	DL/11/S/NDC/01089	MSME	MSEF Council District (New Delhi)	-
2	Riddhi Enterprise	CS SCI/585/2023	Civil Suit	Senior Civil Judge cum	0.24

* No amount payable as on the date of signing of this report

- (iii) Income Tax Contingent Liability in relation to outstanding demand as per Traces Portal as on March 31, 2025 is INR 1.36 Millions.

(d) SJRRPL

- (i) GST Department has issued DRC-7 for FY 2018-19 vide order dated 14.11.2024 for demand of INR 3.83 million including penalty.
- (ii) GST Department has issued DRC-7 for FY 2019-20 vide order dated 02.06.2020 for demand of INR 96.62 million for penalty.

(e) SNHL

- (i) Income Tax Contingent Liability in relation to outstanding demand as per Traces Portal as on March 31, 2025 is INR 2.44 Million.
- (ii) GST Department has issued DRC-7 for FY 2018-19 vide order dated 30.03.2024 for demand of INR 72.87 million including penalty. The company has filed appeal against the said order on 18.06.2024.
- (iii) GST Department has issued DRC-7 for FY 2020-21 vide order dated 18.01.2025 for demand of INR 226.26 million including penalty. The company has filed appeal against the said order on 17.04.2025 i.e. before the signing of this financials.
- (iv) GST Department has issued DRC-7 for FY 2019-20 vide order dated 29.08.2024 for demand of INR 213.14 million including penalty. The company has filed appeal against the said order.
- (v) GST Department has issued DRC-7 for FY 2018-19 & 2019-20 vide order dated 04.02.2025 for demand of INR 2031.27 million including penalty. The company has filed appeal against the said order and received stay order from High court of Nainital.

(f) SRHL

- (i) Goods and Service Tax Contingent Liability as on March 31, 2025 is INR 0.73 millions.
- (ii) Goods and Service Tax Contingent Liability as on March 31, 2025 is INR 2031.27 millions for FY 2017-18 to FY 2021-22 as per order dt 05.02.2025
- (iii) Income Tax Contingent Liability in relation to outstanding demand as per Traces Portal as on March 31, 2025 is INR 3.06 Million

(g) SISPL

Income Tax Contingent Liability in relation to outstanding demand as per Traces Portal as on March 31, 2025 is INR 0.14 Million.

(h) SMIPL

Income Tax Contingent Liability in relation to outstanding demand as per Traces Portal as on March 31, 2025 is INR 0.001 million.

(i) SBGHPL

The subsidiary Company has received an order under section 73(9) of the CGST/KGST Act, 2017 from Dy. Commissioner of Commercial Taxes (Enforcement), Vijaypur for payment of Tax, interest and Penalty for financial year 2018-19 aggregating to INR 20.51 Million as on April 24, 2024. The subsidiary Company is in process of filing the Appeal against the same within stipulated period of time.

(j) SUDHL

GST Department has issued DRC-7 for FY 2017-18 vide order dated February 03, 2025 for demand of INR 792.8 million including penalty. The company has filed appeal against the said order on May 01, 2025 (before signing of this consolidated financial statement.)

(k) MBCPNL

- (i) Income Tax Contingent Liability (under Appeal) of INR 629.80 million for AY 2018-19. The matter is pending before CIT(A).
- (ii) GST demand of INR 6.27 million for FY 2018-19.

(B) Guarantees

The holding Company has given corporate guarantee to banks for INR 5,777.51 million (P.Y INR2,341.79 million) against the finance facility given by the banks to subsidiary companies .

(i) Details of Loan given, investment made and guarantee given covered u/s 186 (4) of the Companies Act, 2013

Loans given and investment made are given under respective heads

Corporate guarantee given by the Holding Company in respect of loans as at March 31, 2025 and March 31, 2024.

Sr No. Name of Company

1. Sadbhav Rudrapur Highway Limited
2. Ahmedabad Ring Road Infrastructure Limited
3. Sadbhav Gadag Highway Private Limited (subsidiary of ultimate Holding Company)

Amount of Corporate Guarantee	As at	As at
	March 31, 2025	March 31, 2024
INR in Million	INR in Million	INR in Million
4,672.40	2,129.71	2,341.79
3,340.00	2,747.80	-
2,830.00	900.00	-
Total	10,842.40	5,777.51
		2,341.79

(C) Commitments

The followings are the estimated amount of contractual commitments of the Group:

(i) EPC Sub-contract & Operation & Maintenance commitments (net of Advances)

(ii) Capital commitment (net of capital advances)

(iii) The BOT/HAM projects of the group have been funded through various credit facility agreements with banks. Against the said facilities availed by the subsidiary companies from the lender, the Group has

executed agreements with respective lenders whereby the Group has committed to hold minimum shareholding and pledge of its holding in the respective subsidiary company, details of which is as follows:

Name of Subsidiary	% of Non Disposal Undertaking		% of Shares Pledge as at	
	Upto Commercial Operation Date	After Commercial Operation Date	As at March 31, 2025	As at March 31, 2024
Ahmedabad Ring Road Infrastructure Limited	70.00%	45.00%	30.00%	30.00%
Maharashtra Border Check Post Network Limited	70.00%	51.00%	0.00%	0.00%
Rohtak-Hissar Tollway Private Limited	51.00%	51.00%	51.00%	51.00%
Rohtak Panipat Tollway Private Limited	51.00%	51.00%	51.00%	51.00%
Sadbhav Udaipur Highway Limited	51.00%	30.00%	51.00%	51.00%
Sadbhav Bangalore Highway Private Limited	51.00%	51.00%	51.00%	51.00%
Sadbhav Vidarbha Highway Limited	51.00%	30.00%	51.00%	51.00%
Sadbhav Rudrapur Highway Limited	51.00%	26.00%	51.00%	51.00%
Sadbhav Jodhpur Ring Road Private Limited	0.00%	0.00%	0.00%	51.00%
Sadbhav Kim Expressway Private Limited	0.00%	0.00%	0.00%	51.00%
Sadbhav Nainital Highway Limited	51.00%	26.00%	51.00%	51.00%

41 Disclosure related to Periodic Major Maintenance provisions:

Provision for major maintenance in respect of toll roads maintained by the Group under service concession arrangements and classified as intangible assets represents contractual obligations to restore an infrastructure facility to a specified level of serviceability in respect of such asset. Estimate of the provision is measured using a number of factors, such as contractual requirements, road usage, expert opinions and expected price levels. Because actual cash flows can differ from estimates due to changes in laws, regulations, public expectations, prices and conditions, and can take place many years in future, the carrying amounts of provision is reviewed at regular intervals and adjusted to take account of such changes. Below is the movement in provision for the year:

Particulars	As at	As at
	March 31, 2025	March 31, 2024
	INR in Million	INR in Million
Carrying amount at the beginning of the year	626.84	491.74
Add: Provision made during the year	36.46	64.68
Add: Increase during the year in the discounted amount due to passage of time	81.49	65.49
Less: Amounts used (i.e. incurred and charged against the provision) during the year	(54.01)	-
Sub total	690.78	621.91
Add : Change during the year	-	4.93
Carrying amount at the end of the year	690.78	626.84
Current	690.78	626.84
Non-current	-	-
Total	690.78	626.84
Year of expected cash outflow	April 01, 2025 to March 31, 2026	April 01, 2024 to March 31, 2026

42 Segment Reporting

The operating segment of the group is identified to be "Build Operate and Transfer (BOT)/ Annuity Projects (including hybrid annuity) and its related activities", as the Chief Operating Decision Makers (CODM) reviews business performance at an overall group level as one segment and hence, no additional disclosures are required to be made under Ind AS 108 "Operating Segments". Further, the group also primarily operates under one geographical segment namely India. Revenue from one customer i.e concession authorities (NHAI) amounted to INR 239.63 million (31 March 2024: INR 1957.80 million) arising during the year ended March 31,2025.

43 Operating Lease

The Group has taken office space on operating lease on short term basis. There are no sub-leases and the leases which are cancellable in nature at any point of time by either of parties. There are no restrictions imposed under the lease arrangements. There are neither any contingent rent nor any escalation clause in the lease arrangements. The Group has applied the 'short-term lease' recognition exemptions for above lease.

During the year, the Group has incurred expense relating to short-term leases (included in other expenses) INR 14.49 million (March 31, 2024: INR 14.13 million) toward above lease premises.

44 Financial risk management objective and policies:

The Group's principal financial liabilities comprise borrowings and trade & other payables. The main purpose of these financial liabilities is to finance the Group's operations as well as development and maintenance of SPVs project. The Group's principal financial assets include Investments, trade receivables, other receivables including those under service concession, loans and cash and bank balances, which has been directly derived from its operations.

The Group's business activities are exposed to variety of financial risks, namely market risk, credit risk and liquidity risk. The Group's focus is to foresee the unpredictability of financial markets and seek to minimize potential adverse effects on its financial performance.

The Board of Directors have overall responsibility for the establishment and oversight of the Group's risk management framework. Risk management systems are reviewed periodically to reflect changes in market conditions and the Group's activities. The Board of Directors oversee compliance with the Group's risk management policies and procedures, and reviews the risk management framework.

(a) Market risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: interest rate risk, currency risk and other price risk. Financial instruments affected by market risk include borrowings, Investments, trade and other receivables, loans, trade and other payables.

Within the various methodologies to analyse and manage risk, Group has implemented a system based on "sensitivity analysis" on symmetric basis. This tool enables the risk managers to identify the risk position of the entities. Sensitivity analysis provides an approximate quantification of the exposure in the event that certain specified parameters were to be met under a specific set of assumptions. The risk estimates provided here assume:

- a parallel shift of 25-basis points of the interest rate yield curves in all currencies.

The potential economic impact, due to these assumptions, is based on the occurrence of adverse / inverse market conditions and reflects estimated changes resulting from the sensitivity analysis. Actual results that are included in the Statement of profit & loss may differ materially from these estimates due to actual developments in the global financial markets.

The analyses exclude the impact of movements in market variables on: the carrying values of gratuity and provisions.

The following assumption has been made in calculating the sensitivity analyses:

- The sensitivity of the relevant statement of profit or loss item is the effect of the assumed changes in respective market risks. This is based on the financial assets and financial liabilities held as at March 31, 2025 and March 31, 2024.

(i) Interest rate risk

Interest rate risk is the risk that fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates.

The Interest risk arises to the group mainly from non - current borrowings with variable rates. The Group maintains its borrowings at fixed rate using interest rate swaps to achieve this if necessary. The group manages its cash flow interest rate risk by using floating-to-fixed interest rate swaps. The group measures risk through sensitivity analysis.

The banks now finance at variable rate only, which is the inherent business risk.

Interest rate sensitivity

The following table demonstrates the sensitivity to a reasonably possible change in interest rates on that portion of borrowings affected. With all other variables held constant, the Group's loss before tax is affected through the impact on floating rate borrowings, as follows:

	Effect on profit before tax	
	As at	As at
	March 31, 2025	March 31, 2024
	INR in Million	INR in Million
Increase in 25 basis point	(25.82)	(41.87)
Decrease in 25 basis point	25.82	41.87

The effect of interest rate changes on future cash flows is excluded from this analysis.

(ii) Equity price risk

The Group's non-listed equity securities are susceptible to market price risk arising from uncertainties about future values of the investment securities. Reports on the equity portfolio are submitted to the Group's senior management on a regular basis. The Group's Board of Directors reviews and approves all equity investment decisions

(b) Credit risk

Credit risk is the risk that a counterparty will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. The Group is exposed to credit risk related to operating activities (primarily receivables from authorities and other financial assets), financing activities including temporary Investment in mutual fund and other financial instruments. The management of the group believes that the credit risk related to receivable from authorities are negligible as the same is receivable from the government authorities.

The group has significant credit exposure related to receivable from authorities which as mentioned below:

1. National Highway Authority of India - INR 8,715.60 million (March 31, 2024: INR 9,880.07 million).
2. State Government Authorities - INR 466.54 million (March 31, 2024: INR 159.51 million).

Credit risk from balances with banks and financial institutions is managed by the Group's finance department in accordance with the Group's policy. Investments of surplus funds are made only in accordance with group policy. The Group monitors the ratings, credit spreads and financial strength of its counterparties. Based on its on-going assessment of counterparty risk, the group adjusts its exposure to various counterparties. The Group's maximum exposure to credit risk from balance with bank and financial institutions as well as temporary investment in mutual fund (whether any investment in mutual fund) as of March 31, 2025 is INR 458.47 million and March 31, 2024 is INR 412.38 million.

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(c) Liquidity risk

Liquidity risk is the risk that the Group may not be able to meet its present and future cash and collateral obligations without incurring unacceptable losses. The Group's objective is to, at all times maintain optimum levels of liquidity to meet its cash and collateral requirements. The Group closely monitors its liquidity position and deploys cash management system. It maintains adequate sources of financing including debt at an optimised cost.

The Group measures the risk by forecasting cash flows.

The Group's approach to managing liquidity is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due without incurring unacceptable losses or risking damage to the Group's reputation. The Group ensures that it has sufficient fund to meet expected operational expenses, servicing of financial obligations.

The table below summarises the maturity profile of the Group's financial liabilities based on contractual undiscounted payments:

(INR In Million)

Particular	Total Amount	On Demand	upto 1 year	1 - 2 years	2 - 5 years	> 5 years
As at March 31, 2025						
Non-current borrowings	10,048.62	-	1,701.31	3,747.60	1,850.55	2,749.15
Loans repayable on demand	22,737.61	22,737.61	-	-	-	-
Trade payables	1,300.98	-	1,300.98	-	-	-
Other financial liabilities	10,944.95	-	886.01	10,036.72	-	-
Total	45,032.15	22,737.61	3,888.30	13,784.33	1,850.55	2,749.15
As at March 31, 2024						
Non-current borrowings#	10,976.06	-	1,631.33	1,843.65	3,399.87	4,101.21
Loans repayable on demand	21,985.27	21,985.27	-	-	-	-
Trade payables	1,367.38	-	1,367.38	-	-	-
Other financial liabilities	11,850.83	-	10,497.35	-	1,353.48	-
Total	46,179.54	21,985.27	13,496.06	1,843.65	4,753.35	4,101.21

(d) Collateral

In one of the subsidiary namely ARRIL, all financial & other assets has been pledged against Borrowings inorder to fulfill the collateral requirement of the Lenders. The fair value of such financial & other assets is disclosed in note no. 34.

45 Capital Management

For the purpose of the Group's capital management, the Group's capital consist of share capital, securities premium, other equity and all other reserves attributable to the equity holders of the Group.

The primary objective of the Group's capital management is to ensure that it maintains an efficient capital structure and healthy capital ratios in order to support its business and maximise shareholder value.

The Group manages its capital structure and makes adjustments to it in light of changes in economic conditions or its business requirements. To maintain or adjust the capital structure, the Group may adjust the dividend payment to shareholders, return capital to shareholders, issue new shares.

No changes were made in the objectives, policies or processes for managing capital during the year ended March 31, 2025 and year ended March 31 2024.

46 Disclosure pursuant to Appendix - E to Ind AS 115 - "Service Concession Arrangements" ('SCA')

(A) Disclosures with regard to toll collection rights (intangible assets)

Sr. No.	Name of Concessionaire	Start of concession period under concession agreement (Appointed date)	End of concession period under concession agreement	Period of concession since the appointed date	Construction completion date or scheduled construction completion date under the concession agreement, as applicable	Remaining amortisation period as at the reporting date (in years)
1	Ahmedabad Ring Road Infrastructure Limited	December 28, 2006	December 27, 2026	20 years	June 30, 2008	1.75 years
2	Maharashtra Border Check Post Network Limited	March 30, 2009	September 29, 2033	24 years and 6 months	November 16, 2011	8.51 years
3	Rohtak Hissar Tollway Private Limited	December 26, 2013	December 26, 2035	22 years	July 29, 2016	(Refer note (iii) below)
4	Rohtak Panipat Tollway Private Limited	April 18, 2011	April 17, 2036	25 years	January 6, 2014	(Refer note (iii) below)

Notes:

- (i) The above BOT/ DBFOT projects shall have following rights/ obligations in accordance with the Concession Agreement entered into with the respective Government Authorities:-
 - a. Rights to use the Specified assets
 - b. Obligations to provide or rights to expect provision of services
 - c. Obligations to deliver or rights to receive at the end of the Concession.
- (ii) The actual concession period may vary based on terms of concession agreement.
- (iii) In case Rohtak Hissar Tollway Private Limited (RHTPL) and Rohtak Panipat Tollway Private Limited (RPTPL), the respective subsidiaries has submitted the termination notice with NHAI on August 27, 2021 and July 27, 2021 respectively.

(B) Disclosures with regard to Annuity project / Hybrid annuity model ('HAM') project

The following are annuity based service concession arrangements of the Group which have been classified as financial assets under "Receivables against service concession arrangements":

Sr. No.	Name of Concessionaire	Start of concession period under concession agreement (Appointed date)	End of concession period under concession agreement	Period of commercial operation	Scheduled construction completion date under the concession agreement	Revised construction completion date based on extension claimed (refer note (v))
1	Sadbhav Rudrapur Highway Limited	March 31, 2017	March 31, 2034	15 years from COD	March 31, 2019	(Refer note 53)
2	Sadbhav Bangalore Highway Private Limited	August 21, 2017	August 21, 2034	15 years from COD	August 20, 2019	(Refer note 55)
3	Sadbhav Jodhpur Ring Road Private Limited	December 14, 2018	December 12, 2035	15 years from COD	December 12, 2020	(Refer note 54)
4	Sadbhav Nainital Highway Limited	October 28, 2017	October 28, 2034	15 years from COD	October 28, 2019	(Refer note 52)
5	Sadbhav Udaipur Highway Limited	November 30, 2017	November 30, 2034	15 years from COD	November 30, 2019	(Refer note 52)
6	Sadbhav Vidarbha Highway Limited	May 21, 2018	November 15, 2035	15 years from COD	May 15, 2021	(Refer note 52)
7	Sadbhav Kim Highway Private Limited	November 01, 2019	October 27, 2036	15 years from COD	October 31, 2021	(Refer note 52)

Notes:

In HAM projects, revenue is received / receivable as under:

- (i) 40% of the total bid project cost with adjustment relating to Price Index Multiple, shall be due and payable to the company in 5 equal installments during the construction period in accordance with the provisions of the SCA.
- (ii) The remaining bid project cost, with adjustment relating to Price Index Multiple, shall be due and payable in 30 biannual installments commencing from the 180th day of COD in accordance with the provision of the SCA.
- (iii) Interest shall be due and receivable on the reducing balance of Completion Cost at an interest rate equal to the applicable Bank Rate plus 3%. Such interest shall be due and receivable biannually along with each installment specified in of SCA.
- (iv) In case of three subsidiaries viz., Sadbhav Infra Solutions Private Limited (Formerly known as Sadbhav Bhimasar Bhuj Highway Private Limited), Sadbhav PIMA Private Limited (Formerly known as Sadbhav Tumkur Highway Private Limited) and Sadbhav Maintenance Infrastructure Private Limited (Formerly known as Sadbhav Vizag Expressway Private Limited), due to non availability of required 80% right of way (ROW) by NHAI within stipulated time period, the Concession Agreement executed with NHAI has been terminated with mutual consent via supplementary agreements.

47 Asset held for Sale

(a) Description

- (i) The holding company has executed the Share Purchase Agreement (SPA) with Adani Road Transport Limited (ARTL) on August 16, 2021 (Amended and restated on January 27, 2022), for sale of its equity shares of Maharashtra Border Check Post Network Limited (MBCPNL) a wholly owned subsidiary of the Company, out of which 49% shares have been acquired by ARTL. Subsequent to March 31, 2025, 51% shares held by the holding company in MBCPNL will be transferred to ARTL in terms of SPA, subject to inter alia the satisfaction of the relevant conditions precedent and receipt of requisite regulatory approvals/consents ("the Transaction"). Consequent to this agreement, the amount of 51% shares of MBCPNL has been classified as assets held for sale in accordance with IND AS-105 - Non current Assets held for Sale

(b) Assets and liabilities classified as held for sale

The following assets and liabilities were classified as held for sale as on March 31, 2025 & March 31, 2024:

Assets classified as held for sale

Particulars	As at March 31, 2025 (INR in Million)	As at March 31, 2024 (INR in Million)
Non-current assets		
Property, plant and equipments	11.92	10.50
Right of use asset	3.24	10.01
Capital Work in Progress	-	92.83
Other intangible assets	12,077.07	12,695.12
Other financial assets	102.06	89.44
Other non-current assets	121.47	125.90
Sub-total (A)	12,315.76	13,023.80
Current assets		
Financial assets		
(i) Trade receivables	30.47	2.54
(ii) Cash and cash equivalents	78.31	67.91
(iii) Bank Balances other than (ii) above	556.49	523.90
(iv) Other financial assets	38.85	31.19
Current Tax Assets	12.17	-
Other current assets	583.49	188.80
Sub-total (B)	1,299.78	814.34
Total assets classified as held for sale (A+B)	13,615.54	13,838.14

Liabilities directly associated with assets classified as held for sale

Particulars	As at March 31, 2025 (INR in Million)	As at March 31, 2024 (INR in Million)
Non-current liabilities		
Financial liabilities		
Borrowings	10,948.18	12,309.12
Lease Liabilities	-	3.30
Provisions	29.13	25.86
Sub-total (A)	10,977.31	12,338.28
Current liabilities		
Financial liabilities		
(i) Borrowings	1,356.43	1,254.23
Lease Liabilities	3.30	7.11
(ii) Trade payables		
- Total outstanding dues of micro enterprises and small enterprises	10.55	15.66
- Total outstanding dues of creditors other than micro enterprises and small enterprises	225.12	76.58
(iii) Other financial liabilities	64.01	406.96
Other current liabilities	77.79	24.84
Provisions	4.45	4.06
Sub-total (B)	1,741.65	1,789.44
Total liabilities classified as held for sale (A+B)	12,718.96	14,127.72

- 48 One of the subsidiary of the Group namely Rohtak Panipat Tollways Private Limited (RPTPL) has issued the termination notice on July 27, 2021, to National Highway Authority of India (NHAI) by exercising the criteria of "Event of Defaults" under the concession agreement. Since the project of the Company has been terminated, the management of RPTPL is of the view that going concern assumption for preparation of accounts is not appropriate and accounts have been drawn accordingly on non-going concern basis.
- The management of RPTPL has lodged a total claim amounting to INR 19,379.20 Million relating to termination payment, Force Majeure Costs due to Force Majeure event of Farmer's Agitation, COVID-19, & Demonetization, and NPV of extension entitled due to Force Majeure event of Farmers agitation and Covid 19. The NHAI had lodged its counter Claims amounting to INR 6,227.00 Million. The Company had submitted its reply on such counter claims. The Arbitral proceedings for the same are completed and the Arbitral Award is declared on 23.01.2025 unanimously, except for Counter Claim of NHAI regarding Premium that one Ld. Arbitrator has rejected it completely. As on the date of the said Majority award, the net awarded amount after deducting all dues of NHAI including Premium works out to INR 10,805.45 Million (principal of INR 7,796.31 Million and interest of INR 3,009.14 Million).
- The Arbitration matter of Competing Road was referred to Arbitration. In the said matter, the majority award was passed on May 30, 2023 in favour of NHAI setting aside claims of Company and Minority Award dated 05.06.2023 in favour of Company amounting to INR 8,509.80 Million. The Company has challenged the Majority Award dated 30.05.2023 and filed a petition under Section 34 of Arbitration & Conciliation Act 1996 before the Hon'ble Delhi High Court to set aside the Majority Award dated 30.05.2023. The same is sub-judice before Hon'ble Delhi High Court.
- The dispute of Claim for Additional Cost on account of ban of quarrying of stone and loss of Toll collection due to delayed issuance of Provisional Certificate was referred to Arbitration. A unanimous Award dated 06.10.2017 by Arbitral Tribunal was awarded in favour of Company amounting to INR 890.20 Million (amount inclusive of costs & interest pendente lite). This Award was challenged by NHAI under Section 34 before the Delhi High Court. The Delhi High Court in its Judgment dated 16.02.2023, the value of award payable by NHAI to RPTPL as on 15.10.2023 works out to INR 1,211.9 Millions. NHAI had challenged the said award under Section 37 before Division Bench of Delhi High Court. The said matter is now withdrawn by NHAI on account of ongoing Vivad se Vishwas II settlement proposal.
- NHAI had claimed on RPTPL a claim on account of negative FRL which was referred to Arbitration. The Majority Award on 31.10.2020 by Tribunal was in favour of NHAI amounting to INR 203.40 Million. The interest on delayed payment is awarded at 7.4% simple interest, as on 15.10.2023 works out to INR 247.90 Million. The dissenting note by the Minority of the Tribunal had stated to reject the claim of NHAI. The Company has challenged the said Majority Award under Section 34 before the Delhi High Court, which is sub-judice. The Company had challenged the said Majority Award under Section 34 before the Delhi High Court.
- The Arbitration Award dated 06.10.2017 and Arbitration Award dated 31.10.2020 has been settled through Settlement Agreement dated 20.03.2025 under Vivad se Vishwas II Scheme of Govt. of India for the net settlement amount of about INR. 650 millions.

Also, RPTPL has received intimation letter dated April 08, 2024 from National Asset Reconstruction Company Limited (NARCL) intimating that the deed of assignment dated March 22, 2024 under the provisions of Section 5 of the SARFASI Act, the consortium of lenders except one lender have assigned/ transferred the outstanding debt /financial assets alongwith underline securities interest, pledged of shares, guarantees, receivables etc charge for such financial assistance granted to RPTPL in favour of NARCL and NARCL acting in its capacity as trustee of NARCL Trust.

During the year ended March 31, 2023, RPTPL has reversed interest of INR 1,026.94 Million provided during the earlier period considering the fact that the project of RPTPL has been terminated and lenders have classified loans as Non Performing Assets.

During the year ended March 31, 2025 and March 31, 2024, RPTPL has not accounted for interest on Rupee Term Loan from banks and financial institutions as well as loan from group Company since the lenders of RPTPL has classified borrowing as NPA and financial statements are prepared on non going concern basis, for which the statutory auditors of RPTPL have expressed qualified opinion on financial statements in this regards.

- 49 One of the subsidiary of the group namely Rohtak Hissar Tollways Private Limited (RHTPL) has issued the termination notice on August 27, 2021, to NHAI by exercising the criteria of "Event of Defaults" under the concession agreement. Since the project of the Company has been terminated, the management of RHTPL is of the view that going concern assumption for preparation of accounts is not appropriate and accounts have been drawn accordingly on non-going concern basis.
- In this regard the management of RHTPL has lodged total claim amounting to INR 19,287.10 Million relating to termination payment, Force Majeure Costs due to Force Majeure event of Farmer's Agitation, COVID-19, & Demonetization, and NPV of extension entitled due to Force Majeure event of Farmers agitation and Covid19. The NHAI had lodged its Counter Claims amounting to INR 3,665.80 Million. The Company had submitted its reply on such counter claims. The Arbitral proceedings for the same are currently ongoing. The current stage of arbitral proceeding is of Arguments which are ongoing.
- Also, RHTPL has received intimation letter dated April 08, 2024 from National Asset Reconstruction Company Limited (NARCL) intimating that the deed of assignment dated March 22, 2024 under the provisions of Section 5 of the SARFASI Act, the consortium of lenders have assigned/ transferred the outstanding debt /financial assets alongwith underline securities interest, pledged of shares, guarantees, receivables etc charge for such financial assistance granted to RHTPL in favour of NARCL and NARCL acting in its capacity as trustee of NARCL Trust.
- During the year ended on March 31, 2023, RHTPL has reversed interest of INR 1,228.09 Million provided during the earlier period considering the fact that the project of RHTPL has been terminated and lenders have classified loans as Non Performing Assets (NPA).

During the year ended March 31, 2025 and March 31, 2024, RHTPL has not accounted for interest on Rupee Term Loan from banks and financial institutions as well as loan from group Company since the lenders of RHTPL has classified borrowing as NPA and financial statements are prepared on non going concern basis, for which the statutory auditors of RHTPL have expressed qualified opinion on the financial statements in this regards.

- 50 Additional information of net assets and share in profit or loss contributed by various entities as recognised under Schedule III of the Companies Act, 2013.
As at March 31, 2025

Name of the entity	Net Assets (i.e. total assets minus total liabilities)		Share in profit / (loss)		Share in Other Comprehensive income		Share in Total comprehensive income (TCI)	
	As % of consolidated net assets	Amount INR in Million	As % of consolidated profit / (loss)	Amount INR in Million	As % of consolidated OCI	Amt INR in Million	As % of consolidated TCI	Amount INR in Million
Parent Company								
SIPL*	-130.14%	7,381.80	403.11%	(1,380.92)	8.66%	(0.11)	401.66%	(1,381.03)
Subsidiary Companies								
Indian								
ARRIL	-53.20%	3,017.88	-178.29%	610.76	-	-	-177.63%	610.76
MBCPNL	8.96%	(508.36)	-123.75%	423.92	46.46%	(0.59)	-123.12%	423.33
RPTPL	160.49%	(9,103.10)	0.94%	(3.23)	-	-	0.94%	(3.23)
RHTPL	103.31%	(5,859.92)	-0.18%	0.60	-	-	-0.17%	0.60
SRHL	-1.90%	107.65	33.62%	(115.18)	-	-	33.50%	(115.18)
SNHL	-1.87%	106.28	4.12%	(14.12)	-	-	4.11%	(14.12)
SBGHPL	-1.86%	105.24	0.12%	(0.42)	-	-	0.12%	(0.42)
SUDHL	9.37%	(531.30)	84.39%	(289.10)	-	-	84.08%	(289.10)
SVHL	-4.06%	230.05	3.84%	(13.15)	-	-	3.82%	(13.15)
SJRRPL	-0.50%	28.31	0.50%	(1.72)	-	-	0.50%	(1.72)
SKEPL	7.48%	(424.00)	-0.37%	1.28	-	-	-0.37%	1.28
SISPL	0.00%	(0.10)	-0.13%	0.43	-	-	-0.13%	0.43
SMIPL	0.03%	(1.87)	-9.52%	32.61	-	-	-9.48%	32.61
SHAPL	0.05%	(2.63)	0.47%	(1.61)	-	-	0.47%	(1.61)
Minority interest in all subsidiaries	3.85%	(218.18)	-118.89%	407.27	44.88%	(0.57)	-118.29%	406.70
Total	100.00%	(5,672.24)	100.00%	(342.56)	100.00%	(1.27)	100.00%	(343.83)

*Including adjustment of INR 1,222.12 Million arising in Net Assets out of consolidation

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As at March 31, 2024

Name of the entity	Net Assets (i.e. total assets minus total liabilities)		Share in profit / (loss)		Share in Other Comprehensive income (OCI)		Share in Total comprehensive income (TCI)	
	As % of consolidated net assets	Amount INR in Million	As % of consolidated profit / (loss)	Amount INR in Million	As % of consolidated OCI	Amt INR in Million	As % of consolidated TCI	Amount INR in Million
Parent Company								
SIPL*	-130.32%	8,203.30	106.64%	(5,686.70)	58.03%	(2.89)	106.60%	(5,689.59)
Subsidiary Companies								
Indian								
ARRIL	-38.24%	2,407.14	-13.04%	695.30	-	-	-13.03%	695.30
MBCPNL	21.26%	(1,338.37)	-2.93%	156.39	21.40%	(1.07)	-2.91%	155.32
RPTPL	144.57%	(9,099.83)	0.13%	(7.00)	-	-	0.13%	(7.00)
RHTP	93.10%	(5,860.53)	0.02%	(1.28)	-	-	0.02%	(1.28)
SRHL	-3.54%	222.83	-0.08%	4.13	-	-	-0.08%	4.13
SNHL	-1.91%	120.41	4.28%	(228.32)	-	-	4.28%	(228.32)
SBGHPL	-1.68%	105.65	0.91%	(48.64)	-	-	0.91%	(48.64)
SUDHL	3.85%	(242.20)	5.09%	(271.63)	-	-	5.09%	(271.63)
SVHL	-3.86%	243.21	-7.16%	381.84	-	-	-7.15%	381.84
SURRPL	-0.48%	30.03	0.14%	(7.41)	-	-	0.14%	(7.41)
SPPL	0.00%	-	0.00%	-	-	-	0.00%	-
SKEPL	6.76%	(425.29)	14.06%	(749.95)	-	-	14.05%	(749.95)
SISPL	0.01%	(0.54)	0.00%	(0.19)	-	-	0.00%	(0.19)
SMIPL	0.55%	(34.48)	-0.01%	0.73	-	-	-0.01%	0.73
SHAPL	0.02%	(1.02)	-6.22%	331.54	-	-	-6.21%	331.54
Minority interest in all subsidiaries	9.93%	(624.89)	-1.85%	98.68	20.56%	(1.02)	-1.83%	97.66
Total	100.00%	(6,294.58)	100.00%	(5,332.50)	100.00%	(4.98)	100.00%	(5,337.48)

*Including adjustment of INR 1,085.55 Million arising in Net Assets out of consolidation

51 Details of Corporate Social Responsibility (CSR) Expenditure

As per Section 135 of the Companies Act, 2013, a corporate social responsibility ('CSR') committee has been formed by the Group. The expenditure incurred by the Group on CSR activities during the year has been stated below:

	As at March 31, 2025 INR in Million	As at March 31, 2024 INR in Million
(a) Gross amount required to be spent by the company during the year		
- CSR obligation for current financial year	16.70	15.50
- Unspent amount of CSR obligation of previous financial year	-	-
- Total CSR obligation	16.70	15.50
(b) Amount spent during the year:	16.70	15.50

52 Exceptional items include the following :

Particulars	Year Ended March 31, 2025	Year Ended March 31, 2024
Loss on account of substitution of concession agreement of Sadbhav Bangalore Highway Private Limited (Including provision of Impairment of INR 309.03 Million) (Refer note (i))		(33.96)
Loss on Sale of Stake in Sadbhav Bhavnagar Highway Limited (Refer Note (ii))		(177.34)
Loss on Sale of Stake in Sadbhav Una Highway Limited (Refer Note (ii))		(141.00)
Loss on account of Substitution of concession agreement of Sadbhav Nainital Highway Limited (Refer Note (iii))		(613.47)
Balances written off related to Sadbhav Hybrid Annuity Projects Limited		7.05
Loss on substitution of concession of Sadbhav Vidarbha Highway Limited (Including provision of Impairment of INR 257.99 Million) (Refer Note (iv))		(732.90)
Loss on substitution of concession of Sadbhav Kim Expressway Private Limited (Including Provision of impairment of INR 853.81 Million) (Refer Note (v))		(1,627.24)
Loss on settlement of dues from Indinfravit Trust (Refer Note (vi))		(839.40)
Contract Assets written off		(432.20)
Amount written back on account of Amended Supplementary Debenture Trust Deed (Refer Note (vii))	502.3	
Impairment in carrying value of sub-debt of the company by Sadbhav Maintenance Infrastructure Private Limited (Refer Note (viii))	33.05	
Provision for impairment in carrying value of subordinate debt of Sadbhav Udaipur Highway Limited (Refer Note (ix))	(1,000.00)	
Total	(464.65)	(4,590.46)

Notes:

(i) Sadbhav Bangalore Highway Private Limited, a subsidiary of the company was engaged in construction, operation and maintenance of infrastructure project under concession agreement with National Highways Authorities of India (NHAI). The lenders of the Company had notified to NHAI about exercise of their right of substitution of concessionaire in the month of January, 2022. Subsequently, the lenders have approved the anchor offer received from the Gawar Construction Limited (GCL) in the month of October 2022 for the purpose of substitution of the concession of the Company, subject to execution of appropriate documentation for recording the terms and conditions relating to the proposed substitution of the Company. Consequent upon this, Endorsement agreement has been executed on February 13, 2023 between NHAI, Lead Banker, New SPV of GCL and the Company. Since the Company's right under Concession Agreement is extinguished, it is not required to continue any activities relating to project and all rights and obligations have also extinguished. Consequently all the balances relating to the project in the books of the Company have written off, impaired during the year ended March 31, 2023. Additionally, amount previously considered receivable from GCL has been written off in FY 2023-24.

(ii) Pursuant to sale of entire share holding in Sadbhav Bhavnagar Highway Limited (SBHL) and Sadbhav Una Highway Limited (SUHL) to Kalthia Engineering and Construction Limited at aggregate consideration of INR 1750 million in terms of Memorandum of Understanding (MOU) and Share Purchase Agreement (SPA), the Holding Company had made provision for impairment amounting to INR 97.88 million in carrying value of investment during previous year ended March 31, 2023. Further all the balances outstanding relating to SBHL and SUHL in the books of the Company, have been written off / written back and net amount of INR 318.34 million is disclosed as exceptional item for the year ended March 31, 2024 in these consolidated financial statements.

(iii) Sadbhav Nainital Highway Limited (SNHL or the "Concessionaire") one of the subsidiary of the group which is engaged in construction, operation and maintenance of infrastructure project under concession agreement with National Highways Authorities of India (NHAI). NHAI at the request of the SNHL vide its letter dated April 17, 2023, has approved harmonious substitution of Concessionaire.

Thereafter SNHL executed Endorsement Agreement dated July 14, 2023 with the approval of NHAI for harmonious substitution of the SNHL as Concessionaire in favour of new Concessionaire for implementation of the project and also entered into Definitive Agreement on August 01, 2023. In terms of these agreements the project and project assets as defined in the Concession Agreement along with the relevant rights and obligations of SNHL are transferred to the new Concessionaire for substitution of the SNHL in consideration of INR 900 Millions. Accordingly the SNHL has written off / written back the balance of INR 613.47 Million in its books of accounts in respect of SNHL and shown as an exceptional item. Considering above, financial statements of SNHL is prepared on non Going Concern Basis.

(iv) Pursuant to the definitive agreement entered into between the Company, Sadbhav Vidarbha Highway Limited (SVHL or concessionaire), Sadbhav Engineering Limited (The ultimate holding company), Gawar Construction Limited (GCL) and Gawar Waranga Highways Private Limited (Nominated SPV or new concessionaire) as on August 16, 2023 for substitution of SVHL with the nominated SPV by GCL and execution of Endorsement Agreement between SVHL, Nominated SPV and senior lenders dated October 6, 2023 with the approval of National Highways Authority of India (NHAI) for implementation of the project by new concessionaire in substitution of SVHL, the project and project assets as defined in the Concession Agreement along with the relevant rights and obligations of SVHL are transferred to the new concessionaire. Consequently, provision for impairment in carrying value of investment in shares of the SVHL amounting to INR 257.99 million has been made and the balances outstanding/ receivable amounting to INR 474.91 million for the year ended March 31, 2024 has been written off and shown as exceptional items in these consolidated financial statements.

(v) Sadbhav Kim Expressway Private Limited, (SKEPL) one of the subsidiary of the group is engaged in construction, operation and maintenance of infrastructure project under concession agreement with National Highways Authorities of India (NHAI).

SKEPL requested the NHAI & Lenders to allow harmonious substitution in terms of the NHAI Policy circular through a nominated company namely — M/S Gawar Construction Limited (Nominated Company) and the Lenders' Representative gave its consent for allowing harmonious substitution of the SKEL.

NHAI vide its letter dt November 03, 2022, conveyed its "InPrinciple" approval for substitution of SKEPL with a new special purpose vehicle to be incorporated by the Nominated Company subject to certain conditions and final approval from the NHAI ("InPrinciple Approval").

The SKEL has entered into definitive agreement on October 17, 2023 for substitution of the concessionaire with the new SPV nominated by new concessionaire and also executed Endorsement Agreement dated January 23, 2024 for harmonious substitution of SKEL in favour of new concessionaire for implementation of the project.

In terms of these agreements the project and project assets as defined in the Concession Agreement along with the relevant rights and obligations of the SKEL are transferred to the new concessionaire. Consequently, provision for impairment in carrying value of investment in shares of the SKEPL amounting to INR 853.81 million has been made and the balances related to project outstanding in the books of SKEPL are adjusted towards the consideration receivable from the new concessionaire. The net difference of INR 773.25 Million disclosed as an Exceptional Item as loss on endorsement for Harmonious substitution of the Concessionaire in these consolidated financial statements.

(vi) During the year ended March 31, 2024 the holding Company has signed Memorandum of Understanding (MOU) with IndInfravit Trust for settlement of pending obligation under Routine road and major maintenance agreements in respect of SPV's sold to it. In terms of this MOU all the balances and part of the investment in units of the Trust have been adjusted and the net difference of INR 839.40 million is disclosed as an exceptional item in these consolidated financial statements.

(vii) As per the amended and restated Supplementary Debenture Trust Deed dated August 28, 2024 the Company has written back the finance cost to the extent amounting to Rs 502.30 Million during the year ended March 31, 2025 and shown under exceptional items in these consolidated financial statements.

(viii) In case of Sadbhav Maintenance Infrastructure Private Limited (SMIPL), one of the subsidiary of the Group which is a non-operational entity and has not been generating any revenue. In view of the subsidiary's continued non-operational status and lack of revenue-generating capacity, the Company has already written off the said sub-debt in earlier financial years.

During the year ended March 31, 2025, SMIPL has also write back for the outstanding subordinated debt of INR 33.05 million in its financial statements, reflecting the uncertainty over its ability to repay the obligation.

(ix) In case of Sadbhav Udaipur Highway Limited (SUDHL or concessionaire), subsidiary of the group which is engaged in construction, operation and maintenance of infrastructure project under concession agreement with National Highways Authorities of India (NHAI), the project work has been completed and the subsidiary has received the Commercial Operation Date (COD) from NHAI dated July 19, 2024.

However SUDHL has requested the NHAI & Lenders to allow harmonious substitution in terms of the NHAI Policy circular through a nominated company namely — M/S Gawar Construction Limited (Nominated Company) and the Lenders' Representative to give its consent for allowing harmonious substitution of the SUDHL.

The NHAI vide its letter dt December 27, 2023, conveyed its "InPrinciple" approval for substitution of Original Concessionaire with a new special purpose vehicle to be incorporated by the Nominated Company subject to certain conditions and final approval from the NHAI. Since the conditions precedent to the harmonious substitution are under compliance, no adjustment to the carrying value of assets and liabilities related to this project have been made in these consolidated financial statements, for which the statutory auditors of SUDHL have expressed qualified opinion of the financial statements for the year ended March 31, 2025 and March 31, 2024.

The Company has entered into Definitive agreement dated March 12, 2025 with Gawar Construction Limited during the year ended March 31, 2025 for harmonious substitution of the project. The Final approval of the NHAI is still pending. However the Company has provided for 1,000 Millions in the books of accounts and disclosed as an exceptional item in the consolidated financial statements for the year ended March 31, 2025.

- 53** Sadbhav Rudrapur Highway Limited (SRHL or concessionaire), one of subsidiary of the group which is engaged in construction, operation and maintenance of infrastructure project under concession agreement with National Highways Authorities of India (NHAI). There is delay in approval of Estimates for Shifting of Utilities, delay in approval of the GAD of ROB from Railway Department and non-availability of land for Construction of ROB's, delay in approval of Change of Scope Works, delay due to Force Majeure Event of COVID-19, etc. SRHL has requested the NHAI & Lenders to allow harmonious substitution in terms of the NHAI Policy circular through a nominated company namely — M/S RKCIPL-ARCPL (JV) (Nominated Company) and the Lenders' Representative gave its consent for allowing harmonious substitution of the company.

In this regards subsequent to discussions and deliberation with Authority, the Company has also invoked through Conciliation Committees of Independent Experts (CCIEs) to resolve the said issues. After the recommendation of CCIE committed and deliberate discussion with the SRHL, the NHAI has descope the balance EPC work and consider the completion of project with descoping.

In order to resolve the Project related issue, the Concessionaire proposed to harmoniously substitute the Concessionaire with a new SPV to be incorporated by M/s RKCIPL-ARCPL (JV) in the interest of Project. During the quarter and year ended March 31, 2024, the NHAI vide its letter dated January 16, 2024, conveyed its "InPrinciple" approval for substitution of SRHL with a new special purpose vehicle to be incorporated by the Nominated Company subject to certain conditions through harmonious substitution and subject to final approval from the Authority ("Authority InPrinciple Approval"). The Authority has issued an in-principal approval for such Harmonious Substitution with the terms and conditions stated therein. The Company has received advance of INR 20 Million from the prospective buyer against the said project. However the final approval of NHAI is pending, hence the said amount received of INR 20 million is shown as "Other current financial liabilities" in consolidated financial statements for the year ended March 31, 2025.

- 54** Sadbhav Jodhpur Ring Road Private Limited (SJRRPL), subsidiary of the group in which Tax credit receivables are carried in the Balance sheet at INR 152.12 Million under the Other Current assets as on March 31, 2025 and Carry forward losses under Income Tax act of INR 932.37 millions as per Income Tax return filed by the subsidiary company for the year ended March 31, 2024. The Management of the SJRRPL is exploring various strategic option to utilise/ encash the said GST Credit and also carryforward Losses under the Income Tax Act, 1961. For this purpose it is considering the options of restructuring and / or taking up some business activities. In view of this the accounts are prepared under going concern basis for which the statutory auditors of the subsidiary Company have expressed qualified opinion on financial statements in this regards.

- 55 a. Sadbhav Bangalore Highway Private Limited (SBGHPL), one of the subsidiary companies which is engaged in construction, operation and maintenance of road project under concession agreement with NHAI, the lenders of the subsidiary have notified to NHAI about exercise of their right of substitution of concessionaire i.e. SBGHPL in the month of January, 2022. Subsequently, the lenders have approved the anchor offer received from the Gawar Construction Limited in the month of October 2022 for the purpose of substitution of the Company, subject to execution of appropriate documentation for recording the terms and conditions relating to the proposed substitution of the Company. Consequent upon this, Endorsement agreement has been executed on 13th February 2023 between NHAI, Lead Banker, New SPV of GCL and the subsidiary Company. Since the subsidiary Company's right under Concession Agreement is extinguished, it is not required to continue any activities relating to project and all rights and obligations have also extinguished all the balances in the books of the company have written off, impaired during the year ended on March 31, 2023. (Refer Note 52)
- b. Sadbhav Bangalore Highway Private Limited (SBGHPL), subsidiary of the group in which Tax credit receivables are carried in the Balance sheet at INR 420.65 Million under the Other Current assets as at March 31, 2025 and Carry forward losses under Income Tax act of INR 5279.17 millions as per Income Tax return filed by the subsidiary company for the year ended March 31, 2024. The Management of SBGHPL is exploring various strategic option to utilise/ encash the said GST Credit and also carryforward Losses under the Income Tax Act, 1961. For this purpose it is considering the options of restructuring and / or taking up some business activities. In view of this, the accounts are prepared under going concern basis. For which the statutory auditors of subsidiary Company have expressed qualified opinion on financial statements in this regards.
- 56 Sadbhav Nainital Highway Limited (SNHL), subsidiary of the group in which Tax credit receivables are carried in the Balance sheet at INR 118.57 Million under the Other Current assets as at March 31, 2025 and Carry forward losses under Income Tax act of INR 1449.89 millions as per Income Tax return filed by the subsidiary company for the year ended March 31, 2024. The Management of SNHL is exploring various strategic option to utilise/ encash the said GST Credit and also carryforward Losses under the Income Tax Act, 1961. For this purpose it is considering the options of restructuring and / or taking up some business activities. In view of this, the accounts are prepared under going concern basis. For which the statutory auditors of subsidiary have expressed qualified opinion on financial statements in this regards.
- 57 Sadbhav Vidarbha Highway Limited (SVHL), subsidiary of the group in which Tax credit receivables are carried in the Balance sheet at INR 504.71 Million under the Other Current assets as at March 31, 2025 and Carry forward losses under Income Tax act of INR 6,413.61 millions as per Income Tax return filed by the subsidiary company for the year ended March 31, 2024. The Management of SVHL is exploring various strategic option to utilise/ encash the said GST Credit and also carryforward Losses under the Income Tax Act, 1961. For this purpose it is considering the options of restructuring and / or taking up some business activities. In view of this, the accounts are prepared under going concern basis. For which the statutory auditors of subsidiary have expressed qualified opinion on financial statements in this regards.
- 58 Sadbhav Kim Expressway Private Limited (SKEPL), subsidiary of the group in which Tax credit receivables are carried in the Balance sheet at INR 408.96 Million under the Other Current assets as at March 31, 2025 and Carry forward losses under Income Tax act of INR 253.32 millions as per Income Tax return filed by the subsidiary company for the year ended March 31, 2024. The Management of SKEPL is exploring various strategic option to utilise/ encash the said GST Credit and also carryforward Losses under the Income Tax Act, 1961. For this purpose it is considering the options of restructuring and / or taking up some business activities. In view of this, the accounts are prepared under going concern basis. For which the statutory auditors of respective subsidiary have expressed qualified opinion on financial statements in this regards.
- 59 One of the subsidiary of the group namely Sadbhav Bangalore Highway Private Limited (SBGHPL), the lenders of the subsidiary Company; State Bank of India (SBI) and Bank of India (BOI) have filed a Case No.: OA/422/2023 before the Hon'ble Debts Recovery Tribunal, Ahmedabad (DRT) against SBGHPL and others for recovery of INR 1,112.55 Million being balance outstanding amount as defined in the Definitive Agreement dated 13.02.2023 under the provisions of the Debt Recovery Tribunal (Procedure) Rules, 1993. SBGHPL and others have filed its written submission for challenging the petition filed before Hon'ble DRT. The said matter is sub-judice before the Hon'ble DRT. (refer note 52(i))
The management of the group believes that the claim is not tenable and consequently no provision is required in respect of this in the consolidated financial statements.
- 60 Maharashtra Border Check Post Network Limited ('MBCPNL') one of the subsidiary, has accepted and accounted certain project related cost variation towards increased cost of construction due to delay in execution of the Modernization and Computerisation of 22 Border Check Post Project including 2 additional check post ('BCP Project'). Such cost variations incurred due to various reasons not attributable to MBCPNL in terms of service concession agreement, up to March 31, 2025 is INR 2,228.84 Million (March 31, 2024 INR 2,228.84 Million). The costs has been accounted as intangible asset/ intangible assets under development. Further, such cost variation is required to be approved by Government of Maharashtra (GoM) although the Independent Engineer of the Project, Technical Evaluation Committee duly appointed by Project Steering Committee of Maharashtra State Road Development Corporation Limited ('the Project Authority') which is monitoring the project progress and the lender's Independent engineer have in-principle accepted and recommended MBCPNL's cost variation claim. Based on the recommendations at the project steering committee, GoM (Grantor) will conclude in regard to cost variation claim of the MBCPNL although MBCPNL is confident that the additional costs accounted in the books will be fully accepted by the GoM.
- 61 The Group uses an accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the accounting software. However, the audit trail feature is not available for certain direct changes to database. Further no instance of audit trail feature being tampered with was noted in respect of the accounting software. Additionally, the audit trail has been preserved by the Group as per the statutory requirements for record retention except as mention above.
- 62 Other Regulatory requirements**
- (i) The Group does not hold any benami property as defined under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and the rules made thereunder. No proceeding has been initiated or pending against the Group for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and the rules made thereunder.
- (ii) The Group is not required to provide Q/S to Banks/ financial institutions on quarterly basis.
- (iii) As at March 31, 2025 there is no unutilised amounts in respect of any issue of securities and long term borrowings from banks and financial institutions. The borrowed funds have been utilised for the specific purpose for which the funds were raised.
- (iv) The Group does not have any transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (Such as, search or survey or any other relevant provisions of the Income Tax Act, 1961).
- (v) The Group has not traded or invested in crypto currency or virtual currency during the financial year.
- (vi) The Group does not have any charges or satisfaction, which is yet to be registered with ROC beyond the statutory period.
- (vii) The Group has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:
(a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Group (Ultimate Beneficiaries) or
(b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries
- (viii) The Group has no transaction and or outstanding balance as at March 31, 2025 with the companies struck off under Companies Act, 2013.
- (ix) The Group is in compliance with the number of layers prescribed under clause (87) of section 2 of the Companies Act read with the Companies (Restriction on number of Layers) Rules, 2017.
- (x) The Group is not declared as wilful defaulter by any Bank or Financial Institution or Other lenders.
- (xi) The Group has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Group shall
(i) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or
(ii) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries
- 63 In case of Ahmedabad Ring Road Infrastructure Ltd (ARRIL), a subsidiary of the group, one operational creditor had initiated legal proceeding against ARRIL for recovery of their dues and filed petition before Hon'ble National Company Law Tribunal (NCLT), Ahmedabad bench. The Hon'ble Adjudicating Authority, NCLT, Ahmedabad Bench passed the order dated 27.9.2023 to admit the ARRIL into Corporate Insolvency Resolution Process. ARRIL challenged the said order dated 27.9.2023 passed by NCLT before the Hon'ble National Company Law Appellate Tribunal.
The Hon'ble National Company Law Appellate Tribunal (NCLAT) vide its order dated 06.10.2023 has stayed the order dated 06.10.2023 passed by Hon'ble Adjudicating Authority. As per the order of NCLAT, ARRIL has deposited INR 23.2 Millions towards the claim amount. Thereafter the company has entered into Settlement Agreement dated August 14, 2024 with the operational creditor according to which the payment is made and case is withdrawn from the NCLAT.
- 64 Some of the vendors have initiated legal proceeding against the Group for recovery of their dues. The Management contends that in these cases the amount payable in respect of goods and service availed from such vendors is adequately provided in the books of accounts. However the vendors have claimed additional amount on account of interest etc. which is contested by the Company and according to the management such claims are not tenable and does not require provision in books of accounts. Having regard to this the management of the Group believes that carrying amount of trade payables is fairly valued.
- 65 Ahmedabad Ring Road Infrastructure Limited, subsidiary of the Group has issued the NCD during the year ended March 31, 2025 amounting to INR 3,340 Million, the listed Non-Convertible debentures are secured by first ranking pari passu charge by way of deed of hypothecation, pledge of shares and mortgage of properties in favour of the Debenture Trustee.

Sadbhav Infrastructure Project Limited
Notes to Consolidated Financial Statements for the year ended March 31, 2025

- 66 The Nomination and Remuneration Committee of the Board of Directors of the Company at its meeting held on August 12, 2024 approved Employee Stock Options to the eligible employees of the Company and its Subsidiary Companies and Holding Company under Sadbhav Infrastructure Project Limited Employee Stock Option Plan-2024. The said scheme was subsequently approved by the shareholders at the Annual General Meeting held on September 30, 2024. However, as of March 31, 2025, no stock options have been granted under the said Plan.
- 67 The Group's accumulated losses exceeded paid up capital by INR (5,454.06) millions. Further some of the subsidiary Companies finds difficulty in meeting obligations of the lenders and accounts of some of the subsidiary companies have been classified as NPA by the lenders. These factors raise concern about Group's ability to continue as going concern. The management represents that the Group holds investments in 2 Toll and 2 HAM assets. The liquidity position of the Group is improving on account of conclusion of stake sale in 5 of the SPV's during the year ended March 31, 2025. Up to the date of approval of these financial statements, the Group has met all its obligations of payment of dues to the lenders. Further on the basis of cashflow projections considering monetisation of assets, realisation of claims and cost control measures, the Group will be able to repay or settle its liabilities as and when they fall due. In view of this, in the opinion of the management the going concern assumption adopted in preparation of these consolidated financial statements is appropriate.
- 68 The Group define in these consolidated financial statements means, Sadbhav Infrastructure Projects Limited (Company) and all subsidiaries of the company. The group represents Sadbhav Infrastructure Projects Limited and its fourteen subsidiary companies which is the companies incorporated in india in these Consolidated Financial Statements.
- 69 **Previous year comparatives**
Figures for the previous periods have been regrouped/ rearranged, wherever necessary, to make them comparable with those of the current year. However it is not considered as material for overall consolidated financial statements and does not have a material effect on the balance sheet at the beginning of the preceeding year.

As per our report of even date

For S G D G & ASSOCIATES LLP
Chartered Accountants
ICAI Firm Registration No.:W100188

Mittali Dakwala
Partner
Membership No. 143236

Date: May 27, 2025
Place: Ahmedabad

For and on behalf of Board of Directors of
Sadbhav Infrastructure Project Limited

Shashin Patel
Chairman
DIN : 00048328

Jatin Thakkar
Director & Chief Financial Officer
DIN : 09312406

Date: May 27, 2025
Place: Ahmedabad



Disclaimer

This Annual Report contains forward-looking information to enable investors to comprehend company's prospects and take informed investment decisions. This report and other statements - written and oral - that we periodically make contain forward looking statements that set out anticipated results based on the management's plans and assumptions. We have tried wherever possible to identify such statements by using words such as 'anticipate', 'estimate', 'expects', 'projects', 'intends', 'plans', 'believes' and words of similar substance in connection with any discussion of future performance.

We can not guarantee that these forward-looking statements will be realized, although we believe we have been prudent in assumptions. The achievement of results is subject to risks, uncertainties, and even less than accurate assumptions. Should known or unknown risks or uncertainties materialize or should underlying assumptions prove inaccurate, actual results could vary materially from those anticipated, estimated or projected. Readers should bear this in mind.

We undertake no obligation to publicly update any forward-looking statements, whether as a result of new information, future events or otherwise.



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