Mahesh Aggarwal & Associates
Chartered Accountants
602, Rohit House, 3, Tolstoy Marg,
Connaught Place, New Delhi-110001.

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E-mail : agarwalmaheshin@yahoo.com
GSTIN : 07 AAOFM0525E 1 ZI

INDEPENDENT AUDITOR'S REPORT

To the Members of

A2Z Infraservices Limited

Gurgaon

Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the accompanying standalone Ind AS Financial Statements of A2Z Infraservices Limited ("the Company"), which comprise the Balance Sheet as at 31 March 2019, the Statement of Profit and Loss (including other comprehensive income), the Cash Flow Statement and the Statement of Changes in Equity for the year then ended, and a summary of the significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Ind AS financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India including the Ind AS, of the financial position of the Company as at 31 March 2019, and its financial performance (including other comprehensive income) and its cash flows and the changes in equity for the year ended on that date.

Basis for Opinion

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

Key Audit Matters

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

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these Ind AS financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity 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 relevant rules issued thereunder. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act; safeguarding the assets of the Company; preventing and detecting frauds and other irregularities; selection

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and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the 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 financial statements.

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

• Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

• Obtain an understanding of internal financial control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.

• Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

• Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

• Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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Materiality is the magnitude of misstatements in the standalone financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements

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

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the 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 the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) Section 143 of the Act, we give in the Annexure I, a statement on the matters specified in paragraphs 3 and 4 of the Order.

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

a. we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;

b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;

c. The balance sheet, the statement of profit and loss including other comprehensive income, the statement of cash flows and the statement of changes in equity dealt with by this report are in agreement with the books of account;

d. In our opinion, the aforesaid Ind AS financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with relevant rules issued thereunder;

e. On the basis of the written representations received from the directors as on 31 March 2019 and taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2019 from being appointed as a director in terms of Section 164(2) of the Act;

f. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure II"; and

Mahesh Aggarwal & Associates Chartered Accountants

g. with respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

i. The Company does not have any pending litigations which would impact its financial position in its Ind AS financial statements;

ii. The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts.

iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For Mahesh Aggarwal & Associates
Chartered Accountants
Regn. No. 006092N

Mahesh Agarwal
Partner
M. No. 85013

Mahesh Aggarwal & Associates
Chartered Accountants

Place: Gurgaon
Dated: 13.05.2019

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Re: [A2Z Infraservices Limited] ('the Company')

Annexure-I

Referred to in our Independent Auditors' Report in paragraph on Report on Other Legal and Regulatory Requirements of our report of even date

Based on the audit procedures performed for the purpose of reporting a true and fair view on the Ind AS financial statements of the Company and taking into consideration the information and explanations given to us and the books of account and other records examined by us in the normal course of audit, we report that:

(i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.

(b) The fixed assets have been physically verified by the management during the year and no material discrepancies were noticed on such verification. In our opinion, the frequency of verification of the fixed assets is reasonable having regard to the size of the Company and the nature of its assets.

(c) According to the information and explanations given to us and on the basis of our examination of the records of the company, the title deeds of immovable property are held in the name of the company.

(ii) (a) The management has conducted physical verification of inventory at reasonable intervals during the year.

(b) The discrepancies noticed on physical verification of the inventory as compared to books records which has been properly dealt with in the books of account were not material.

(iii) The Company has granted unsecured loans to companies covered in the register maintained under Section 189 of the Act. And with respect to the same:

(a) In our opinion, the rate of interest and other terms and conditions on which the loans has been granted to the bodies corporate listed in the register maintained under section 189 of The Companies Act 2013 are not prejudicial to the interest of the company.

(b) The principal amounts are repayable on demand and since the repayment of such loans has not been demanded, in our opinion receipt of the principal amount is regular; and

(c) There is no overdue amount in respect of loans granted to such companies.

(iv) In our opinion and according to the information and explanations given to us, the company has complied with the provisions of section 185 and 186 of the Act, with respect to the loans and investments made.

(v) The Company has not accepted any deposits within the meaning of Sections 73 to 76 of the Act and the Companies (Acceptance of Deposits) Rules, 2014 (as amended). Accordingly, the provisions of clause 3(v) of the Order are not applicable.

Mahesh Aggarwal & Associates Chartered Accountants

(vi) To the best of our knowledge and belief, the Central Government has not specified maintenance of cost records under sub-section (1) of Section 148 of the Act, in respect of Company's products/ services. Accordingly, the provisions of clause 3(vi) of the Order are not applicable.

(vii)(a) The Company is generally not regular in depositing some 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 other material statutory dues, as applicable, with the appropriate authorities. Undisputed amounts payable in respect thereof which were outstanding at the year-end for a period of more than six months from the date they become payable are as follows:

Nature of the Statute	Nature of Dues	Amount (Rs in Lacs)	Period for which the amount relates
Finance Act	Service Tax & Interest	233.13	Before October 2017
GST Act, 2017	GST	472.75	Before October 2018
Employees Provident Fund Act, 1952	PF	212.93	Before October 2018
Employees State Insurance Act, 1948	ESI	36.54	Before October 2018
Payment of Gratuity Act, 1972	Gratuity	862.27	Before October 2018

(b) According to the information and explanations given to us there are no dues in respect of income-tax, sales-tax, service tax, duty of excise, value added tax and cess that have not been deposited with the appropriate authorities on account of any dispute.

(viii) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not defaulted in repayment of dues to any financial institution or a bank or debenture-holders during the year.

(ix) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the terms loans were applied for the purpose for which the loans had been taken. The Company did not raise any money by way of initial public offer or further public offer.

(x) According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.

(xi) According to the information and explanations give to us and based on our examination of the records of the Company, the Company has paid/provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act.

(xii) In our opinion and according to the information and explanations given to us, the company is not a Nidhi company. Accordingly, paragraph 3(xii) of the order is not applicable.

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

(xiv) According to the information and explanations give to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.

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(xv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.

(xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934.

For Mahesh Aggarwal & Associates
Chartered Accountants
Regn. No. 006092N

Mahesh Agarwal
Partner
M. No. 85013

Place: Gurgaon
Dated: 13.05.2019

Annexure - II to the Auditors' Report

(Referred to in paragraph 1(f) under 'Report on Other Legal and Regulatory Requirements' section of our report to the members of the company of even date)

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

We have audited the internal financial controls over financial reporting of A2Z Infraservices Limited ("the Company") as of 31 March 2019 in conjunction with our audit of the Ind AS financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Ind AS financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

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Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with 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 financial statements

Inherent Limitations of Internal Financial Controls over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2019, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For Mahesh Aggarwal & Associates
Chartered Accountants
Regn. No. 006092N

Mahesh Aggarwal & Associates Chartered Accountants

Mahesh Agarwal
Partner
M. No. 85013

Place: Gurgaon
Dated: 13.05.2019

(Unless otherwise stated, all amounts are in INR Lacs)

	Note No.	As at March 31, 2019	As at March 31, 2018
ASSETS:			
Non-Current Assets:			
Property, Plant and Equipment	3	1,402.57	1,502.9
Other Intangible Assets	4	3.22	1.9
Intangibles assets under development	4	41.94	41.9
Financial Assets:			
Investments	5	330.79	325.9
Loans	6	64.53	79.0
Other Financial Assets	7	368.02	342.3
Deferred tax assets (Net)	8	636.97	772.5
Non-Current Tax Assets (Net)	9	2,279.43	1,928.8
Other Non-Current Assets	10	118.65	118.6
		5,246.12	**5,114.2**
Current Assets:			
Inventories	11	25.88	7.7
Financial Assets:			
Trade Receivables	12	7,825.82	7,877.6
Cash and Cash Equivalents	13	408.20	206.6
Loans	6	7,220.59	6,457.7
Other Financial Assets	7	4,093.28	3,435.71
Other Current Assets	10	1,184.58	877.1
		20,758.34	**18,862.61**
		26,004.47	**23,976.84**
EQUITY AND LIABILITIES:			
Equity:			
Equity Share Capital	14	381.60	381.60
Other Equity	15	7,163.94	6,409.87
		7,545.54	**6,791.47**
Non-Current Liabilities:			
Financial Liabilities:			
Borrowings	16	918.22	1,885.42
Provisions	21	572.21	862.27
		1,490.42	**2,747.69**
Current Liabilities:			
Financial Liabilities:			
Borrowings	17	4,094.42	4,094.58
Trade Payables	18		
Total outstanding dues of micro enterprises and small enterprises		4.72	-
Total outstanding dues of creditors other than micro enterprises and small enterprises		6,633.69	5,181.36
Other Financial Liabilities	19	2,408.37	1,290.30
Other Current Liabilities	20	3,827.30	3,871.44
		16,968.51	**14,437.68**
		26,004.47	**23,976.84**

Significant Accounting Policies 1-2

The accompaning notes are part of financial statements

For Mahesh Aggarwal & Associates
Chartered Accountants
Regn. No. 006092N

Mahesh Aggarwal & Associates Chartered Accountants

Mahesh Agarwal
Partner
M.No. 85013

Place: Gurugram
Date: 13.05.2019

For and on behalf of the Board of Directors

Amit Mittal Managing Director (Din: 00058944)	Dipali Mittal Whole time Director (Din: 00872628)

Abhay Kumar Sharma
Company Secretary

A2Z Infraservices Ltd. Gurgaon

A2Z INFRASERVICES LIMITED

Statement of Profit and Loss for the year ended March 31, 2019

(Unless otherwise stated, all amounts are in INR Lacs)

	Note No.	For the year ended March 31, 2019	For the year ended March 31, 2018
Revenue:			
Revenue from Operations	22	26,730.25	26,864.
Other Income	23	843.02	1,038.
Total Revenue		27,573.27	27,903.
Expenses:			
Cost of Materials Consumed	24	3,746.00	3,033.
Employee Benefits Expense	25	20,948.97	22,265.
Finance Costs	26	1,208.73	1,077.
Depreciation, Amortisation and Impairment expenses	27	174.63	177.
Other Expenses	28	569.53	640.
Total Expenses		26,647.86	27,194.
Profit / (loss) before exceptional item and tax		925.41	708.
Exceptional items		-	-
Profit / (loss) before tax		925.41	708.
Tax Expense	29		
Current Tax		262.16	155.
Deferred Tax		61.73	67.
Current tax expenses relating to earlier years		-	-
		323.89	223.
Profit for the year		601.52	485.
Other Comprehensive Income:			
A i)Items that will not be reclassified to profit or loss		-	-
a) Remeasurement of defined benefit obligations		211.42	-
Income tax relating to items that will not be reclassified to profit or loss		(73.88)	-
B i)Items that will be reclassified to profit or loss		-	-
		137.54	-
Total Comprehensive Income for the period		739.06	485.2
Profit/(Loss) earnings per equity share :	30		
Basic (in INR)		15.76	12.
Diluted (in INR)		15.76	12.
Significant Accounting Policies	1-2		

The accompaning notes are part of financial statements

For Mahesh Aggarwal & Associates

Chartered Accountants

Regn. No. 006092N

Mahesh Agarwal

Partner

M.No. 85013

Place: Gurugram

Date: 13.05.2019

Mahesh Aggarwal & Associates Chartered Accountants

For and on behalf of the Board of Directors

Amit Mittal

Managing Director

(Din: 00058944)

Dipali Mittal

Whole time Director

(Din: 00872628)

Abhay Kumar Sharma

Company Secretary

A2Z Infraservices Ltd. Gurgaon

A2Z INFRASERVICES LIMITED
Cash flow statement for the year ended March 31, 2019
(Unless otherwise stated, all amounts are in Indian Rupees)

		For the year ended March 31, 2019	For the year ended March 31, 2018
A	**Cash flow from operating activities**		
	Profit before tax	925.41	708.9
	Adjustment for:		
	Depreciation and amortisation expense	174.63	177.7
	Interest expense	1,208.73	1,018.4
	Liability written back	(133.71)	(295.0
	Interest income	(707.35)	(735.2
	Impact of recognising employee share based options at fair value of the option	15.02	38.7
	Rent	10.23	-
	Provision for doubtful advances	38.54	-
	Operating profit/(loss) before working capital changes	**1,531.50**	**913.6**
	Changes in working capital:		
	Adjustments for (increase) / decrease in operating assets:		
	Inventories	(18.12)	5.7
	Trade receivables	51.81	758.4
	Loans	(150.79)	(375.7
	Other financial assets	(674.24)	(1,989.1
	Other assets	(342.32)	(372.9
	Adjustments for increase / (decrease) in operating liabilities:		
	Trade payable	1,586.01	659.0
	Other financial liability	1,067.64	(55.15
	Other current liability	(44.14)	2,027.3
	Provision	(152.53)	13.0
		2,854.84	1,584.34
	Current taxes paid (net of refunds)	(538.90)	(639.9
	Net cash generated from operating activities	**2,315.94**	**944.3**
B	**Cash flow from investing activities**		
	Purchase of fixed assets (including capital work in progress)	(73.44)	(240.7
	Purchase of intangible assets	(2.07)	-
	Purchase of investment in subsidiaries	0.00	(4.36
	Fixed deposits placed (net)	-	11.10
	Interest received	82.08	735.25
	Net cash from / (used in) investing activities	**6.57**	**501.20**
C	**Cash flow from financing activities**		
	Proceeds from long term borrowings	(967.20)	(560.14
	Proceeds from short term borrowings (net)	(0.16)	(29.24)
	Interest paid	(1,158.29)	(723.42
	Net cash used in from financing activities	**(2,125.66)**	**(1,312.80)**
	Net decrease in cash and cash equivalents (A+B+C)	**196.86**	**132.77**
	Cash and cash equivalents at the beginning of the year	206.62	73.85
	Cash and cash equivalents at the end of the year	**403.48**	**206.62**
		As at March 31, 2019	**As at March 31, 2018**
	Components of cash and cash equivalents		
	Cash on hand	0.48	0.69
	Balances with banks		
	- in current account	407.72	205.94
		408.20	206.62

Summary of Significant Accounting Policies 1-2

This is the cash flow statement as referred to in our report of even date.

For Mahesh Aggarwal & Associates
Chartered Accountants
Regn. No. 006092N

Mahesh Agarwal
Partner

Place: Gurugram
Date: 13.05.2019

For and on behalf of Board of Directors

Amit Mittal
Managing Director
(Din: 00058944)

Dipali Mittal
Whole time Director
(Din: 00872628)

Abhay Kumar Sharma
Company Secretary

A2Z INFRASERVICES LIMITED

Statement of changes in equity for the year ended March 31, 2019

(Unless otherwise stated, all amounts are in INR lacs)

	Notes	Number of shares	Amount
A Equity share capital			
Issued, subscribed and fully paid up			
Equity Shares of INR 10 each			
Balance as at March 31, 2018	15	3,815,978	381.[illegible]
Changes in equity share capital		-	-
Balance as at March 31, 2019		3,815,978	381.[illegible]

	Notes	Securities Prmium Account	Employee Stock option reserve	Capital reserves	Geeneral Reserves	Reserves and Surplus- Retained earnings	Total
B Other Equity							
As at April 1, 2018	16	2,456.61	50.43	995.41	22.11	2,885.31	6,409.[illegible]
Add: Profit for the year		-	-	-	-	601.52	601.[illegible]
Add: Remeasurements benefits on defined benefit obligations		-	-	-	-	137.54	137.[illegible]
Add /[Less]: Addition during the period		-	15.02	-	-	-	15.[illegible]
As at March 31, 2019		2,456.61	65.45	995.41	22.11	3,624.37	7,163.[illegible]

See accompanying notes forming part of the financial statements

In terms of our report attached.

For Mahesh Aggarwal & Associates
Chartered Accountants
Regn No 006092N

Mahesh Agarwal
Partner
M No. 085013

Mahesh Aggarwal & Associates
Chartered Accountants

Place: Gurugram
Date: 13.05.2019

For and on behalf of the board of directors

Amit Mittal
Managing Director
(Din: 00058944)

Dipali Mittal
Whole time Director
(Din: 00872628)

Abhay Kumar Sharma
Company Secretary

A2Z Infraservices Ltd.
Gurgaon

Note 1 : Nature of operations

A2Z Infraservices Limited ('the Company') is the subsidiary of A2Z Infra Engineering Limited. It was incorporated at National Capital Territory of Delhi & I on April 15, 2008.

In facility management services, the company provides back end management services for efficient functioning of Shopping Malls, Airports, Multiplexes, Corp Business Establisments like Operations and Maintenance (O&M) services such as Electromechanical Services, Environmental Services, Mechanized Housel Service, Security Services, etc., upkeep of Railway Trains & Stations and other Comprehensive Services for Facilities/Administration Management.

Note 2 : Significant Accounting Policies

2.1 Basis of Accounting:

The financial statements of the Company have been prepared in accordance with the accounting standards notified under Companies (Accounting Standard) 2006 (as amended) and other relavent provisions of the Act.

In 2016 the Company has not applied any new accounting policies or made other retrospective changes that have a material effect on the statement of fi position as at 1 April 2015. Accordingly, the Company is not required to present a third statement of financial position as at that date. However, the Compa elected to provide this additional comparative information together with related notes as permitted by Ind AS 1 'Presentation of Financial Statements'.

2.2 Revenue

Revenue from contracts with customers is recognized on transfer of control of promised goods or services to a customer at an amount that reflects the consid to which the Company is expected to be entitled to in exchange for those goods or services.

Revenue towards satisfaction of a performance obligation is measured at the amount of transaction price (net of variable consideration) allocated to that perfor obligation. This variable consideration is estimated based on the expected value of outflow. Revenue (net of variable consideration) is recognized only to the that it is highly probable that the amount will not be subject to significant reversal when uncertainty relating to its recognition is resolved.

2.2.1 Interest Income:

For all debt instruments measured either at amortised cost or at fair value through other comprehensive income [OCI], interest income is recorded using the ef 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 s period, where appropriate, to the gross carrying amount of the financial asset or to the amortised cost of a financial liability. When calculating the effective i rate, the Company estimates the expected cash flows by considering all the contractual terms of the financial instrument [for example, prepayment, extension, c similar options] but does not consider the expected credit losses.

2.2.2 Other Income:

Other income is recognised when no significant uncertainty as to its determination or realisation exists.

2.3 Borrowing Costs

Borrowings are initially recognised at fair value, net of transaction costs incurred. Borrowing are subsequently measured at amortised cost. Any difference betwe proceeds (net of transaction costs) and the redemption amount is recognised in the Statement of Profit and Loss over the period of the borrowings using the ef interest method.

General and specific borrowing costs that are directly attributable to the acquisition, construction or prodiction of a qualifying assets are capitalised during the of time that is required to complete and prepare the asset for it's intended use or sale. Qualifying assets are assets that necessarily take a substantial period of t get ready for their intended use or sale.

Other borrowing costs are expensed in the period in which they are incurred.

2.4 Other Intangible Assets

Intangible assets acquired separately are measured on initial recognition at cost. The cost of intangible assets acquired in a business combination is their fair v the date of acquisition. Following initial recognition, intangible assets are carried at cost less any accumulated amortisation and accumulated impairment losses.

All finite-lived intangible assets, including capitalised internally developed software, are accounted for using the cost model whereby capitalised costs are amorti a straight-line basis over their estimated useful lives. Residual values and useful lives are reviewed at each reporting date. In addition, they are subject to impai testing as described in Note 2.7. The following useful lives are applied:

• Software: 3-5 years

Amortisation has been included within depreciation, amortisation and impairment of nonfinancial assets.

Subsequent expenditures on the maintenance of computer software is expensed as incurred.

When an intangible asset is disposed of, the gain or loss on disposal is determined as the difference between the proceeds and the carrying amount of the asse is recognised in profit or loss within other income or other expenses.

Mahesh Aggarwal & Associates Chartered Accountants

A2Z Infraservices Ltd. Gurgaon

2.5 Property, plant and equipment
Property, plant and equipment (comprising fittings and furniture) are initially recognised at acquisition cost or manufacturing cost, including any cost attributable to bringing the assets to the location and condition necessary for them to be capable of operating in the manner intended by the Company's man

Property, plant and equipment are subsequently measured at cost less accumulated depreciation and impairment losses.

Depreciation is recognised on a straight-line basis to write down the cost less estimated residual value of Property, plant and equipment. The following useful applied:
- Buildings : 3-60 years
- Plant and Equipment : 8-15 years
- Furniture and Fixtures : 8-10 years
- Vehicles : 6-10 years
- Office Equipment : 5 years
- Computers : 3-6 years

Material residual value estimates and estimates of useful life are updated as required, but at least annually.
Gains or losses arising on the disposal of Property, plant and equipment are determined as the difference between the disposal proceeds and the carrying a the assets and are recognised in profit or loss within other income or other expenses.

2.6 Leased Assets
2.6.1 Finance leases
Management applies judgment in considering the substance of a lease agreement and whether it transfers substantially all the risks and rewards incidental to o of the leased asset. Key factors considered include the length of the lease term in relation to the economic life of the asset, the present value of the minim payments in relation to the asset's fair value, and whether the Company obtains ownership of the asset at the end of the lease term.
For leases of land and buildings, the minimum lease payments are first allocated to each component based on the relative fair values of the respective lease i Each component is then evaluated separately for possible treatment as a finance lease, taking into consideration the fact that land normally has an indefinite e life.
See Note 2.7 for the depreciation methods and useful lives for assets held under finance leases.
The interest element of lease payments is charged to profit or loss, as finance costs over the period of the lease.

2.6.2 Operating leases
All other leases are treated as operating leases. Where the Company is a lessee, payments on operating lease agreements are recognised as an expense on a stra basis over the lease term. Associated costs, such as maintenance and insurance, are expensed as incurred.

2.7 Impairment testing of goodwill, other intangible assets and property, plant and equipment
For impairment assessment purposes, assets are grouped at the lowest levels for which there are largely independent cash inflows (cash-generating units). As some assets are tested individually for impairment and some are tested at cash-generating unit level. Goodwill is allocated to those cash-generating units expected to benefit from synergies of a related business combination and represent the lowest level within the Company at which management monitors goodw

Cash-generating units to which goodwill has been allocated (determined by the Company's management as equivalent to its operating segments) are te impairment at least annually. All other individual assets or cash-generating units are tested for impairment whenever events or changes in circumstances indic the carrying amount may not be recoverable.
An impairment loss is recognised for the amount by which the asset's (or cash-generating unit's) carrying amount exceeds its recoverable amount, which is th of fair value less costs of disposal and value-in-use. To determine the value-in-use, management estimates expected future cash flows from each cash-generat and determines a suitable discount rate in order to calculate the present value of those cash flows. The data used for impairment testing procedures are directl to the Company's latest approved budget, adjusted as necessary to exclude the effects of future reorganisations and asset enhancements. Discount fac determined individually for each cash-generating unit and reflect current market assessments of the time value of money and asset-specific risk factors.

Impairment losses for cash-generating units reduce first the carrying amount of any goodwill allocated to that cash-generating unit. Any remaining impairmen charged pro rata to the other assets in the cash-generating unit. With the exception of goodwill, all assets are subsequently reassessed for indications impairment loss previously recognised may no longer exist. An impairment loss is reversed if the asset's or cash-generating unit's recoverable amount exc carrying amount.

2.8 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.

2.8.1 Initial recognition and measurement of financial instruments:
All financial assets are recognised initially at fair value plus, in the case of financial assets not recorded at fair value through profit or loss, transaction costs t attributable to the acquisition of the financial asset. The company currently have security deposits, investment in preference shares of subsidiary companie receivables, loans etc.
Financial assets are derecognised when the contractual rights to the cash flows from the financial asset expire, or when the financial asset and subsequently all th and rewards are tranferred. A financial liability is derecognised when it is extinguished, discharged, cancelled or expires.

2.8.2 Classification and Subsequent measurement of financial assets:
Financial assets are classified as subsequently measured at amortised cost, fair value through other comprehensive income (FVOCI) or fair value through profit (FVTPL).

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A financial asset is measured at amortised cost if it meets both of the following conditions and is not designated as at FVTPL :
a) the asset is held within a business model whose objective is to hold assets to collect contractual cash flows; and
b) the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal outstanding.
A financial asset is measured at fair value through other comprehensive income if both of the following conditions are met and it is not designated as at FVTPI
a) the financial asset is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and
b) the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal outstanding.

All other financial assets are classified as measured at FVTPL. The Bank may designate a financial asset that otherwise meets the requirements to be meas amortised cost or at FVOCI as at FVTPL if doing so eliminates or significantly reduces an accounting mismatch that would otherwise arise. The Bank has not fair value designation option for any financial assets.

2.8.3 Impairment of financial assets:
In accordance with Ind AS 109, the Company applies expected credit loss [ECL] model for measurement and recognition of impairment loss on the following fi assets and credit risk exposure:
Financial assets that are debt instruments, and are measured at amortised cost e.g. security deposits
Financial assets that are available for sale.
c. Trade receivables or any contractual right to receive cash or another financial asset
The Company follows 'simplified approach' for recognition of impairment loss allowance on Point c provided above.
The application of simplified approach require the company to recognise the impairment loss allowance based on lifetime ECLs at each reporting date, right f initial recognition. For recognition of impairment loss on other financial assets and risk exposure, the Company determines that whether there has been a sig increase in the credit risk since initial recognition. If credit risk has not increased significantly, 12-month ECL is used to provide for impairment loss. How credit risk has increased significantly, lifetime ECL is used. If, in a subsequent period, credit quality of the instrument improves such that there is no lo significant increase in credit risk since initial recognition, then the Lifetime ECL are the expected credit losses resulting from all possible default events o expected life of a financial instrument.
The 12-month ECL is a portion of the lifetime ECL which results from default events that are possible within 12 months after the reporting date.
ECL is the difference between all contractual cash flows that are due to the Company in accordance with the contract and all the cash flows that the entity exp receive [i.e., all cash shortfalls], discounted at the original EIR. ECL impairment loss allowance [or reversal] recognized during the period is recognized as in expense in the Statement of Profit and Loss under the head 'other expenses'. The balance sheet presentation for various financial instruments is described below Financial assets measured as at amortised cost, contractual revenue receivables and lease receivables: ECL is presented as an allowance reducing the net c amount. Until the asset meets write-off criteria, the Company does not reduce impairment allowance from the gross carrying amount.

For assessing increase in credit risk and impairment loss, the Company combines financial instruments on the basis of shared credit risk characteristics.

2.8.4 Classification and subsequent measurement of financial liabilities:
The measurement of financial liabilities depends on their classification, as described below:
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 value through profit or loss. This category also includes derivative financial instruments entered into by the Company that are not designated as hedging instrum hedge relationships as defined by Ind AS 109. Separated embedded derivatives are also classified as held for trading unless they are designated as effective h instruments. Gains or losses on liabilities held for trading are recognised in the profit or loss. Financial liabilities designated upon initial recognition at fai 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 FVTI value gains/ losses attributable to changes in own credit risk are recognized in OCI. These gains/ loss are not subsequently transferred to the Statement of Pro Loss. However, the Company may transfer the cumulative gain or loss within equity. All other changes in fair value of such liability are recognised in the staten profit or loss. The Company has not designated any financial liability as at fair value through Statement of Profit and Loss.

Loans and borrowings:
After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortised cost using the EIR method. Gains and losses are recogn profit or loss when the liabilities are derecognised as well as through the EIR amortisation 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. Th amortisation is included as finance costs in the Statement of Profit and Loss.

2.8.5 Reclassification of financial instruments:
The Company determines classification of financial assets and liabilities on initial recognition. After initial recognition, no reclassification is made for financial which are equity instruments and financial liabilities. For financial assets which are debt instruments, a reclassification is made only if there is a change in the bu model for managing those assets. Changes to the business model are expected to be infrequent. The Company's senior management determines change in the bu model as a result of external or internal changes which are significant to the Company's operations. Such changes are evident to external parties. A change business model occurs when the Company either begins or ceases to perform an activity that is significant to its operations. If the Company reclassifies financial it applies the reclassification prospectively from the reclassification date which is the first day of the immediately next reporting period following the cha business model. The Company does not restate any previously recognised gains, losses [including impairment gains or losses] or interest. The Company d reclassify any financial assets in the current period.

2.8.6 Offsetting of financial instruments:
Financial assets and financial liabilities are offset and the net amount is reported in the balance sheet if there is a currently enforceable legal right to offs recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously.

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2.9 Inventories

Inventories are valued at the lower of cost and net realisable value.
Costs incurred in bringing each product to its present location and condition are accounted for as follows:
a. Raw Materials, Packing Material and Stores & Spare Parts: Cost includes cost of purchase and other costs incurred in bringing the inventories to their pr location and condition. Cost is determined on first-in-first-out basis.
b. Finished Goods and Work-in-Progress: Cost includes cost of direct materials, labour and a proportion of manufacturing overheads based on the normal oper capacity, but excluding borrowing costs. Cost is determined on first-in-first-out basis.
c. Stock-in-Trade: Cost includes cost of purchase and other costs incurred in bringing the inventories to their present location and condition. Cost is determin first-in-first-out basis.

Net realisable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and the estimated costs necessary to ma the sale.

2.10 Income Taxes

Tax expense recognised in profit or loss comprises the sum of deferred tax and current tax not recognised in other comprehensive income or directly in equity.

Calculation of current tax is based on tax rates and tax laws that have been enacted or substantively enacted by the end of the reporting period. Deferred income are calculated using the liability method.
Deferred tax assets are recognised to the extent that it is probable that the underlying tax loss or deductible temporary difference will be utilised against future ta income. This is assessed based on the Company's forecast of future operating results, adjusted for significant non-taxable income and expenses and specific limi the use of any unused tax loss or credit.

2.11 Cash and Cash Equivalents

Cash and cash equivalents comprise cash on hand and demand deposits, together with other short-term, highly liquid investments maturing within 90 days fror date of acquisition that are readily convertible into known amounts of cash and which are subject to an insignificant risk of changes in value.

2.12 Equity, reserves and dividend payments

Share capital represents the nominal (par) value of shares that have been issued.
Share premium includes any premiums received on issue of share capital. Any transaction costs associated with the issuing of shares are deducted from share prem net of any related income tax benefits.
Other components of equity include the following:
- Remeasurement of net defined benefit liability - Comprises the actuarial losses from changes in demographic and financial assumptions and the return on assets (see Note 2.13)
- Retained earnings includes all current and prior period retained profits and share-based employee remuneration (see Note 18). All transactions with owners c parent are recorded separately within equity. Dividend distributions payable to equity shareholders are included in other liabilities when the dividends have approved in a general meeting prior to the reporting date.

2.13 Post-employment benefits and short-term employee benefits

Post-employment benefit plans

The Company provides post-employment benefits through various defined contribution and defined benefit plans.

Defined Contribution Plans :

Retirement benefits in the form of provident fund and employee state insurance are defined contribution schemes and the contributions are charged t Statement of Profit and Loss of the year when the contributions to the respective funds are due.

Defined Benefit Plans :

Gratuity liability is defined benefit obligation and is provided for on the basis of an actuarial valuation on projected unit credit method made at the end of financial year. Every employee who has completed five years or more of service gets a gratuity on departure at 15 days salary (last drawn salary) for each comp year of service.

Re-measurements, comprising of actuarial gains and losses, the effect of the asset ceiling, excluding amounts included in net interest on the net defined b liability and the return on plan assets, are recognised immediately in the Balance Sheet with a corresponding debit or credit to Retained Earnings through OCI i period in which they occur. Re-measurements are not reclassified to profit or loss in subsequent periods.

Leave Liability:

The employees of the Company are entitled to leave as per the leave policy of the Company. The Company treats accumulated leave expected to be carried fo beyond twelve months, as long term employee benefit for measurement purposes. Such long term compensated absences are provided for based on actuarial valu using the projected unit credit method at the year end. Actuarial gains/losses should be recognized in Statement of Profit and Loss.

Short-term employee benefits

Short-term employee benefits, including holiday entitlement, are current liabilities included in pension and other employee obligations, measured at the undisco amount that the Company expects to pay as a result of the unused entitlement.

2.14 Provisions, contingent assets and contingent liabilities

Provisions for product warranties, legal disputes, onerous contracts or other claims are recognised when the Company has a present legal or constructive obligati a result of a past event, it is probable that an outflow of economic resources will be required from the Company and amounts can be estimated reliably. Timi amount of the outflow may still be uncertain.
Provisions are measured at the estimated expenditure required to settle the present obligation, based on the most reliable evidence available at the reporting including the risks and uncertainties associated with the present obligation. Where there are a number of similar obligations, the likelihood that an outflow w required in settlement is determined by considering the class of obligations as a whole. Provisions are discounted to their present values, where the time val money is material.

Mahesh Aggarwal & Associates Chartered Accountants

A2Z Infraservices Ltd. Gurgaon

Any reimbursement that the Company is virtually certain to collect from a third party with respect to the obligation is recognised as a separate asset. Howe asset may not exceed the amount of the related provision.
No liability is recognised if an outflow of economic resources as a result of present obligations is not probable. Such situations are disclosed as contingent l unless the outflow of resources is remote.
If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate which reflects the current market assessment of time money. Government bond rate can be used as discount rate, as it is a riskfree pre-tax rate reflecting the time value of money. For this purpose, the discount rat also be reassessed at the end of each reporting period, including the interim reporting date, if any.

2.15 Standards, not yet effective and have not been adopted early by the Company

On 30th March 2019, the Ministry of Corporate Affairs (MCA) has notified Ind AS 116 Leases, under Companies (Indian Accounting Standards) Amendmen 2019 which is applicable with effect from 1st April, 2019. Ind AS 116 sets out the principles for the recognition, measurement, presentation and disclosure for both parties to a contract i.e., the lessee and the lessor. Ind AS 116 introduces a single lease accounting model for lessee and requires the lessee to recogni of use assets and lease liabilities for all leases with a term of more than twelve months, unless the underlying asset is low value in nature. Currently, operati expenses are charged to the statement of profit and loss. Ind AS 116 substantially carries forward the lessor accounting requirements in Ind AS 17.

As per Ind AS 116, the lessee needs to recognise depreciation on rights of use assets and finance costs on lease liabilities in the statement of profit and loss. T payments made by the lessee under the lease arrangement will be adjusted against the lease liabilities.
The Company is currently evaluating the impact on account of implementation of Ind AS 116 which might have significant impact on key profit & loss and sheet ratio i.e. Earnings before interest, tax, depreciation and amortisation (EBITDA), Asset coverage, debt equity, interest coverage, etc.

2.16 Significant management judgement in applying accounting policies and estimation uncertainty

Recognition of service and construction contract revenues :

Determining when to recognise revenues from after-sales services requires an understanding of both the nature and timing of the services provided customers' pattern of consumption of those services, based on historical experience and knowledge of the market.

Recognition of deferred tax assets :

The extent to which deferred tax assets can be recognised is based on an assessment of the probability that future taxable income will be available agains the deductible temporary differences and tax loss carry-forwards can be utilised. In addition, significant judgement is required in assessing the impact of any economic limits or uncertainties in various tax jurisdictions (see Note 2.10).

2.17 Estimation Uncertainty

Information about estimates and assumptions that have the most significant effect on recognition and measurement of assets, liabilities, income and exp provided below. Actual results may be substantially different.

Impairment of non-financial assets and goodwill

In assessing impairment, management estimates the recoverable amount of each asset or cash generating units based on expected future cash flows and interest rate to discount them. Estimation uncertainty relates to assumptions about future operating results and the determination of a suitable discount rate (s 2.7).

Useful lives of depreciable assets

Management reviews its estimate of the useful lives of depreciable assets at each reporting date, based on the expected utility of the assets. Uncertainties i estimates relate to technological obsolescence that may change the utility of certain software and IT equipment.

Inventories

Management estimates the net realisable values of inventories, taking into account the most eliable evidence available at each reporting date. The future rea of these inventories may be affected by future technology or other market-driven changes that may reduce future selling prices.

Defined benefit obligation (DBO)

Management's estimate of the DBO is based on a number of critical underlying assumptions such as standard rates of inflation, mortality, discount r anticipation of future salary increases. Variation in these assumptions may significantly impact the DBO amount and the annual defined benefit expenses.

Fair value measurement

Management uses valuation techniques to determine the fair value of financial instruments (where active market quotes are not available) and non-financial This involves developing estimates and assumptions consistent with how market participants would price the instrument. Management bases its assumpti observable data as far as possible but this is not always available. In that case management uses the best information available. Estimated fair values may vary fr actual prices that would be achieved in an arm's length transaction at the reporting date .

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A2Z Infraservices Ltd. Gurgaon

A2Z INFRASERVICES LIMITED
Notes to the financials statements for the year ended March 31, 2019
(Unless otherwise stated, all amounts are in INR Lacs)

Note 3 : Property, Plant and Equipment

	Leasehold Improvement	Computers	Buildings	Plant and Equipment	Furniture and Fixtures	Vehicles	Tools and Equipment	Office Equipment	Total
Gross Carrying Amount:									
Balance as at April 1, 2017	47.47	356.89	37.39	2,144.70	176.41	73.33	14.80	112.13	2,963.12
Additions	0.00	1.16	(0.01)	222.67	1.04	0.37	(0.00)	15.56	240.79
Disposals	-	-	-	-	-	-	-	-	-
Other adjustments	-	-	-	-	-	-	-	-	-
Balance as at March 31, 2018	47.47	358.05	37.38	2,367.37	177.45	73.70	14.80	127.69	3,203.91
Additions	-	0.60	-	67.16	-	-	-	5.69	73.44
Disposals	-	-	-	-	-	-	-	-	-
Other adjustments	-	-	-	-	-	-	-	-	-
Balance as at March 31, 2019	47.47	358.65	37.38	2,434.53	177.45	73.70	14.80	133.37	3,277.35
Depreciation and Impairment:									
Balance as at April 1, 2017	47.47	358.49	6.15	795.64	144.06	58.52	8.73	105.50	1,524.55
Depreciation for the year	0.00	(1.45)	0.61	156.87	7.87	8.84	0.99	2.68	176.42
Impairment for the year	-	-	-	-	-	-	-	-	-
Disposals	-	-	-	-	-	-	-	-	-
Balance as at March 31, 2018	47.47	357.04	6.76	952.51	151.93	67.36	9.71	108.18	1,700.97
Depreciation for the period	-	0.70	0.62	160.82	4.86	3.22	0.96	2.61	173.81
Impairment for the period	-	-	-	-	-	-	-	-	-
Disposals	-	-	-	-	-	-	-	-	-
Balance as at March 31, 2019	47.47	357.74	7.39	1,113.33	156.79	70.58	10.67	110.80	1,874.77
Net Carrying Amount:									
Balance as at March 31, 2019	-	0.90	29.99	1,321.20	20.66	3.12	4.12	22.58	1,402.57
Balance as at March 31, 2018	-	1.01	30.62	1,414.86	25.52	6.34	5.08	19.50	1,502.94

Associates
Chartered Accountants

A2Z Infraservices Ltd.
Gurgaon

(Unless otherwise stated, all amounts are in INR Lacs)

Note 4 : Other Intangible Assets

	Computer Software	Intangibles assets under development	Total
Gross Carrying Amount:			
Balance as at April 1, 2017	250.89	41.94	292.8
Additions	1.68	-	1.6
Disposals	-	-	-
Other adjustments	-	-	-
Balance as at March 31, 2018	252.57	41.94	294.5
Additions	2.07	-	2.0
Disposals	-	-	-
Other adjustments	-	-	-
Balance as at March 31, 2019	254.63	41.94	296.5
Amortisation and Impairment:			
Balance as at April 1, 2017	249.29	-	249.2
Amortisation for the year	1.31	-	1.3
Impairment for the year	-	-	-
Disposals	-	-	-
Balance as at March 31, 2018	250.59	-	250.5
Amortisation for the period	0.82	-	0.8
Impairment for the period	-	-	-
Disposals	-	-	-
Balance as at March 31, 2019	251.41	-	251.4
Net Carrying Amount:			
Balance as at March 31, 2019	3.22	41.94	45.1
Balance as at March 31, 2018	1.97	41.94	43.9

A2Z Infraservices Ltd. Gurgaon

Mahesh Associates Chartered Accountants

(Unless otherwise stated, all amounts are in INR Lacs)

Note 5 : Investments:	As at March 31, 2019	As at March 31, 2018
Long Term Investments:		
Carrying amount at amortised cost:		
Trade Investments:		
Investments in Equity Instruments of subsidiaries	2.45	2.45
Investments in Preference Shares	272.90	268.21
Investments in Debentures	55.44	55.25
Total	330.79	325.91

Investment in Equity Instruments:		
Subsidiary Companies [Unquoted]:		
24,500 (Previous Year - 24.5) equity shares of Rs. 10 each, fully paid up in Ecogreen Envirotech Soutions Limited	2.45	2.45
Investment in Preference Shares- Equity portion		
15,21,713 (Previous Year - 15,21,713) 0.001% Non Participative Cumulative Preference Shares of A2Z Waste Management (Ludhiana) Limited	125.77	125.77
11,00,000 (Previous Year - 11,00,000) 0.001% non participative cumulative preference shares of Rs 10.00 Each, fully paid up in Ecogreen Envirotech Soutions Limited	103.64	103.64
Investment in Preference Shares- Debt portion		
15,21,713 (Previous Year - 15,21,713) 0.001% Non Participative Cumulative Preference Shares of A2Z Waste Management (Ludhiana) Limited	35.38	31.48
11,00,000 (Previous Year - 11,00,000) 0.001% non participative cumulative preference shares of Rs 10.00 Each, fully paid up in Ecogreen Envirotech Soutions Limited	8.10	7.32
Investment in Debentures- Equity portion		
55,000 (Previous Year - 55,000) Zero Coupon Convertible Debenture of Rs. 100 each, fully paid up in Magic Genie Services Limited	53.47	53.47
Investment in Debentures- Debt portion		
55,000 (Previous Year - 55,000) Zero Coupon Convertible Debenture of Rs. 100 each, fully paid up in Magic Genie Services Limited	1.97	1.78
	330.79	325.91

Aggregate amount of Quoted Investments	-	-
Aggregate amount of Unquoted Investments	330.79	325.91
Aggregate amount of Impairement in value of Investments	-	-

Note 6 : Loans	As at			
	March 31, 2019	March 31, 2019	March 31, 2018	March 31, 2018
	Current	Non - Current	Current	Non-Current
(Unsecured, considered good unless otherwise stated)				
Security Deposits				
Considered Good	75.87	64.53	70.77	79.06
Considered doubtful	-	-	-	-
Advances and loans to group companies [*]	4,772.21	-	4,605.41	-
Loan to employees	5.16	-	18.52	-
Interest accrued and due from Group Company	2,367.36	-	1,763.07	-
	7,220.59	64.53	6,457.77	79.06
Less: Provision for doubtful deposits	-	-	-	-
Total	7,220.59	64.53	6,457.77	79.06

(Unless otherwise stated, all amounts are in INR Lacs)

[*] Details of Loans and				
(a) A2Z Green Waste Management Limited	4,152.03	-	3,987.28	-
(b) A2Z Maintenance & Engineering Services Limited & Satya Builders (AOP)	445.19	-	445.19	-
(c) A2Z Powertech Limited	44.00	-	44.00	-
(d) Magic Genie Services Limited	130.98	-	128.93	-
	4,772.21	-	4,605.41	-

All the above loans are repayable on demand and are interest bearing @ 10.75% - 14% p.a.

Note 7 : Other Financial Assets

	As at			
	March 31, 2019	March 31, 2019	March 31, 2018	March 31, 2018
	Current	Non - Current	Current	Non-Current
[Unsecured, considered good unless otherwise stated]				
Earnest money deposit with customers				
Considered good	272.67	-	185.88	-
Cosidered doubtful	-	-	-	-
Less: Provision for doubtful earnest money deposit	-	-	-	-
Earnest money deposit with customers	272.67	-	185.88	-
Advance recoverable in cash				
Considered good	427.68	-	156.32	-
Considered doubtful	-	-	-	-
Less: Provision for doubtful deposits	-	-	-	-
Advance recoverable in cash	427.68	-	156.33	-
Contract revenue in excess of billings^	2,231.05	-	1,988.65	-
Interest accrued on fixed deposits	15.38	-	6.41	-
Retention Money	1,146.50	-	1,098.44	-
Bank deposits with more than 12 months maturity[*]	-	368.02	-	342.38
Total	4,093.28	368.02	3,435.71	342.38

[* Held as margin money against bank guarantees and letter of credit and as debt service reserve account against term loans from banks.
^ Contract asset as per INDAS 115

Note 8 : Deferred tax assets (net)

	As at		
	March 31, 2019	Charge to Profit and Loss account	March 31, 2018
Deferred tax liabilities			
Depreciation	103.93	(35.99)	67.94
	103.93	(36)	67.94
Deferred tax assets			
Provision for doubtful debts	116.81	(1.12)	115.69
Provision for doubtful advances	13.47	24.06	37.53
Gratuity and 43B	610.62	41.69	652.31
Unabsorbed loss and depreciation	-	34.98	34.98
	740.90	99.61	840.51
Total	636.97	135.61	772.57

Note 9 : Non Current Tax Assets (Net)

	As at	As at
	March 31, 2019	March 31, 2018
Advance payment of Tax [Net of provision]	2,279.43	1,928.81
Total	2,279.43	1,928.81

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Notes to the financials statements for the year ended March 31, 2019
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Note 10 : Other Assets
[Unsecured, Considered Good unless otherwise stated]

	As at			
	March 31, 2019	March 31, 2019	March 31, 2018	March 31, 201
	Current	Non - Current	Current	Non-Current
Capital Advances	-	118.65	-	118.6
Prepaid expenses	72.76	-	76.84	-
Balances with government authorities - Service tax recoverable	36.06	-	255.46	-
Balances with government authorities - GST recoverable	953.18	-	298.33	-
Balances with government authorities - WCT/VAT recoverable	121.91	-	121.91	-
Advance to staff	0.67	-	-	-
Others	-	-	124.58	-
Total	**1,184.58**	**118.65**	**877.12**	**118.6**

Note 11 : Inventories

	As at	As at
	March 31, 2019	March 31, 201
Consumables	25.88	7.7
Total	**25.88**	**7.7**

Note 12 : Trade Receivables

	As at	As at
	March 31, 2019	March 31, 201
(Unsecured, considered good)		
Other than related parties		
Considered good	7,304.48	7,308.6
Considered doubtful	334.27	334.2
	7,638.75	7,642.9
Related parties		
Considered good	521.34	568.9
Considered doubtful	-	-
	521.34	568.9
Less: Allowances for credit losses	(334.27)	(334.2
Total	7,825.82	7,877.6

The movements in the allowance for credit losses is presented below:

	March 31, 2019	March 31, 201
Opening Balance	334.27	621.7
Impairment loss	-	(287.4
Closing Balance	334.27	334.2

All trade receivables are short-term. The net carrying value of trade receivables is considered a reasonable approximation of fair value. The carrying amou of the receivable is considered a reasonable approximation of fair value which is measured at amortised cost. The effect of any difference between t effective interest rate applied and the estimated current market rate is not significant. All of the Company's trade and other receivables have been review for credit loss.

Note 13 : Cash and Cash Equivalents

	As at	As at
	March 31, 2019	March 31, 201
Balances with Banks in Current Account	407.72	205.9
Cash on Hand	0.48	0.6
Total	408.20	206.6

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Note 14: Share capital

	As at March 31, 2019		As at March 31, 2018	
	Number	Amount	Number	Amount
Authorised				
Equity shares of Rs 10 each	26,855,000	2,685.50	26,855,000	2,685.5
6% non cumulative redeemable preference share of Rs 100/- each*	500	0.50	500	0.5
6% non cumulative redeemable preference share of Rs 10/- each*	250,000	25.00	250,000	25.0
	27,105,500	2,711.00	27,105,500	2,711.0
Issued, subscribed and fully paid up				
Equity shares of Rs 10 each fully paid up	3,815,978	381.60	3,815,978	381.6
	3,815,978	381.60	3,815,978	381.6

*Preference shares has been accounted on amortised cost

Note 15.1: Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting period:

	As at March 31, 2019		As at March 31, 2018	
	Number of shares	Amount	Number of shares	Amount
Equity shares of Rs 10 each fully paid up				
Opening balance	3,815,978	381.60	3,815,978	381.6
Add: Fresh issue	-	-	-	-
Closing balance	3,815,978	381.60	3,815,978	381.60

Note 15.2: Terms and rights attached to equity shares

The Company has only one class of equity shares having par value of Rs. 10 per share. Each holder of equity share is entitled to one vote pe share and also are entitled to receive dividend after preference shares. The Company declares and pays dividend in Indian Rupees. In the events o liquidation of the Company, the holder of equity share will be entitled to receive remaining assets of the Company, after distribution of a preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

Note 15.3: Detail of shares held by A2Z Infra Engineering Limited, the holding company.

	As at March 31, 2019		As at March 31, 2018	
	Number of shares	Amount	Number of shares	Amount
Equity shares of Rs 10 each fully paid up				
Opening balance	3,580,410	358.04	3,580,410	358.04
Add: Fresh issue	-	-	-	-
Closing balance	3,580,410	358.04	3,580,410	358.04

Note 15.4: Details of shareholders holding more than 5% shares in the Company

	As at March 31, 2019		As at March 31, 2018	
	Number of shares held	% of holding	Number of shares held	% of holding
Equity shares of Rs 10 each fully paid up				
A2Z Infra Engineering Limited	3,580,410	93.83%	3,580,410	93.83%
	3,580,410	93.83%	3,580,410	93.83%

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Note 15 : Other Equity

Retained Earnings		
Opening balance	2,885.31	2,400.11
Add: Transfer from statement of profit and loss	601.52	485.20
Add: Remeasurements benefits on defined benefit obligations	137.54	-
Closing balance	3,624.37	2,885.31
Employee stock option reserve		
Opening balance	50.43	11.65
Add: Employee stock option expense	15.02	38.78
Closing balance	65.44	50.43
General Reserve		
Opening balance	22.11	22.11
Add: Transfer from statement of profit and loss	-	-
Closing balance	22.11	22.11
Capital Reserve		
Opening balance	995.41	995.41
Add: Transfer from statement of profit and loss	-	-
Closing balance	995.41	995.41
Securities premium account		
Opening balance	2,456.61	2,456.61
Add: Transfer from statement of profit and loss	-	-
Less: Premium Utilised	-	-
Closing balance	2,456.61	2,456.61
Total other equity	7,163.94	6,409.87

Note 16 : Non- Current Borrowings

	Current Maturities		Non-current portion	
	As at March 31, 2019	As at March 31, 2018	As at March 31, 2019	As at March 31, 2018
Fair value at Amortised				
Term Loans from Banks*	1,250.00	1,250.00	918.22	1,885.42
Total	1,250.00	1,250.00	918.22	1,885.42

* Term loan outstanding of INR 2168.22 lacs (March 31, 2018 : INR 3135.42 lacs), in case of A2Z Infraservices Limited, from Yes Bank Limited is secured by first pari-passu charge on all the Fixed assets of company (both present and future) and second pari-passu charge on current assets and also unconditional and irrevocable personal guarantee of Mr. Amit Mittal (Managing Director) of the Company. The loan is repayable in 48 equal monthly instalment after a moratorium of 12 months from the date of first disbursement. The loan carries an interest rate of 1.05% ("spread") over and above 6 Months MCLR.

Note 17 : Current Borrowings

	As at March 31, 2019	As at March 31, 2018
Cash credit facilities (Secured)*	3,891.32	3,929.58
Loan from Group Company (Unsecured)**	203.10	90.00
Loan from Others	-	75.00
Total	4,094.42	4,094.58

The carrying amount of working capital term loan, Cash credit facilities and Buyers credit facilities are considered to be same as their fair value due to their short term nature.

* Working capital facility from banks amounting to INR 3891.32 lacs (March 31, 2018: INR 3929.58 lacs), in case of A2Z Infraservices Limited, are secured by first pari passu charge on the current assets of holding company including book debts and other receivable and fixed assets of the holding company and also by Corporate Guarantee of the Company and personal guarantee of Mr. Amit Mittal (Managing Director) and Ms. Dipali Mittal (Director) of the Company.

** Loan from Group Company is interest bearing @ 10.75% - 14% and is repayable on demand.

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(Unless otherwise stated, all amounts are in INR Lacs)

Note 18 : Trade Payables

	As at March 31, 2019	As at March 31, 2018
Current :		
Other than acceptances: total outstanding dues of micro and small enterprises [*]	4.72	-
Other than acceptances: total outstanding dues of creditors other than micro and small enterprises	6,633.69	5,181.36
Total	6,638.41	5,181.36
Non- Current :		
Total	-	-
[*] Details of dues to micro and small enterprises as per MSMED Act, 2006 the principal amount and the interest due thereon remaining unpaid to any supplier as at the end of each accounting year		
- principal amount	-	-
- interest amount	-	-
The amount of interest paid by the buyer in terms of section 16, of the Micro Small and Medium Enterprise Development Act, 2006 along with the amounts of the payment made to the supplier beyond the appointed day during each accounting year.	-	-
The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under Micro Small and Medium Enterprise Development Act, 2006.	-	-
The amount of interest accrued and remaining unpaid at the end of each accounting year; and	-	-
The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under section 23 of the Micro Small and Medium Enterprise Development Act, 2006	-	-

All the trade payables are short term. The carrying value of trade payables are considered to be the reasonable approximation of fair value.

Note 19 : Other Financial Liabilities

	As at March 31, 2019 Current	As at March 31, 2019 Non - Current	As at March 31, 2018 Current	As at March 31, 2018 Non-Current
Current Maturities of long term debt	1,250.00	-	1,250.00	-
Payable to group company	520.67	-	-	-
Security Deposit	546.97	-	-	-
Interest accrued and due on borrowings from others	63.91	-	26.91	-
Interest accured and due on group company	26.83	-	13.39	-
Total	2,408.37	-	1,290.30	-

Note 20 : Other Liabilities

	As at March 31, 2019 Current	As at March 31, 2019 Non - Current	As at March 31, 2018 Current	As at March 31, 2018 Non-Current
Advances from customers*	30.89	-	49.98	-
Statutory dues payable	3,720.99	-	3,821.46	-
Other payables	75.42	-	-	-
Total	3,827.30	-	3,871.44	-

*** Contract liabiliy as per INDAS 115**

Note 21 : Provisions

	As at March 31, 2019 Current	As at March 31, 2019 Non - Current	As at March 31, 2018 Current	As at March 31, 2018 Non-Current
Provision for Employee				
Provision for gratuity	-	572.21	-	862.27
Total	-	572.21	-	862.27

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Note 22 : Revenue from Operations	For the year ended	
	March 31, 2019	March 31, 2018
Sale of Services		
Revenue from operation and maintenance services	26,729.03	26,863.58
Other operating income		
Scrap sale	1.22	1.36
Total	26,730.25	26,864.94

*Timing of revenue recognition		
Revenue recognition at a point of time	1.22	1.36
Revenue recognition over period of time	26,729.03	26,863.58

The amounts receivable from customers become due after expiry of credit period which on an average is less than 90 days.
There is no significant financing component in any transaction with the customers. The Company provides agreed upon performance warranty for selected range of products. The amount of liability towards such warranty is immaterial.

Note 23 : Other Income	For the year ended	
	March 31, 2019	March 31, 2018
Interest Income:		
on fixed deposits	23.77	50.25
on other loans and advances to group company	676.30	685.00
on others	7.28	-
Liability written back	133.71	295.05
Others	1.97	7.86
Total	843.02	1,038.16

Note 24 : Cost of Materials Consumed	For the year ended	
	March 31, 2019	March 31, 2018
Opening stock	7.76	7.76
Material consumed	1,682.62	1,276.34
Freight and cartage	42.27	35.34
Sub contractor / erection expenses	1,267.69	977.89
Deduction and demurrage	393.40	296.23
Other direct cost	378.13	447.46
Closing stock	(25.88)	(7.76)
Total	3,746.00	3,033.26

Note 25 : Employee Benefits Expense	For the year ended	
	March 31, 2019	March 31, 2018
Salaries and bonus including directors' remuneration	18,569.12	19,854.14
Pensions – defined contribution plans [*]	2,299.21	2,369.35
Pensions – defined benefit plans	37.28	(11.20)
Share-based payments	15.02	38.78
Staff welfare expenses	28.34	14.12
Total	20,948.97	22,265.19

[*] The Company's contribution towards the defined contribution plan

The Company makes Provident Fund contributions to defined contribution retirement benefit plans for qualifying employees, as specified under the law. The contributions are paid to the Provident Fund Trust set up by the Company or to the respective Regional Provident Fund Commissioner under the Pension Scheme. The Company is generally liable for annual contribution and any shortfall in the trust fund assets based on the government specified minimum rate of return and recognises such contribution and shortfall, if any, as an expense in the year it is incurred.

Gratuity

The Company provides for the gratutiy for employees in India as per the Payment of Gratuity Act, 1972. Employees who are in continuous service of five years are eligible to gratuity. The amount of gratuity payable on retirement/termination is the employees last drawn basic salary per month computed proportonately for 15 days salary multiplied for the number of years of service. the gratuity plan is funded plan and the Company makes contributions to recognised funds in India. The Company does not fully fund the liability and maintains the target level of funding to be maintained over the period of time based on estimates of expected gratuity payments.

Defined Contribution Plan

The Company has also certain defined contribution plans. The contributions are made to providend fund in India for employees at the rate of 12% of the basis salary as per regulations. The contribution are made to registered providend fund administered by the govenment. The obligation of the Company is limited to the amount contributed and it has no further contractual nor any constructive obligation the expense recognised during the period towards the defined contribution plan is INR 2299.21 lacs (Previous year : INR 2369.35 lacs)

Assets and Liability (Balance Sheet Position)

Particulars	As on	
	31-Mar-19	31-Mar-18
Present Value of Obligation	640.40	916.62
Fair Value of Plan Assets	68.19	54.36
Surplus / (Deficit)	(572.21)	(862.27)
Effects of Asset Ceiling, if any	-	-

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Net Asset / (Liability)	(572.21)	(862.27)

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Expenses Recognized during the period

Particulars	For the period ending	
	31-Mar-19	31-Mar-18
In Income Statement	287.28	(11.20)
In Other Comprehensive Income	(211.42)	-
Total Expenses Recognized during the period	75.86	(11.20)

Changes in the Present Value of Obligation

Particulars	For the year ending	
	31-Mar-19	31-Mar-18
Present Value of Obligation as at the beginning	916.62	922.39
Current Service Cost	221.36	24.97
Interest Expense or Cost	70.07	66.54
Re-measurement (or Actuarial) (gain) / loss arising from:	-	-
- change in demographic assumptions	-	-
- change in financial assumptions	(4.90)	-
- experience variance (i.e. Actual experiencevs assumptions)	(456.64)	-
- others	-	-
Benefits Paid	(106.12)	(97.28)
Present Value of Obligation as at the end	640.40	916.62

Bifurcation of Net Liability

Particulars	As on	
	31-Mar-19	31-Mar-18
Current Liability (Short term)	-	-
Non-Current Liability (Long term)	(572.21)	(862.27)
Net Liability	(572.21)	(862.27)

Plan assets

The reconciliation of the balance of the assets held for the Group's defined benefit plan is presented below:

Changes in the Fair Value of Plan Assets

Particulars	For the year ending	
	31-Mar-19	31-Mar-18
Fair Value of Plan Assets as at the beginning	54.36	50.61
Investment Income	4.16	3.74
Employer's Contribution	115.92	-
Benefits Paid	(106.12)	-
Return on plan assets , excluding amount recognised in net interest expense	(0.12)	-
Fair Value of Plan Assets as at the end	68.19	54.36

Expenses Recognised in the Income Statement

Particulars	For the year ending	
	31-Mar-19	31-Mar-18
Current Service Cost	221.36	24.97
Past Service Cost	-	-
Loss / (Gain) on settlement	-	-
Benefit paid	-	(97.28)
Net Interest Cost / (Income) on the Net Defined Benefit Liability / (Asset)	65.92	62.80
Expenses Recognised in the Income Statement	287.28	(9.51)

The current service cost and the past service cost are included in employee benefits expense. The net interest expense is included in finance costs.

Other Comprehensive Income

Particulars	For the year ending	
	31-Mar-19	31-Mar-18
Actuarial (gains) / losses		
- change in financial assumptions	(4.90)	-
- experience variance (i.e. Actual experience vs assumptions)	(206.64)	-
Return on plan assets, excluding amount recognised in net interest expense	0.12	-
Components of defined benefit costs recognised in other comprehensive income	(211.42)	-

Financial Assumptions

The principal financial assumptions used in the valuation are shown in the table below:

Particulars	As on	
	31-Mar-19	31-Mar-18
Discount rate (per annum)	7.70%	7.65%
Salary growth rate (per annum)	5.00%	5.00%

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Notes to the financials statements for year ended March 31, 2019

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Note 31 : Related Party

Note 31.1 : Names of related parties

I) Holding company

M/s A2Z Infra Engineering Limited

Fellow Subsidiaries

II) Subsidiaries of A2Z Green Waste Management Limited

1. A2Z Waste Management (Merrut) Limited
2. A2Z Waste Management (Moradabad) Limited
3. A2Z Waste Management (Varanasi) Limited
4. A2Z Waste Management (Aligarh) Limited
5. A2Z Waste Management (Badaun) Limited
6. A2Z Waste Management (Balia) Limited
7. A2Z Waste Management (Fatehpur) Limited
8. A2Z Waste Management (Jaunpur) Limited
9. A2Z Waste Management (Mirzapur) Limited
10. A2Z Waste Management (Ranchi) Limited
11. A2Z Waste Management (Sambhal) Limited
12. A2Z Waste Management (Dhanbad) Private Limited
13. A2Z Waste Management (Ludhiana) Limited
14. A2Z Waste Management (Jaipur) Limited
15. A2Z Mayo SNT Waste Management (Nanded) Private Limited (Under process of strike off w.e.f. April 02, 2019)
16. A2Z Waste Management (Ahmedabad) Limited
17. Earth Enviornment Management Services Private Limited
18. Shree Balaji Pottery Private Limited
19. Shree Hari Om Utensils Private Limited

III) Subsidiaries of A2Z Waste Management (Ludhiana) Limited

Magic Genie Smartech Solutions Limited (w.e.f. December 18, 2017)

IV) Subsidiaries of A2Z Infra Engineering Limited

1. A2Z Infraservices Limited
2. A2Z Green Waste Management Limited (Till March 12, 2019).
3. A2Z Powertech Limited
4. A2Z Powercom Limited
5. Selligence Technologies Services Private Limited (Under process of strike off w.e.f. October 15, 2018)
6. Mansi Bijlee & Rice Mills Limited
7. Chavan Rishi International Limited
8. Magic Genie Services Limited
9. A2Z Maintenance & Engineering Services Limited and Satya Builders (Association of person)
10. A2Z Waste Management (Nainital) Private Limited(Till March 12, 2019)

V) Associate of A2Z Infra Engineering Limited

1. A2Z Waste Management (Nainital) Private Limited (w.e.f. March 13, 2019)

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Note 28 : Other Expenses

	For the year ended	
	March 31, 2019	March 31, 2018
Electricity	10.34	13.35
Rent *	155.78	179.30
Rates and Taxes	5.25	3.59
Insurance	40.11	61.45
Repair and Maintenance		
- Others	-	0.08
Brokerage	-	0.49
Traveling & Conveyance	110.23	154.72
Communication expenses	22.36	44.41
Printing and stationery	35.22	41.16
Legal and Professional	92.63	71.89
Payment to auditors		
- Statutory audit fee	3.13	3.00
- Tax audit fee	0.38	0.50
Tender expenses	3.61	2.69
Business promotion	3.77	3.43
Provision for doubtful advances	38.54	-
Miscellaneous expenses	48.18	60.05
Total	569.53	640.11

*The company has entered into various short-term cancellable lease agreements at a notice period up to three months for leased premises and equipment. Gross rental expenses aggregate to INR 155.78 Lacs (March 31, 2018 : INR 179.30 Lacs).

Note 29 : Tax Expense

	Balance as on March 31, 2019	Balance as on March 31, 2018
Current Tax Expense	262.16	155.84
Deferred Tax Expense	61.73	67.93
Tax Expense	323.89	223.77

Reconciliation of Tax Expense and the accounting profit multiplied by India's tax rate:

	For the year ended March 31 2019	For the year ended March 31 2018
Profit before tax	925.41	708.97
Corporate tax rate as per income tax act,1961	34.94%	34.61%
Tax on accounting profit	323.38	245.38
i) Tax effect on non deductable expenses/Non taxable income	0.51	(21.61)
ii) Tax effect on temporary timing differences on which deferred tax not created	-	-
ii) Tax effect on temporary timing differences on which deferred tax has been created	-	-
iii) Tax effect on losses of current year on which no deferred tax is created	-	-
Tax Expense	323.89	223.77

Note 30 : EPS
Earnings per share and dividends

Earnings per share
Both the basic and diluted earnings per share have been calculated using the profit attributable to shareholders of the Company as the numerator, ie no adjustments to profit were necessary in 2018 or 2019.

The reconciliation of the weighted average number of shares for the purposes of diluted earnings per share to the weighted average number of ordinary shares used in the calculation of basic earnings per share is as follows:

Particulars	Balance as on March 31, 2019	Balance as on March 31, 2018
Weighted average number of shares used in basic earnings per share	3,815,978	3,815,978
Shares deemed to be issued for no consideration in respect of share-based payments	-	-
Weighted average number of shares used in diluted earnings per share	3,815,978	3,815,978

The numerators and denominators used to calculate the basic and diluted EPS are as follows:

Profit attributable to Shareholders		601.52	485.20
Basic and weighted average number of Equity shares outstanding during the year	Numbers	3,815,978	3,815,978
Nominal value of equity share	INR	10	10
Basic & Diluted EPS (in Rs.)	INR	15.76	12.72

Mahesh Aggarwal & Associates Chartered Accountants

A2Z Infraservices Ltd. Gurgaon

VI) Subsidiaries of A2Z Infraservices Limited

1. Ecogreen Envirotech Solutions Limited
2. A2Z Infraservices Lanka Private Limited

VII) Directors and KMP of the Company

1. Mr. Amit Mittal (Managing Director)
2. Mrs. Dipali Mittal (Whole Time Director)
3. Mr. Rajesh Jain (Whole Time Director)
4. Mr. Ashok Kumar (Director)
5. Mr. Jivan Chandra Pant (Director)
6. Mr. Vikas Agarwal (Director)

VIII) Private Companies in which a Director or Manager or his Relative is a Member or Director

Mr. Amit Mittal or his Relatives

1. Mjooz Global Private Limited (Under process of striking off w.e.f. 18.07.2018)
2. Maxpro Global Private Limited (Strike off w.e.f. 19.09.2018)
3. Devdhar Trading & Consultants Private Limited
4. JIT Logistics Private Limited (Under process of strike off w.e.f. 26.04.2018)
5. Maple Solcon Private Limited (Under process of strike off w.e.f. 15.11.2018)
6. Mestric Consultants Private Limited

XII) Mr. Jivan Chandra Pant or his Relatives

1. Career Shapers HR Consulting Private Limited

XIII) Directors and KMP of the Holding Company

1. Mr. Amit Mittal (Managing Director)
2. Mr. Rajesh Jain (CEO & Whole Time Director)
3. Mr. Ashok Kumar Saini (Director)
4. Mrs. Dipali Mittal (Director)
5. Mr. Atul Kumar Agarwal (Company Secretary)
6. Mr. Rajiv Chaturvedi (Chief Financial Officer)

A2Z Infraservices Ltd. Gurgaon

A2Z INFRASERVICES LIMITED
Notes to the financials statements for year ended March 31, 2019
(Unless otherwise stated, all amounts are in INR Lacs)

Note 31.2 : Related Party Transactions

Particulars	As at March 31, 2019				As at March 31, 2018		
	Holding Company	Subsidiaries/ Fellow Subsidiaries	Associate of Holding Company	Key Management Personnel	Holding Company	Subsidiaries/ Fellow Subsidiaries	Key Management Personnel
Services Rendered-							
A2Z Infra Engineering Limited	100.73	-	-	-	233.15	-	-
A2Z Green Waste Management Limited	-	6.07	0.68	-	-	23.65	-
A2Z Waste Management (Aligarh) Limited	-	-	-	-	-	12.47	-
A2Z Waste Management (Ludhiana) Limited	-	-	-	-	-	0.15	-
Rent Expense-							
Chavan Rishi international Limited	-	30.00	-	-	-	30.00	-
Remuneration and sitting fees-							
Amit Mittal	-	-	-	35.38	-	-	48.00
Dipali Mittal	-	-	-	15.10	-	-	15.03
Rajeev Garg	-	-	-	-	-	-	28.50
Rajesh Jain	-	-	-	12.68	-	-	-
Ashok kumar(Sitting fees)	-	-	-	0.70	-	-	-
Jivan chandra Pant(Sitting fees)	-	-	-	0.80	-	-	-
Loan Given							
A2Z Green Waste Management Limited	-	474.15	-	-	-	383.00	-
Magic Genie Services Limited	-	2.05	-	-	-	135.93	-
					-	-	-
Loan Paid							
A2Z Powercom Limited	-	12.00	-	-	-	-	-
Eco Green Envirotech solutions Limited	-	846.91	-	-	-	-	-
Loan Repayment Received							
Eco Green Envirotech solutions Limited	-	1,358.00	-	-	-	-	-
A2Z Green Waste Management Limited	-	309.40	-	-	-	725.00	-
Magic Genie Services Limited	-	-	-	-	-	7.00	-
Loan Taken							
A2Z Waste Management (Ludhiana) Limited	-	22.10	-	-	-	-	-
Interest Incomes on Loan Given							
A2Z Green Waste Management Limited	-	552.82	31.85	-	-	597.30	-

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A2Z INFRASERVICES LIMITED
Notes to the financials statements for year ended March 31, 2019
(Unless otherwise stated, all amounts are in INR Lacs)

Note 31.2 : Related Party Transactions

Particulars	As at March 31, 2019				As at March 31, 2018		
	Holding Company	Subsidiaries/ Fellow Subsidiaries	Associate of Holding Company	Key Management Personnel	Holding Company	Subsidiaries/ Fellow Subsidiaries	Key Management Personnel
A2Z Powercom Limited	-	-	-	-	-	6.16	-
A2Z Powertech Limited	-	6.16	-	-	-	-	-
Magic Genie Services Limited	-	18.27	-	-	-	15.26	-
A2Z Maintenance & Engineering Services Limited & Satya Builder (AOP)	-	62.33	-	-	-	62.33	-
Interest income IND AS							
Magic Genie Services Limited	-	0.19	-				
A2Z Waste Management (Ludhiana) Limited	-	3.68	0.22	-	-	-	-
Eco Green Envirotech solutions Limited	-	0.79	-	-	-	-	-
Interest Expenses on Loan taken							
A2Z Powercom Ltd	-	12.26	-	-	-	12.60	-
Mansi Bijlee and Rice Mills Ltd.	-	2.67	-	-	-	-	-
A2Z Waste Management (Ludhiana) Limited	-	0.46	0.14	-	-	-	-
Fund Received/includes expenses incurred on behalf of the company- (Net of Repayment)							
A2Z Infra Engineering Limited	458.07	-					
Magic Genie Services Limited	-	-	-	-	-	-	-
Eco Green Envirotech solutions Limited	-	-	-	-	-	-	
Fund Transfered/includes expenses incurred on behalf of the company-							
A2Z Green Waste Management Limited	-	0.40	-	-	-	-	-
Magic Genie Services Limited	-	4.93	-	-	-	-	-
Magic Genie Smartech Solutions Ltd.(Other)	-	5.80	-	-	-	-	-
Balance outstanding as at the end of the period-							
Investment in equity share capital							
Eco Green Envirotech solutions Limited	-	2.45	-	-	-	2.45	-
Investment in Preference share/debentures (Equity portion)							
Eco Green Envirotech solutions Limited	-	103.64	-	-	-	103.64	-
A2Z Waste Management (Ludhiana) Limited	-	-	125.77	-	-	125.77	-
Magic Genie Services Limited	-	53.47	-	-	-	53.47	-

Chartered Accountants
Mahesh Aggarwal & Associates

A2Z Infraservices Ltd.
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A2Z INFRASERVICES LIMITED
Notes to the financials statements for year ended March 31, 2019
(Unless otherwise stated, all amounts are in INR Lacs)

Note 31.2 : Related Party Transactions

	As at March 31, 2019				As at March 31, 2018		
Particulars	Holding Company	Subsidiaries/ Fellow Subsidiaries	Associate of Holding Company	Key Management Personnel	Holding Company	Subsidiaries/ Fellow Subsidiaries	Key Management Personnel
A2Z Powercom Limited	-	-	-	-	-	6.16	-
A2Z Powertech Limited	-	6.16	-	-	-	-	-
Magic Genie Services Limited	-	18.27	-	-	-	15.26	-
A2Z Maintenance & Engineering Services Limited & Satya Builder (AOP)	-	62.33	-	-	-	62.33	-
Interest income IND AS							
Magic Genie Services Limited	-	0.19	-	-	-	-	-
A2Z Waste Management (Ludhiana) Limited	-	3.68	0.22	-	-	-	-
Eco Green Envirotech solutions Limited	-	0.79	-	-	-	-	-
Interest Expenses on Loan taken							
A2Z Powercom Ltd	-	12.26	-	-	-	12.60	-
Mansi Bijlee and Rice Mills Ltd.	-	2.67	-	-	-	-	-
A2Z Waste Management (Ludhiana) Limited	-	0.46	0.14	-	-	-	-
Fund Received/includes expenses incurred on behalf of the company- (Net of Repayment)							
A2Z Infra Engineering Limited	458.07	-	-	-	-	-	-
Magic Genie Services Limited	-	-	-	-	-	-	-
Eco Green Envirotech solutions Limited	-	-	-	-	-	-	
Fund Transfered/includes expenses incurred on behalf of the company-							
A2Z Green Waste Management Limited	-	0.40	-	-	-	-	-
Magic Genie Services Limited	-	4.93	-	-		-	-
Magic Genie Smartech Solutions Ltd.(Other)	-	5.80	-	-	-	-	-
Balance outstanding as at the end of the period-							
Investment in equity share capital							
Eco Green Envirotech solutions Limited	-	2.45	-	-	-	2.45	-
Investment in Preference share/debentures (Equity portion)							
Eco Green Envirotech solutions Limited	-	103.64	-	-	-	103.64	-
A2Z Waste Management (Ludhiana) Limited	-	-	125.77	-	-	125.77	-
Magic Genie Services Limited	-	53.47	-	-	-	53.47	-

Chartered Accountants
Mahesh Aggarwal & Associates

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Notes to the financials statements for year ended March 31, 2019
(Unless otherwise stated, all amounts are in INR Lacs)

Note 31.2 : Related Party Transactions

Particulars	As at March 31, 2019				As at March 31, 2018		
	Holding Company	Subsidiaries/ Fellow Subsidiaries	Associate of Holding Company	Key Management Personnel	Holding Company	Subsidiaries/ Fellow Subsidiaries	Key Management Personnel
Investment in Preference share/debentures (Debt portion)							
Eco Green Envirotech solutions Limited	-	8.10	-	-	-	7.32	-
A2Z Waste Management (Ludhiana) Limited	-	-	35.38	-	-	31.48	-
Magic Genie Services Limited	-	1.97	-	-	-	1.78	-
Creditors-							
Chavan Rishi International Limited	-	59.40	-	-	-	32.40	-
Magic Genie Services Limited	-	-	-	-	-	11.08	-
A2Z Infra Engineering Limited	(1.49)	-	-	-	159.34		-
Other Financial Liabities-							
A2Z Powercom Limited	-	-	-	-	-	-	-
A2Z Infra Engineering Limited	64.06	-	-	-	-	-	-
Eco Green Envirotech solutions Limited	-	456.61	-	-	-	-	-
Unsecured Loan Given-							
A2Z Green Waste Management Limited	-	-	4,152.03	-	-	-	-
A2Z Powertech Limited	-	44.00	-	-	-	-	-
A2Z Powercom Limited	-	-	-	-	-	-	-
Magic Genie Services Limited	-	130.98	-	-	-	-	-
A2Z Maintenance & Engineering Services Limited & Satya Builder (AOP)	-	445.19	-	-	-	-	-
Interest Outstanding on Loan Given-							
A2Z Green Waste Management Limited	-	-	2,111.91	-	-	3,987.28	-
A2Z Powercom Limited	-	0.31	-	-	-	44.00	-
A2Z Powertech Limited	-	21.12	-	-	-	-	-
Magic Genie Services Limited	-	30.64	-	-	-	128.93	-
A2Z Maintenance & Engineering Services Limited & Satya Builder (AOP)	-	203.38	-	-	-	445.19	-
Unsecured Loan Taken(Borrowing)-							
A2Z Powercom Limited	-	79.00	-	-	-	90.00	-
Mansi Bijlee and Rice Mills Ltd.	-	102.00	-	-	-	-	-
A2Z Waste Management (Ludhiana) Limited	-	-	22.09	-	-	-	-
Advances Received-							
A2Z Infra Engineering Limited	-	-	-	-	170.84	-	-
A2Z Green Waste Management Limited	-	-	-	-	10.46	-	-

Chartered Accountants

A2Z Infraservices Ltd. Gurgaon

A2Z INFRASERVICES LIMITED
Notes to the financials statements for year ended March 31, 2019
(Unless otherwise stated, all amounts are in INR Lacs)

Note 31.2 : Related Party Transactions

Particulars	As at March 31, 2019				As at March 31, 2018		
	Holding Company	Subsidiaries/ Fellow Subsidiaries	Associate of Holding Company	Key Management Personnel	Holding Company	Subsidiaries/ Fellow Subsidiaries	Key Management Personnel
Debtor-							
A2Z Infra Engineering Limited	150.53	-	-	-	-	-	-
A2Z Green Waste Management Limited	-	-	244.58	-	-	234.26	-
A2Z Powercom Limited	-	-	-	-	-	-	-
A2Z Waste Management (Balia) Limited	-	-	5.97	-	-	5.96	-
A2Z Waste Management (Varanasi) Limited	-	-	9.63	-	-	9.63	-
A2Z Waste Management (Ludhiana) Limited	-	-	0.01	-	-	27.81	-
A2Z Waste Management (Meerut) Limited	-	-	2.67	-	-	2.67	-
A2Z Waste Management (Mirzapur) Limited	-	-	1.28	-	-	1.28	-
A2Z Waste Management (Fatehpur) Limited	-	-	2.12	-	-	2.12	-
A2Z Waste Management (Aligarh) Limited	-	-	56.92	-	-	61.95	-
A2Z Waste Managmnet (Badaun) Ltd	-	-	1.57	-	-	1.57	-
A2Z Waste Management (Sambhal) Ltd.	-	-	2.00	-	-	2.00	-
A2Z Waste Managment (Dhanbad) Ltd	-	-	0.82	-	-	0.82	-
A2Z Waste Managment (Moradabad) Ltd	-	-	0.74	-	-	0.74	-
A2Z Waste Managment (Muzaffarnagar) Ltd	-	-	-	-	-	2.50	-
A2Z Waste Management(Jaunpur) Ltd.	-	-	(10.46)	-	-	-	-
Magic Genie Services Limited	-	44.02	-	-	-	44.78	-
Other Recoverable -							
Magic Genie Services Limited	-	8.93	-	-	-	-	-
Eco Green Envirotech solutions Limited	-	-	-	-	-	54.23	-
Security Deposit Given-							
Chavan Rishi International Limited	-	11.11	-	-	-	10.03	-
Security Deposit Received-							
A2Z Infra Engineering Limited	552.23	-	-	-	-	-	-
Interest accrued & due							
A2z powercom Ltd	-	24.43	-	-	-	13.39	-
Mansi Bijlee and Rice Mills Ltd.	-	2.40	-	-	-	-	-
Remuneration Payable							
Amit Mittal	-	-	-	5.88	-	-	2.90
Dipali Mittal	-	-	-	6.28	-	-	3.78
Rajesh Jain	-	-	-	1.40	-	-	-

Note 32 : Financial risk management

(i) Fair value measurement of financial instruments

Financial assets and financial liabilities measured at fair value in the statement of financial position are grouped into three Levels of a fair value hierarchy. The th Levels are defined based on the observability of significant inputs to the measurement, as follows:

Level 1: Quoted prices (unadjusted) in active markets for financial instruments.
Level 2: The fair value of financial instruments that are not traded in an active market is determined using valuation techniques which maximise the use observable market data rely as little as possible on entity specific estimates.
Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3.

(ii) Financial Instruments by Category

For amortised cost instruments, carrying value represents the best estimate of fair value.

Particulars	March 31, 2019 FVPL	March 31, 2019 FVOCI	March 31, 2019 Amortised cost	March 31, 2018 FVPL	March 31, 2018 FVOCI	March 31, 2018 Amortised cost
Financial Assets						
Investments in Preference shares	-	-	45.46	-	-	40.5
Trade Receivables	-	-	7,825.82	-	-	7,877.0
Cash and Cash equivalents	-	-	408.20	-	-	206.0
Loans	-	-	7,285.12	-	-	6,536.8
Other Financial Asset	-	-	4,461.30	-	-	3,778.0
Total Financial Assets	-	-	20,025.89	-	-	18,439.75
Financial Liabilities						
Borrowings	-	-	6,262.63	-	-	7,230.00
Trade payables	-	-	6,633.69	-	-	5,181.36
Other Financial Liabilities	-	-	1,158.37	-	-	40.30
Total Financial Liabilities	-	-	14,054.70	-	-	12,451.65

(iii) Risk Management

The Company's activities expose it to market risk, liquidity risk and credit risk. This note explains the sources of risk which the entity is exposed to and how the entity manages the risk and the related impact in the financial statements.

Risk	Exposure arising from	Measurement	Management
Credit risk	Cash and cash equivalents, trade receivables, financial assets measured at amortised cost	Ageing analysis	Bank deposits, diversification of asset base, credit limits and collateral.
Liquidity risk	Borrowings and other liabilities	Rolling cash flow forecasts	Availability of committed credit lines and borrowing facilities
Market risk - foreign exchange	Recognised financial assets and liabilities not denominated in Indian rupee (INR)	Cash flow forecasting	Forward contract/hedging
Market risk - interest rate	Long-term borrowings at variable rates	Sensitivity analysis	Cross currency fix rate swaps
Market risk - security price	Investments in equity securities	Sensitivity analysis	Portfolio diversification

The Company's risk management is carried out by a central treasury department (of the company) under policies approved by the board of directors. The board o directors provides written principles for overall risk management, as well as policies covering specific areas, such as foreign exchange risk, interest rate risk, credi risk and investment of excess liquidity.

A. Credit risk

Credit risk is the risk that a counterparty fails to discharge an obligation to the Company. The. Credit risk arises from cash and cash equivalents, trade receivable investments carried at amortised cost and deposits with banks and financial institutions. The Company's maximum exposure to credit risk is limited to the carryin amount of financial assets recognised at the reporting date, as summarised below:

The Company continuously monitors defaults of customers and other counterparties, identified either individually or by the Company, and incorporates thi information into its credit risk controls. Where available at reasonable cost, external credit ratings and/or reports on customers and other counterparties ar obtained and used. The Company's policy is to deal only with creditworthy counterparties.

The Company's receivables comprises of trade receivables. During the periods presented, the Company made no write-offs of trade receivables and it does no expect to receive future cash flows or recoveries from collection of cash flows previously written off. The Company has certain trade receivables that have not bee settled by the contractual due date but are not considered to be impaired, as given below:

	INR (lacs) March 31, 2019	INR (lacs) March 31, 2018
Not more than 30 days	3,022.66	2,089.01
More than 30 days but not more than 60 days	1,044.37	1,433.36
More than 60 days but not more than 90 days	305.42	698.43
More than 90 days	3,787.65	3,991.11

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(Unless otherwise stated, all amounts are in INR lacs)

In respect of trade and other receivables, the Company is not exposed to any significant credit risk exposure to any single counterparty or any Compar counterparties having similar characteristics. Trade receivables consist of a large number of customers in various industries and geographical areas. Base historical information about customer default rates, management consider the credit quality of trade receivables that are not past due or impaired to be good.

The credit risk for cash and cash equivalents, mutual funds, and derivate financial instruments is considered negligible, since the counterparties are repu organisations with high quality external credit ratings.

	March 31, 2019	March 31, 2018
Balance as at the beginning of the year	334.27	62
Changes in provision	-	-28
Balance as at the end of the year	334.27	33

B. Liquidity risk

Prudent liquidity risk management implies maintaining sufficient cash and marketable securities and the availability of funding through an adequate amour committed credit facilities to meet obligations when due. Due to the nature of the business, the Company maintains flexibility in funding by maintaining availal under committed facilities.

Management monitors rolling forecasts of the Company's liquidity position and cash and cash equivalents on the basis of expected cash flows. The Company t into account the liquidity of the market in which the entity operates. In addition, the Company's liquidity management policy involves projecting cash flows in m currencies and considering the level of liquid assets necessary to meet these, monitoring balance sheet liquidity ratios against internal and external regula requirements and maintaining debt financing plans.

Maturities of financial liabilities

The tables below analyse the Company's financial liabilities into relevant maturity borrowings based on their contractual maturities for all non-derivative finai liabilities. The amounts disclosed in the table are the contractual undiscounted cash flows. Balances due within 12 months equal their carrying balances as the im of discounting is not significant.

Particulars	Less than 1 year	1-2 year	2-3 year	More than 3 years	Total
Non-derivatives					
Borrowings	5,344.42	918.22	-	-	6,262
Trade payables	6,633.69	-	-		6,633
Other Financial Liabilities	1,158.37	-	-		1,158
Total	13,136.48	918.22	-	-	14,054

Particulars	Less than 1 year	1-2 year	2-3 year	More than 3 years	Total
Non-derivatives					
Borrowings	6,152.69	1,053.15	555.65	724.84	8,486
Trade payables	5,181.36	-	-	-	5,181
Other Financial Liabilities	-	-	-	-	
Total	11,334.05	1,053.15	555.65	724.84	13,667

(a) Interest rate risk

(i) Liabilities

The Company's policy is to minimise interest rate cash flow risk exposures on long-term financing. At 31 March 2019, the Company is exposed to change market interest rates through bank borrowings at variable interest rates. The Company's investments in Fixed Deposits all pay fixed interest rates.

Interest rate risk exposure

Below is the overall exposure of the Company to interest rate risk:

Particulars	March 31, 2019	March 31, 2018
Variable rate borrowing	-	40.
Fixed rate borrowing	6,262.63	7,230.
Total borrowings	6,262.63	7,270.

Sensitivity

Below is the sensitivity of profit or loss and equity changes in interest rates.

Particulars	March 31, 2019	March 31, 2018
Interest sensitivity*	-	-
Interest rates – increase by 100 basis points (100 bps)	62.63	72.
Interest rates – decrease by 100 basis points (100 bps)	(62.63)	(72.

* Holding all other variables constant

A2Z Infraservices Ltd. Gurgaon

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A2Z INFRASERVICES LIMITED

Notes to the financials statements for the year ended March 31, 2019

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Note 33 : Capital Management Policies and Procedures

For the purpose of the Company's capital management, capital includes issued equity capital, convertible preference shares, share premium and all other equity reserves attributable to the equity holders of the Company.

The Company' s capital management objectives are:

- to ensure the Company's ability to continue as a going concern
- to provide an adequate return to shareholders

by pricing products and services commensurately with the level of risk.

The Company manages its capital structure and makes adjustments in light of changes in economic conditions and the equirements of the financial covenants maintain or adjust the capital structure, the Company may adjust the dividend payment to shareholders, return capital to shareholders or issue new shares. Company monitors capital using a gearing ratio, which is net debt divided by total capital plus net debt. The Company's policy is to keep the gearing ratio betv 20% and 40%. The Company includes within net debt, interest bearing loans and borrowings, trade and other payables, less cash and cash equivalents, exclu discontinued operations.

	March 31, 2019	March 31, 2018
Borrowings	6,262.63	7,230
Trade Payables	6,633.69	5,181
Less: cash and cash equivalents	408.20	206
Net debt	12,488.13	12,204
Equity	7,545.54	6,791
Capital and net debt	20,033.67	18,996
Gearing ratio	62.34%	64.2

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 interest-bearing loans and borrowings that define capital structure requirements. Breaches in meeting the financial covenants would permit the bank to immedia call loans and borrowings. There have been no breaches in the financial covenants of any interest-bearing loans and borrowing in the current period.

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A2Z INFRASERVICES LIMITED
Notes to the financials statements for the year ended March 31, 2019
(Unless otherwise stated, all amounts are in INR Lacs)

Note 34 : Contingent Liabilities
a) The details of contingent liabilities are as follows:

Particulars	March 31, 2019	March 31, 2018
Income Tax demand under dispute*	-	9.8
Total	-	9.8

* The Income tax authorities conducted a search and survey at certain premises of the Company under section 132 of the Income Tax Act, 1961. Durir financial year 2014-15 , assessment officer had raised a demand notice on the basis of block assessment done for the financial year 2008-09 to 2012-13. Th Company had filed an appeal with Commissioner of income tax Appeal against the demand notice and based on the opinion of tax advisers, managemer believe that no provision is required to be made in the financial statements.

b) Commitments outstanding:
Estimated amount of contracts to be executed and not provided for:

Particulars	March 31, 2019	March 31, 2018
Capital commitments	-	35.7
Other commitments	-	
Total	-	35.7

Note 35: Unhedged foreign Currency exposure

Particulars	Amount in lacs	Amount In Foreign currency (in absolute)	Currency	Exchange Rate as on March 31, 2019
Foreign currency in hand	0.09	516	Dirham	1 Dirham=INR 17.72
Foreign currency in hand	0.08	127	USD	1 USD=INR 65.04

Particulars	Amount in lacs	Amount In Foreign currency (in absolute)	Currency	Exchange Rate as on March 31, 2018
Foreign currency in hand	0.09	516	Dirham	1 Dirham=INR 17.72
Foreign currency in hand	0.08	127	USD	1 USD=INR 65.07

Note 36: Corporate social responsibility

As per section 135 of the Companies Act, a company, meeting the elibility criteria, needs to spend at least 2% of its average profit for the immediatel preceding three fianncial years on corporate social responsibility (CSR) activities. The Company CSR programs/projects focuses on sectors and issues a mentioned in Schedule VII read with section 135 of the Act. A CSR committee has been formed by the Company as per the Act. The CSR Committee ha been examining and evaluating suitable proposals for deployment of funds towards CSR initiatives, however, the committee expects finalisation of suc proposals in due course.

a) Gross amount required to be spent by the company during the year is Rs. 17.44 Lacs.
b) Amount spent during the year on CSR (excluding 5% administrative expenses)

Particulars	In cash	Yet to be paid	Total
(i) Construction/ acquisition of any asset	-	-	-
(i) On purpose other than (i) above	3.38	14.06	17.44

No changes were made in the objectives, policies or processes for managing capital during the years ended 31 March 2019 and 31 March 2018.

Note 37 : Post-reporting date events
No adjusting or significant non-adjusting events have occurred between the 31 March 2019 reporting date and the date of authorisation 13 May, 2019.

Note 38 : Authorisation of financial statements
The Financial statements for the year ended 31 March 2019 (including comparatives) were approved by the board of directors on 13 May, 2019

For Mahesh Aggarwal & Associates
Chartered Accountants
Regn No 006092N

Mahesh Agarwal
Partner
M No. 085013

Place: Gurugram
Date: 13.05.2019

For and on behalf of the board of directors

Amit Mittal
Director
(Din: 00058944)

Dipali Mittal
Director
(Din: 00872628)

Abhay Kumar Sharma
Company Secretary