



DAHEJ SEZ LIMITED

(A JOINT VENTURE OF GIDC & ONGC)

CIN: U45209GJ2004PLC044779

17TH ANNUAL REPORT 2020-21

REGISTERED OFFICE

BLOCK NUMBER 14, THIRD FLOOR,
UDHYOG BHAVAN, SECTOR-11,
GANDHINAGAR – 382017, GUJARAT, INDIA

WEBSITE: www.dahejsez.com

E-MAIL: info@dahejsez.com

PHONE NO.: 079-23241590, 29750838

FAX: 079-23241736

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DAHEJ SEZ LIMITED

(CIN: U45209GJ2004PLC044779)

Board of Directors:

1. **Dr. Rajiv Kumar Gupta IAS, Chairman** (w.e.f. 14/06/2021)
Shri Manoj Kumar Das IAS, Chairman (upto 14/06/2021)
2. **Shri M. Thennarasan IAS, Director**
3. **Shri Anurag Sharma, Director** (w.e.f. 17/07/2020)
Shri Sanjay Kumar Moitra, Director (upto 01/06/2020)
4. **Shri Avinash Kumar Verma, Director**
5. **Shri Bajrang Chhaganbhai Warli, Director**

Chief Executive Officer : Shri Piyush K. Mankad

Chief Financial Officer : Shri Pranav Patel

Company Secretary : Shri D. Shashank

Registered Office:

Block No. 14, Third Floor,
Udhyog Bhavan, Sector-11,
Gandhinagar – 382017

Site Office:

Administrative Building, Dahej SEZ
Part-I,
Opp. Roxul Rockwool Limited, Dahej,
Bharuch – 392130

Statutory Auditors:

M/s. MANJ & Associates
Chartered Accountants
A 401-402, Satyamev-2,
Nr. Ganesh Meridian,
S. G. Highway, Sola,
Ahmedabad – 380060

Secretarial Consultant:

Shri Ashish C. Doshi
Practicing Company Secretary
TF/1, Third Floor, Anison Building,
SBI Lane, Swastik Society,
C. G. Road, Navrangpura,
Ahmedabad - 380009

Registrar & Transfer Agent:

M/s. Accurate Securities & Registry
Private Limited
203, Shangri-La Arcade, Above Samsung
Showroom, Shyamal Cross Road,
Satellite, Ahmedabad – 380015

Banker:

- State Bank of India, Udhyog Bhavan, Gandhinagar
- Bank of Baroda, Dahej, Bharuch
- HDFC Bank, Bodakdev, Ahmedabad

NOTICE

NOTICE is hereby given that the **17th Annual General Meeting** of the Members of **DAHEJ SEZ LIMITED** ("the Company") will be held on shorter notice on **Friday, the 24th day of December, 2021 at 12:45 p.m.** through Video Conferencing (VC) or Other Audio Visual Means (OAVM) to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Financial Statements of the Company for the Financial Year ended March 31, 2021 together with the reports of the Board of Directors and Auditors and Comments of Comptroller and Auditor General of India thereon.
2. To appoint a Director in place of Shri Avinash Kumar Verma (DIN: 06990114), who retires by rotation and, being eligible, offers himself for re-appointment.
3. To appoint and fix remuneration of Statutory Auditors of the Company for the Financial Year 2021-22.

SPECIAL BUSINESS:

4. To appoint Dr. Rajiv Kumar Gupta IAS (DIN: 03575316) as Nominee Director of the Company and in this regard to consider and if thought fit, to pass, with or without modification(s), the following resolution as an **Ordinary Resolution**:

"RESOLVED THAT, pursuant to provisions of Section 161 and other applicable provisions, if any, of Companies Act, 2013 (including any statutory modification and re-enactment thereof for the time being in force) Dr. Rajiv Kumar Gupta IAS (DIN: 03575316), who was appointed by the Board as an Additional Director of the Company with effect from 14/06/2021 be and is hereby appointed as Nominee Director of the Company in terms of Section 152(2) of the Companies Act, 2013, until further orders of Government of Gujarat."

5. To appoint Shri Piyush K. Mankad as Chief Executive Officer of the Company and in this regard to consider and if thought fit, to pass, with or without modification(s), the following resolution as an **Ordinary Resolution**:

"RESOLVED THAT, pursuant to the provision of Section 203 and other applicable provisions if any, of the Companies Act, 2013 and rules prescribed there under (including any statutory modification or re-enactment thereof for the time being in force), the consent of members of the Company be and is hereby accorded to appoint Shri Piyush Mankad (Additional General Manager of Gujarat Narmada Valley Fertilizers & Chemicals Limited) as Chief Executive Officer (CEO) and Key Managerial Personnel (KMP) of the Company on deputation, who has already given his consent to act as CEO and KMP and who was appointed by the Board as such with effect from 13/09/2021, and is hereby designated as CEO and KMP, as defined under section 2 (18) and 2 (51) of the Companies Act, 2013,

DAHEJ SEZ LIMITED

with effect from 13/09/2021 till 12/09/2022, on such remuneration and terms & conditions as decided by the Board, to perform the duties and functions required to be performed by a CEO and KMP and as laid down under the Companies Act, 2013 and rules made thereunder including further duties and functions as prescribed by the Board of Directors of the Company from time to time."

**By Order of the Board of Directors
For Dahej SEZ Limited**

Registered Office:

Block No. 14, Third Floor,
Udhyog Bhavan, Sector-11,
Gandhinagar



**D. Shashank
Company Secretary**

Place : Gandhinagar
Date : 24/12/2021

NOTES:

1. In view of the prevailing Covid-19 pandemic, the Ministry of Corporate Affairs ("MCA") has vide General Circular No. 19/2021 dated 08/12/2021 read together with General Circular No. 02/2021 dated 13/01/2021 and 20/2020 dated 05/05/2020 (collectively referred to as "MCA Circulars") permitted convening of the Annual General Meeting ("AGM"/ "Meeting") through Video Conference (VC) or Other Audio Visual Means (OAVM), without the physical presence of the Members at a common venue. In accordance with the MCA Circulars, provisions of the Companies Act, 2013 ('the Act') the AGM of the Company is being held through VC/ OAVM.
2. The Explanatory Statement pursuant to Section 102 of the Companies Act, 2013, with respect to the Special Business set out to be transacted at the AGM is annexed hereto.
3. Pursuant to the provisions of the Act, a Member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote on his/ her behalf and the proxy need not be a Member of the Company. Since this AGM is being held, pursuant to the MCA Circulars, through VC/ OAVM, physical attendance of Members has been dispensed with. Accordingly, the facility for appointment of proxies by the Members will not be available for the AGM and hence the Proxy Form and Attendance Slip are not annexed hereto.

Members are requested to participate in the AGM through VC/ OAVM from their respective locations and the said participation of members will be reckoned for the purpose of quorum.

4. Institutional/ Corporate Shareholders (i.e. other than individuals / HUF, NRI, etc.) are required to send a scanned copy (PDF/JPG Format) of its Board's or Governing Body's Resolution/ Authorization etc., authorizing its representative to attend the AGM through VC/ OAVM on its behalf and to vote. The said Resolution/ Authorization shall be sent to the Company Secretary of the Company by e-mail through its registered e-mail address to cs@dahejsez.com with a copy marked to ceo@dahejsez.com.
5. All the documents referred to in the Notice and Statutory Registers maintained under Section 170 and Section 189 of the Companies Act 2013, will be available for electronic inspection during the AGM. Members seeking to inspect such documents requested to send an e-mail to cs@dahejsez.com.
6. In compliance with the aforesaid MCA Circulars, Notice of the AGM along with the Annual Report 2019-20 will be sent only through electronic mode at the email addresses of members as registered with the Company, RTA/ Depositories as on 23/12/2021. Physical Copy of Notice and/or Annual Report will not be sent to any member. Members may note that the Annual Report 2020-21 will also be available on the Company's website www.dahejsez.com.
7. Since the AGM will be held through VC/ OAVM, the Route Map of the venue of the meeting is not annexed to this Notice.

DAHEJ SEZ LIMITED

8. Members seeking any information/ clarification with regard to the accounts or any matter to be dealt at the AGM, are requested to write at cs@dahejsez.com one day before the scheduled date of AGM.
9. For receiving all communication (including Annual Report) from the Company electronically:
 - a) Members holding shares in physical mode and who have not registered/ updated their email address with the Company are requested to register / update the same by writing to the Company with details of folio number and attaching a self-attested copy of PAN card at cs@dahejsez.com or to Accurate Securities at accurate.rta@gmail.com.
 - b) Members holding shares in dematerialized mode are requested to register/ update their email addresses with the relevant Depository Participants.
10. Members are requested to follow the instructions given below in order to participate the Meeting through VC/ OAVM:
 - a. Members will be able to attend the AGM through VC/ OAVM or view the live webcast of AGM through Cisco Webex Meetings.
 - b. The credentials and/or link for attending the meeting will be communicated through e-mail to each shareholder separately.
 - c. Members may attend and join the same by clicking on the link provided in their registered e-mail through any browser and/or by downloading the application in their smartphone from Google Play Store or Apple App Store.
 - d. Facility of joining the AGM through VC/ OAVM shall be kept open 15 minutes before the time scheduled to start the meeting and 15 minutes after the expiry of the said scheduled time.
 - e. Members are requested to e-mail cs@dahejsez.com in case of any technical assistance required at the time of joining/ accessing/ voting at the Meeting through VC/ OAVM.

Copies to:

- A. All the Shareholders of the Company**
- B. Statutory Auditors of the Company**
- C. All the Directors of the Company**

**EXPLANATORY STATEMENT IN RESPECT OF THE SPECIAL BUSINESSES
PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013, ANNEXURE
TO AND FORMING PART OF THIS NOTICE**

Item No.: 4

Dr. Rajiv Kumar Gupta IAS (DIN: 03575316), who has been appointed as an Additional Director of the Company pursuant to the provision of Section 161 of the Companies Act, 2013 and the Articles of Association of the Company effective from 14/06/2021 holds office up to the date of this Annual General Meeting and is eligible for appointment as a Nominee Director.

Dr. Rajiv Kumar Gupta IAS (DIN: 03575316) is not disqualified from being appointed as Director in terms of Section 164 of Companies Act, 2013 and has given his consent to act as Director. Accordingly, the Board recommends the resolution in relation to appointment of Dr. Rajiv Kumar Gupta IAS as Nominee Director, for the approval by the shareholders of the Company.

None of the Directors, Key Managerial Personnel and their relatives is, except Dr. Rajiv Kumar Gupta IAS (DIN: 03575316), in any way, concerned or interested, financial or otherwise, in the resolution set out at Item No. 4.

Item No.: 5

Shri Piyush K. Mankad, who has been appointed as Chief Executive Officer of the Company pursuant to the provision of Section 203 of the Companies Act, 2013 with effect from 13/09/2021 till 12/09/2022, on such remuneration and terms & conditions as decided by the Board. As recommended by the Nomination and Remuneration Committee of the Company, Board of Directors put up the appointment of Shri Piyush Mankad as Chief Executive Officer of the Company on deputation basis for one year for the approval of members of the Company.

Shri Piyush Mankad has given his consent to act as Chief Executive Officer of the Company. Accordingly, the Board recommends the resolution in relation to appointment of Shri Piyush Mankad as Chief Executive Officer, for the approval by the shareholders of the Company.

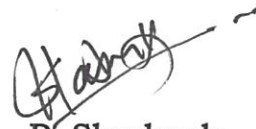
None of the Directors, Key Managerial Personnel and their relatives is, except Shri Piyush Mankad, in any way, concerned or interested, financial or otherwise, in the resolution set out at Item No. 5.

**By Order of the Board of Directors
For Dahej SEZ Limited**

Registered Office:

Block No. 14, Third Floor,
Udhyog Bhavan, Sector-11,
Gandhinagar

Place : Gandhinagar
Date : 24/12/2021


**D. Shashank
Company Secretary**

DAHEJ SEZ LIMITED
(CIN: U45209GJ2004PLC044779)
Block No. 14, Third Floor, Udhyog Bhavan,
Sector-11, Gandhinagar, Gujarat - 382017

BOARD'S REPORT

To,
The Members,

Your Directors have pleasure in presenting their 17th Annual Report containing salient features of business and operations of Dahej SEZ Limited (DSL) alongwith the accounts for the financial year ended on March 31, 2021.

1. FINANCIAL RESULTS:

Highlights of financials of the Company as on 31st March, 2021 are as under:

(Amount in INR Crore)		
Particulars	2020-21	2019-20
Revenue from Operations	62.38	65.00
Other Income	6.56	19.87
Total Revenue	68.94	84.87
Financial Cost	5.06	4.72
Other Operative and Administrative Expenses	13.28	9.68
Depreciation and Amortization	13.37	16.97
Total Expenses	31.71	31.37
Profit Before Tax	37.23	53.50
Less: Tax Expenses	(2.74)	(7.10)
Profit After Tax	34.49	46.40
Earnings Per Share (in Rs.)		
(a) Basic	7.49	10.08
(b) Diluted	7.49	10.08

2. BRIEF DESCRIPTION OF THE COMPANY'S WORKING:

During the year under review, your company has earned income from Lease, Lease Rent, Interest and Other Income to the tune of **Rs. 68.94 Crore** whereas the total expenditure was **Rs. 31.71 Crore** including Depreciation/ Amortization of Lease Land of Rs. 13.37 Crore, Interest on Unpaid Lease Charges payable to GIDC and other costs of Rs. 5.06 Crore and Non Agricultural Area, Lease Rent, Administrative & Other Expenses of Rs. 13.28 Crore. The net profit for the year under review has been **Rs. 34.49 Crore**. Your Directors are continuously looking for avenues for future growth of the Company and hopeful that the Company will be able to post better performance in the forthcoming years.

DSL has received the in-principal approval from Ministry of Commerce & Industry (MoCI), Government of India (GoI) for setting-up a

Multi-Product SEZ. DSL is in process to develop the area based on demand from industries for requirement of land for DTA or SEZ sale. The land is under acquisition by GIDC at Pakhajan, Ambhel and Limdi villages of Vagra Taluka of Bharuch District in Gujarat.

3. EFFECT OF COVID-19:

The novel Corona Virus (COVID-19) pandemic is spreading around the globe rapidly. The virus has taken its toll on not just human life, but businesses and financial markets too, the extent of which is currently indeterminate. Entities need to carefully consider the accounting implications of this situation and outcome of the same may be different from the estimated at these Financial Statements. The Company will continue to closely monitor any material changes arising out of future economic conditions and impact on its activities.

4. CHANGE IN THE NATURE OF BUSINESS, IF ANY:

There is no change in the nature of business, during the year under review.

5. DIVIDEND:

During the fiscal year 2020-21 your Directors have not recommended any dividend.

The Board of Directors of the Company has adopted a Dividend Distribution Policy and the same is available on the website of the Company.

6. TRANSFER TO RESERVES:

The Company has transferred its total comprehensive income for the year into Retained Earning.

7. DEPOSITS:

Your Company has not accepted any Deposits from the public and therefore the Company is not stand in need to comply with the requirements under the Companies (Accounts) Rules, 2014.

8. SHARE CAPITAL OF THE COMPANY AND CHANGE IN SHARE CAPITAL, IF ANY:

Authorized Share Capital of the Company is Rs. 1,00,00,00,000/- (Rupees Hundred Crore only) divided into 10,00,00,000 Equity Shares of Rs. 10/- each and Issued, Subscribed & Paid-up Share Capital of the Company is Rs 46,05,00,000/- (Rupees Forty-Six Crore and Five Lakh only) divided into 4,60,50,000 Equity Shares of Rs. 10/- each as on 31st March, 2021.

During the financial year 2020-21, there has been no change in the share capital of the Company.

9. DISCLOSURE REGARDING ISSUE OF EQUITY SHARES WITH DIFFERENTIAL RIGHTS:

Your Company has not issued any Equity Shares with Differential Voting Rights during this financial year and it is therefore not required to make disclosures specified in Rule 4 (4) of Companies (Share Capital and Debenture) Rules, 2014.

10. DISCLOSURE REGARDING ISSUE OF SWEAT EQUITY SHARES:

Your Company has not issued any Sweat Equity Shares during this financial year and it is therefore not required to make disclosures specified in Rule 8 (13) of Companies (Share Capital and Debenture) Rules, 2014.

11. DISCLOSURE REGARDING ISSUE OF EMPLOYEE STOCK OPTION:

Your Company has not issued any shares under Employee Stock Option Scheme during this financial year and it is therefore not required to make disclosures specified in Rule 12 (9) of Companies (Share Capital and Debenture) Rules, 2014.

12. SUBSIDIARIES, JOINT VENTURES AND ASSOCIATE COMPANIES:

During the year under review, none of the Companies has become or ceased to be Company's Subsidiaries, Joint Ventures or Associate Companies.

13. REPORT ON THE PERFORMANCE AND FINANCIAL POSITION OF EACH OF THE SUBSIDIARIES, ASSOCIATES AND JOINT VENTURE COMPANIES:

During the period under review, none of the companies have become or ceased to be Company's Subsidiaries, Joint Ventures or Associate Companies, therefore Report on the Performance and Financial Position of each of the Subsidiaries, Associates and Joint Venture Companies is not required to be given.

14. DIRECTORS AND KEY MANAGERIAL PERSONNEL:

From 01st April, 2020 to till date, following changes have been made:

S N	Name of Directors/ KMP Appointed	Date of Appointment	S N	Name of Directors/ KMP Ceased	Date of Cessation
1	Shri Anurag Sharma (DIN: 08050719)	17/07/2020	1	Shri S. K. Moitra (DIN: 08065998)	01/06/2020
2	Shri Upendra Vasishth (CEO)	09/04/2021	2	Shri S. N. Patil (CEO)	09/04/2021
3	Dr. Rajiv Kumar Gupta IAS (DIN: 03575316)	14/06/2021	3	Shri M. K. Das, IAS (DIN: 06530792)	14/06/2021

4	Shri Piyush K. Mankad (CEO)	13/09/2021	4	Shri Upendra Vasishth (CEO)	27/08/2021
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15. PARTICULARS OF EMPLOYEES:

The statement containing particulars of employees as required under Section 197 (12) of the Companies Act, 2013 read with Rule 5 (2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is not forming part of the Report, as the said provisions are not applicable to the company being an Unlisted Company.

16. MANAGERIAL REMUNERATION:

The Company is not required to make disclosures pursuant to Rule 5 of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 relating to Managerial Remuneration being an Unlisted Company.

17. BOARD MEETINGS:

During the financial year 2020-21, 4 (Four) Meetings of the Board of Directors of the Company were held. Details of the same are given below:

No. of Meeting	Date of Meeting	No. of Directors entitled to attend	No. of Directors attended
53	27/05/2020	5	5
54	01/07/2020	5	5
55	29/10/2020	5	5
56	22/12/2020	5	4
56 (Adjourned)	31/12/2020	5	4

18. BOARD EVALUATION:

Dahej SEZ Limited is a Joint Venture of Oil and Natural Gas Corporation Limited (ONGC) and Gujarat Industrial Development Corporation (GIDC). The appointment of Board of Directors is made indirectly & directly by the State Government and ONGC and hence as per the Ministry (MCA) Notification dated 05/06/2015 the Company is exempted from the provisions of Clause (p) of Section 134 (3) of Companies Act, 2013 and therefore Statement indicating manner in which formal evaluation of Board, Committee, Individual Director has been done by the Board pursuant to section 134 (3) (p) of the Companies Act, 2013 read with rule 8 (4) of the Companies (Accounts) Rules, 2014 is not require to attach with the Board Report.

19. AUDITORS:

The Auditors, M/s. MANJ & Associates (FRN: 131542W), Chartered Accountant, Ahmedabad, were appointed as Statutory Auditors of the Company for the financial year 2020-21 by the Comptroller and Auditor

General of India Letter No. CA.V/COY/GUJARAT,DAHEJ(1)/766 dated 17/09/2020.

20. AUDITORS' REPORT:

The Auditors' Report does not contain any qualification. Notes to Accounts and Auditors remarks in their report are self-explanatory and do not call for any further comments.

During the year under review, there has not been any fraud reported by the Auditors of the Company.

21. COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER SECTION 143 (6) (b) OF THE COMPANIES ACT, 2013:

The Company has received Nil Comment Certificate from Comptroller & Auditor General (CAG) of India and the same form part of this Report, is annexed as **ANNEXURE-I**.

22. INTERNAL AUDIT & CONTROLS:

Internal Auditors for the FY 2020-21, M/s. Ashok Chhajer & Associates, Chartered Accountants (FRN: 100641W), Ahmedabad submitted their reports. Findings are discussed with the Company and suitable corrective actions taken as per the directions on an ongoing basis to improve efficiency in operations.

23. RISK MANAGEMENT POLICY:

The company has taken sufficient insurance for the properties against risks of fire, strike, riot and earthquake. All the Assets of the company including Inventories, Buildings, and Machinery are adequately insured.

DSL shall identify the possible risks associated with its business and commits itself to put in place a Risk Management Framework to address the risk involved on an ongoing basis to ensure achievement of the business objective without any interruptions. DSL shall optimize the risks involved by managing their exposure and bringing them in line with the acceptable risk appetite of the Company.

24. ANNUAL RETURN:

Pursuant to section 134(3)(a) and section 92(3) of the Companies Act, 2013 read with Rule 12(1) of the Companies (Management and Administration) Rules, 2014, a copy of the annual return is placed on the website of the Company and can be accessed at www.dahejsez.com.

25. MATERIAL CHANGES AND COMMITMENTS, IF ANY, AFFECTING THE FINANCIAL POSITION BETWEEN THE END OF THE FINANCIAL YEAR AND THE DATE OF THE REPORT:

No material changes and commitments have occurred after the close of the financial year till the date of this report, which affect the financial position of the Company other than those specifically highlighted in this report.

26. DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS IMPACTING THE GOING CONCERN STATUS AND COMPANY'S OPERATIONS IN FUTURE:

No significant or material orders were passed by the regulator or court or tribunals which impact the going concern status and Company's operations in future. However, an Arbitral Award dated 07/07/2019 was passed in a case filed by Atlanta Limited against GIDC and the same has been mentioned in point no. 1 of the heading 'Emphasis of Matters' of Auditors' Report.

27. OBLIGATION OF COMPANY UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013:

In order to prevent sexual harassment of women at work place a new act the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 has been notified on 9th December, 2013. Under the said Act every Company is required to set up an Internal Complaints Committee to look into complaints relating to sexual harassment at work place of any women employee.

Company has adopted a policy for prevention of Sexual Harassment of Women at workplace and has set up Committee for implementation of said policy. During the year, Company has not received any complaint of harassment.

28. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO:

The Company has no activities which requires disclosure relating to conservation of energy or technology absorption as it is not a Manufacturing Company. There has been no foreign exchange earnings or outgo during the year under review.

29. PARTICULARS OF LOANS, GUARANTEES AND INVESTMENTS:

Particulars of loans given, investments made, guarantees given and securities provided along with the purpose for which the loan or guarantee or security is proposed to be utilized by the recipient are provided in the financial statements (please refer to Note 02 to the financial statement).

30. PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES:

With reference to Section 134(3)(h) of the Companies Act, 2013, all contracts and arrangements with related parties under sub-section (1) of section 188 of the Act, entered by the Company during the financial year, were in the ordinary course of business and on arm's length basis.

Your attention is drawn to the Related Party disclosures set out in Note 47 to the financial statement.

31. CORPORATE SOCIAL RESPONSIBILITY (CSR):

Under Section 135 of the Companies Act, 2013, the provision of Corporate Social Responsibility is applicable to the Company for the financial year 2020-21 therefore your Company has constituted the CSR Committee as under:

SN.	Name of the Committee Member	Designation
1.	Dr. Rajiv Kumar Gupta IAS	Chairman
2.	Shri M. Thennarasan IAS	Member
3.	Shri A. K. Verma	Member

The Committee finalized a policy for the purpose of activities to be carried out for CSR and decided to explore the proper channel through which said activities can be carried out and necessary amount could be spent.

During the year under review, 1 (One) meeting of the members of this Committee was held. Details of the same are given below:

No. of Meeting	Date of Meeting	No. of members entitled to attend	No. of members attended
7	29/10/2020	3	2

During the year under review, the Company required to spent Rs. 91,71,257/- based on the Profit & Loss Account of financial years 2017-18, 2018-19 and 2019-20. The unspent amount of Rs. 3,45,537/- was also considered by the Board to be spent in financial year 2020-21. The Company has spent Rs. 95,17,537/- (Rupees Ninety-Five Lakh Seventeen Thousand Five Hundred and Thirty-Seven only) towards Corporate Social Responsibility contribution in the year under review. The detail related to CSR Activities is appended as **ANNEXURE-II**.

32. AUDIT COMMITTEE:

Pursuant to Section 177 of the Companies Act, 2013 read with rule (6) of the Companies (Meetings of Board and its Powers) Rules, 2014, your Company has constituted the Audit Committee as mentioned below:

DAHEJ SEZ LIMITED

SN	Name of the Committee Member	Designation
1.	Shri M. Thennarasan IAS	Chairman
2.	Shri A. K. Verma	Member
3.	Shri B. C. Warli	Member

During the year under review, 2 (Two) meetings of the members of this Committee were held. Details of the same are given below:

No. of Meeting	Date of Meeting	No. of members entitled to attend	No. of members attended
21	29/10/2020	3	3
22	22/12/2020	3	2

During the year under review, the board has accepted all recommendations of the Committee and accordingly no disclosure is required to be made in respect of non-acceptance of any recommendation of the Audit Committee by the Board.

33. NOMINATION AND REMUNERATION COMMITTEE:

Pursuant to Section 178 of the Companies Act, 2013 read with rule (6) of the Companies (Meetings of Board and its Powers) Rules, 2014, your Company has constituted Nomination and Remuneration Committee as under:

SN	Name of the Committee Member	Designation
1.	Shri M. Thennarasan IAS	Chairman
2.	Shri A. K. Verma	Member
3.	Shri B. C. Warli	Member

During the year under review, 3 (Three) meetings of the members of this Committee were held. Details of the same are given below:

No. of Meeting	Date of Meeting	No. of members entitled to attend	No. of members attended
2	22/12/2020	3	2
3	29/01/2021	3	3
4	09/02/2021	3	3

34. DIRECTORS' RESPONSIBILITY STATEMENT:

The Directors' Responsibility Statement referred to in clause (c) of sub-section (3) of Section 134 of the Companies Act, 2013, shall state that—

- In the preparation of the Annual Accounts, the applicable Accounting Standards had been followed along with proper explanation relating to material departures;
- the Directors had selected such Accounting Policies and applied them consistently and made judgments and estimates that are

reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit and loss of the Company for that period;

- (c) The Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- (d) The Directors had prepared the Annual Accounts on a going concern basis;
- (e) The Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

35. SECRETARIAL AUDIT REPORT:

Section 204 of the companies Act, 2013 relating to Secretarial Audit is not applicable to the Company. Therefore your Company is not required to obtain Secretarial Audit Report in Form No. MR-3 pursuant to Section 204 (1) of the Companies Act, 2013 and Rule (9) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

36. TRANSFER OF AMOUNTS TO INVESTOR EDUCATION AND PROTECTION FUND:

In terms of Section 124 of the Companies Act, 2013, read with the Investor Education and Protection Fund Authority (Accounting, Audit, Transfer and Refund) Rules, 2016, shares of the Company in respect of which dividend entitlements have remained unclaimed or unpaid for seven consecutive years or more, are required to be transferred by the Company to the Investor Education and Protection Fund (IEPF) of the Government of India. There was no such instances requiring compliance with the same.

37. COST AUDIT:

Pursuant to Section 148 and other applicable provisions, if any, of the Companies Act, 2013 read with the Companies (Cost Records and Audit) Rules, 2014, your Company is not required to appoint the Cost Auditors and also not required to maintain Cost Records.

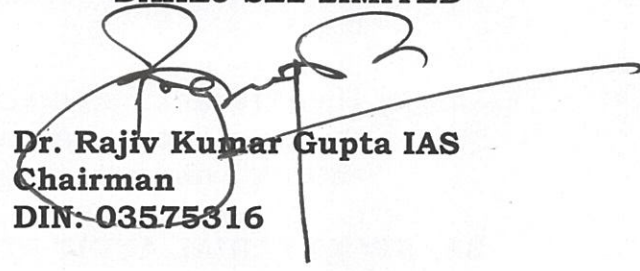
38. ACKNOWLEDGEMENTS:

Your Directors express their warm wish to place on record their sincere appreciation to the co-operation extended by the Registrar of Companies (RoC), Comptroller & Auditor General (CAG) of India, Statutory Auditors, Registrar and Share Transfer Agent (RTA) and consulting Company Secretary of the Company. Your directors also place on record their gratitude to the Central Government, State Government of Gujarat and Company's Bankers for the assistance,

co-operation and encouragement they extended to the company and look forward for their continued support. Your directors also wish to place on record their sincere thanks and appreciation for the continuing support and unstinting efforts of investors, business associates and employees in ensuring an excellent all around operational performance and confidence in the management of the Company.

**For and on behalf of the Board of Directors of
DAHEJ SEZ LIMITED**

Place : Gandhinagar
Date : 24/12/2021



**Dr. Rajiv Kumar Gupta IAS
Chairman
DIN: 03575316**

ANNEXURE INDEX

Annexure	Content
I.	Comments of CAG of India
II.	Annual Report on CSR



सं. ले.प.प्र.स.-I /ए/ सीएस/Dahej SEZ/2020-21/OW-1007

दिनांक: 09/12/2021

सेवा में,

प्रबंध निदेशक,

Dahej SEZ Limited

Block No. 14, 3rd Floor, Udyog Bhavan

Sector 11, Gandhinagar-382017

विषय: कंपनी अधिनियम, 2013 की धारा 143 (6) (बी) के अनुसार 31 मार्च 2021 को समाप्त वर्ष के लिए Dahej SEZ Limited के वित्तीय विवरणों पर भारत के नियंत्रक-महालेखापरीक्षक की टिप्पणी।

महोदय,

31 मार्च 2021 को समाप्त वर्ष के लिए Dahej SEZ Limited के वित्तीय विवरणों पर कंपनी अधिनियम, 2013 की धारा-143 (6) (बी) के अनुसार भारत के नियंत्रक-महालेखापरीक्षक की 'शून्य टिप्पणी का प्रमाणपत्र', कंपनी की वार्षिक साधारण बैठक में रखने के लिए संलग्न पाए।

कंपनी अधिनियम, 2013 की धारा-143 (6) (बी) के अनुसार भारत के नियंत्रक-महालेखापरीक्षक की टिप्पणियों को कंपनी के लेखापरीक्षक की रिपोर्ट के साथ उसी तरह और उसी समय वार्षिक साधारण बैठक में रखना अनिवार्य है। भारत के नियंत्रक-महालेखापरीक्षक की टिप्पणियों को वार्षिक साधारण बैठक में रखने की तिथि इस कार्यालय को सूचित करें।

कृपया, मुद्रित लेखों की छः प्रतियाँ इस कार्यालय के प्रयोग और अभिलेख के लिए भिजवाएं। अनुलग्नक सहित इस पत्र की प्राप्ति की सूचना दें।

भवदीय,

21.6.1112

Outward No. 3219
Date 10-12-2021
DCL, Gandhinagar

वरिष्ठ उप महालेखाकार (ए.एम.जी.-I)

संलग्नक: यथोपरि

→ CFO
10/12/2021

10/12

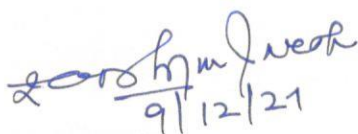
**COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA
UNDER SECTION 143(6) (b) OF THE COMPANIES ACT, 2013 ON THE
STANDALONE FINANCIAL STATEMENTS OF DAHEJ SEZ LIMITED FOR THE
YEAR ENDED 31 MARCH 2021**

The preparation of standalone financial statements of Dahej SEZ Limited for the year ended 31 March 2021 in accordance with the financial reporting framework prescribed under the Companies Act, 2013(Act) is the responsibility of the management of the company. The statutory auditors appointed by the Comptroller and Auditor General of India under section 139(5) of the Act are responsible for expressing opinion on the financial statements under section 143 of the Act based on independent audit in accordance with the standards on auditing prescribed under section 143(10) of the Act. This is stated to have been done by them vide their Audit Report dated 08 October 2021.

I, on behalf of the Comptroller and Auditor General of India, have conducted a supplementary audit of the standalone financial statements of Dahej SEZ Limited for the year ended 31 March 2021 under section 143(6) (a) of the Act. This supplementary audit has been carried out independently without access to the working papers of the statutory auditors and is limited primarily to inquiries of the statutory auditors and company personnel and a selective examination of some of the accounting records.

On the basis of my supplementary audit nothing significant has come to my knowledge which would give rise to any comment upon or supplement to Statutory Auditors' Report under section 143(6)(b) of the Act.

For and on behalf of the
Comptroller and Auditor General of India



9/12/21

(H. K. Dharmadarshi)
Pr. Accountant General (Audit-II), Gujarat

Place: Ahmedabad

Date:

To focus on area surrounding Dahej and other places for promoting Health Care, Education, Rural Development, promoting Educational activity, promoting gender equality and socio-economic empowerment, promoting environment awareness and etc.

Sl. No.	Name of Director	Designation/ Nature of Directorship	No. of meetings of CSR Committee held during the year	No. of meetings of CSR Committee attended during the year
1.	Dr. Rajiv Kumar Gupta IAS	Chairman	1	NA
2.	Shri M. Thennarasam IAS	Member	1	1
3.	Shri A. K. Verma	Member	1	1

www.dahejsez.com

NA

Sl. No.	Financial Year	Amount available for set-off from preceding financial years (in Rs)	Amount required to be set-off for the financial year, if any (in Rs)
		Nil	
	Total		

Rs. 45,85,62,852/- (Rupees Forty-Five Crore Eighty-Five Lakh Sixty-Two Thousand Eight Hundred and Fifty-Two only)

7.

(a)	Two percent of average net profit of the company as per section 135(5):	Rs. 91,71,257/-
(b)	Surplus arising out of the CSR projects or programmes or activities of the previous FYs	Nil
(c)	Amount required to be set off for the financial year, if any:	Nil
(d)	Total CSR obligation for the financial year (7a+7b-7c)	Rs. 91,71,257/-

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

Total Amount Spent for the Financial Year. (in Rs.)	Amount Unspent (in Rs.)			
	Total Amount transferred to Unspent CSR Account as per section 135(6)	Amount transferred to any fund specified under Schedule VII as per second proviso to section 135(5)		
	Amount	Date of Transfer	Name of the Fund	Date of Transfer
Rs. 91,72,000/-	-	-	-	-

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

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)
Sl. No.	Name of the Project	Items from the list of activities in Schedule VII to the act	Local Area (Yes/No)	Location of the Project	Project Duration	Amount allocated for the project (in Rs.)	Amount spent in the Current FY (in Rs.)	Amount transferred to Unspent CSR Account for the project as per Section 135(6) (in Rs.)	Mode of Implementation - Direct (Yes/No)	Mode of Implementation - Through Implementing Agency
				State District						Name CSR Registration No.
Nil										
Total										
									-	-

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

(1) Sl. No.	(2) Name of the Project	(3) Items from the list of activities in Schedule VII to the act	(4) Local Area (Yes/ No)	(5) Location of the Project		(6) Amount spent for the project (in Rs.)	(7) Mode of implementation - Direct (Yes/No)	(8) Mode of implementation - Through implementing agency	
				State	District			Name	CSR Registration No.
1.	Computers (2 No.) to Computer Lab at Primary Misra School, Atali	Promoting Education	Yes	Gujarat	Bharuch	56,000	Yes	NA	NA
2.	Maintenance of water RO (Water Purifier) at Shri Om Hari Vidya Mandir, Jageshwar Village	Promoting Healthcare & Education	Yes	Gujarat	Bharuch	15,000	Yes	NA	NA
3.	Therapy Centre for Children with Special Need - "GCSRA Special Children Fund" at Bharuch District	Promoting Healthcare & Education	Yes	Gujarat	Bharuch	15,00,000	No	Gujarat CSR Authority	CSR00002979
4.	Speech Therapy Centre, GCSRA at Bharuch District	Promoting Healthcare & Education	Yes	Gujarat	Bharuch	10,00,000	No	Gujarat CSR Authority	CSR00002979
5.	Payment towards GCSRA Project Fund at Bharuch District	Promoting Healthcare	Yes	Gujarat	Surat	6,00,000	No	Gujarat CSR Authority	CSR00002979
6.	Bharat Ke Veer (Bravehearts of CAPF), Government of India, New Delhi	Contribution for the benefit of armed forces veterans, war widows & their dependents	No	New Delhi	New Delhi	5,00,000	Yes	NA	NA
7.	Prime Minister National Relief Fund (PMNRF), Government of India, New Delhi	Contribution to the PMNRF	No	New Delhi	New Delhi	21,45,537	Yes	NA	NA

8.	Payment towards GCSRA Project Fund	Promoting Healthcare & Education	No	Gujarat	Surat & Bharuch Dist.	37,01,000	No	Gujarat CSR Authority	CSR00002979
Total						95,17,537*	-	-	-

(d) Amount spent in Administrative Overheads

Nil

Rs. 91,72,000/-

Sl. No.	Particular	Amount (in Rs.)
(i)	Two percent of average net profit of the company as per section 135(5)	91,71,257
(ii)	Total amount spent for the Financial Year	91,72,000
(iii)	Excess amount spent for the financial year [(ii)-(i)]	743
(iv)	Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any	-
(v)	Amount available for set off in succeeding financial years [(iii)-(iv)]	743

९.

Sl. No.	Preceding Financial Year	Amount transferred to Unspent CSR Account under section 135 (6) (in Rs.)	Amount spent in the reporting Financial Year (in Rs.)	Amount transferred to any fund specified under Schedule VII as per section 135(6), if any.			Amount remaining to be spent in succeeding financial years. (in Rs.)
				Name of the Fund	Amount (in Rs)	Date of transfer	
1	2019-20	-	3,45,537	-	-	-	-
2	2018-19	-	-	-	-	-	-
3	2017-18	-	-	-	-	-	-
	Total	-	3,45,537	-	-	-	-

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

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
Sl. No.	Project ID	Name of the Project	Financial Year in which the project was commenced	Project duration	Total amount allocated for the project (in Rs.)	Amount spent on the project in the reporting Financial Year (in Rs.)	Cumulative amount spent at the end of reporting Financial Year (in Rs.)	Status of the project - Completed/ Ongoing
Total					Nil	-	-	-

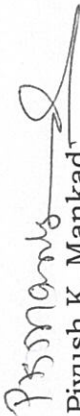
10. In case of creation or acquisition of capital asset, furnish the details relating to the asset so created or acquired through CSR spent in the financial year (asset-wise details):

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

11. Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per section 135(5):

NA

Place : Gandhinagar
Date : 24/12/2021


Piyush K. Mankad
(Chief Executive Officer)


Dr. Rajiv Kumar Gupta IAS
(Chairman - CSR Committee)

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF DAHEJ SEZ LTD.****Report on the Standalone Financial Statements****Opinion**

We have audited the accompanying standalone financial statements of DAHEJ SEZ LTD. ('the Company'), which comprise the Balance Sheet as at 31st March, 2021, the Statement of Profit and Loss, Statement of Changes in Equity, the Cash Flow Statement for the year then ended, and notes to the financial statements, including a summary of 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 standalone financial statements give the information required by The Companies Act, 2013 ('the Act') in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2021, and its profit, changes in equity and its cash flows 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 Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matters

We draw attention to the following:

- 1) Note No. 30(vii) of the financial statements which states that for a work allotted by GIDC to Atlanta Ltd. for creating Infrastructure of Dahej SEZ (Package-1), there had been a dispute and the matter was referred for Arbitration. In an event occurring after the Balance Sheet date, the Arbitration award is passed in favour of Atlanta Ltd. and the total amount of award to be paid by GIDC including interest till July, 2019 amounts to Rs. 1280.83 Million. As disclosed by the Company,
 - GIDC challenging the order of District Court, Bharuch before Hon'ble High Court of Gujarat is at admission stage.
 - As regards to Commercial Execution Application filed by M/s. Atlanta before Hon'ble High Court of Bombay for executing the Arbitration Award passed previously will be heard on 17/06/2021.



- As regard to Commercial Arbitration Petition filed by M/s. Atlanta before Hon'ble High Court of Bombay for challenging the Arbitration Award is pending at pre-admission stage.

Pending receipt of status of the appeal from GIDC, the Company has disclosed this amount as a contingent liability. If the liability materializes, it will have significant impact on the finances of the Company.

- 2) Note No. 42 of the financial statements which states that ONGC Petro Additions Ltd. (OPAL) has submitted an application to the Development Commissioner for partial de-notification and exit from Dahej SEZ which will result in decrease of notified area of Dahej SEZ by 508.40 hectares. The Company has issued No Objection Certificate to OPAL for exit from Dahej SEZ. The process of such de-notification is going on. The management of the Company has stated that the financial impact due to such partial de-notification cannot be estimated at this stage.
- 3) The Company has sanctioned setting up of New SEZ with an area of around 650 hectares for which GIDC has been appointed to acquire the land on behalf of the Company. As on 31st March 2021, the Company has paid an advance of Rs.500 crores to GIDC for the acquisition.
- 4) For setting up of SEZ at Dahej, The company has acquired Land from GIDC on 99 years lease. Of the total land acquired on lease 27.35 hectares of land is under reconciliation with GIDC.

Our opinion is not modified in respect of these matters.

Responsibility of Management for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Act with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the 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.

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



Auditor's responsibilities for the audit of the financial statements

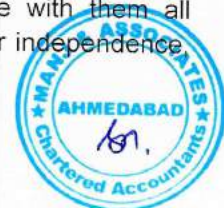
Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee 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 skepticism 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 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.

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.



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) of section 143 of the Companies Act, 2013, we give in **Annexure-A** a statement on the matters specified in the paragraph 3 and 4 of the Order, to the extent applicable.
- 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 purposes of our audit;
 - b) in our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - c) the Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account;
 - d) in our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;
 - e) the contingent liability arising from arbitration award described under the Emphasis of Matters paragraph if materialized, in our opinion, may have a significant adverse effect on the finances of the Company;
 - f) on the basis of the written representations received from the directors as on 31st March, 2020 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2020 from being appointed as a director in terms of Section 164(2) of the Act; and
 - g) 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-B**;
 - h) with respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - (i) the Company has disclosed the impact of pending litigations on its financial position in its financial statements – Refer Notes No. 30, 39 and 40 to the financial statements;
 - (ii) the Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses; and
 - (iii) there were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
- 3) As required by Section 143(5) of the Act, our report on Directions and Sub directions is annexed as per **Annexure-C**.

For,

MANJ & ASSOCIATES,
CHARTERED ACCOUNTANTS
 ICAI Firm Reg. No. 131542W



CA. MANOJ R. CHAUDHARY,
 (Partner)

M.No.: 132182

UDIN: 21132182AAAAAH3169

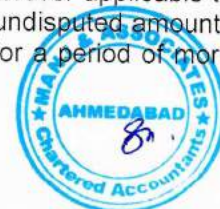
Place: Ahmedabad

Date: 08/10/2021

ANNEXURE-A TO THE INDEPENDENT AUDITORS' REPORT

(Referred to in Paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our Report of even date)

- (i) (a) The Company has maintained proper records showing full particulars including quantitative details and situation of its fixed assets.
- (b) According to the information and explanations given to us, the Company has formulated a regular programme of physical verification of its fixed assets by which fixed assets are verified in a phased manner over a period of three years. In accordance with this program, certain fixed assets were verified during the year and no material discrepancies were noticed on such verification. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets.
- (c) 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 properties pertaining to land that have been taken on lease and disclosed as fixed asset in the financial statements, the lease agreements are in the name of the Company, where the Company is the lessee in the agreement.
- (ii) The Company is engaged in the business of developing, operating and maintaining the SEZ and SEZ based related infrastructure facilities including Multi Product Special Economic Zone at Dahej. Accordingly, it does not hold any physical inventories. Thus, paragraph 3(ii) of the Order is not applicable to the Company.
- (iii) The Company has not granted any loans, secured or unsecured, to Companies, Firms, Limited Liability Partnerships or other parties covered in the register maintained under Section 189 of the Companies Act, 2013 ('the Act'). Thus, paragraph 3(iii) of the Order is not applicable.
- (iv) The Company has not granted any loans or provided any guarantee or security to the parties covered under Section 185 of the Act. The Company has not made any investments or granted any loans or provided any guarantee or security to the parties covered under Section 186. Thus, paragraph 3(iv) of the Order is not applicable.
- (v) The Company has not accepted any deposits from the public. Thus, paragraph 3(v) of the Order is not applicable.
- (vi) The Company is engaged in the business of developing, operating and maintaining the SEZ and SEZ based related infrastructure facilities including Multi Product Special Economic Zone at Dahej. Accordingly, Central Government has not prescribed the maintenance of cost records under Section 148(1) of the Act, for any of the services rendered by the company. Thus, paragraph 3(vi) of the Order is not applicable to the Company.
- (vii) (a) According to the information and explanations provided to us and on the basis of our examination of the records, the Company is generally regular in depositing with appropriate authorities undisputed statutory dues including provident fund, employees' state insurance, income tax, sales tax, service tax, custom duty, excise duty, value added tax, cess and other material statutory dues, wherever applicable to it. According to the information and explanations given to us, no undisputed amounts payable were in arrears, as at the last day of the financial year for a period of more than six months from the date they became payable.



- (b) According to the information and explanations given to us, there are no statutory dues of income tax, sales tax, service tax, custom duty, excise duty or value added tax which have not been deposited on account of dispute subject to:

Forum where Dispute is Pending	Period to which the dispute relates	Amount involved in dispute (Duty and Penalty)	Disputed Duty and Penalty unpaid (In Rs. Lacs)	Substantial matter in dispute
Income Tax Commissioner (Appeal)	AY 2018-19 (FY 2017-18)	Rs. 10.25 crores plus interest & penalty	Rs. 10.25 crores plus interest & penalty	Disallowance of expenditure
Income Tax Commissioner (Appeal)	AY 2017-18 (FY 2016-17)	Rs. 9.76 crores plus interest & penalty	Rs. 9.76 crores plus interest & penalty	Disallowance of expenditure
Customs, Excise & Service Tax Appellate Tribunal	FY 2013-14, 2014-15 & 2015-16	Rs.16.18 Lacs	Rs.16.18 Lacs	Interest on delayed payment of service tax

With further reference to Note Nos. 30, and Note Nos. 39 & 40, other disputes under Income Tax Act are such where the Income Tax Department has preferred an Appeal. As per the information & explanations given to us, there are no Orders where any demand is raised and is unpaid by the Company.

- (viii) According to the records of the Company examined by us and the information and explanations given to us, the Company has not defaulted in repayment of loans and borrowings to its bankers. The Company did not have any debenture holders during the year. Thus, paragraph 3(viii) of the Order is not applicable to the Company.
- (ix) The Company has raised money by way of term loans during the year.

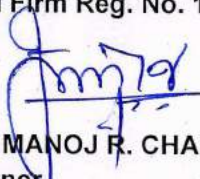
Name of the financial Institution	Amount of Loan Sanctions till end of the year	Amount of Loan disbursed till end of the year
Gujarat State Financial Services Limited	INR 4000.00 Million	INR 2500.00 Million

- (x) To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company or no fraud on the Company by its officers or employees has been noticed or reported during the year.
- (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, where applicable, 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. Thus, 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 Section 177 and 188 of the Act, where applicable, and details of such transactions have been disclosed in the standalone Ind-AS financial statements as required by the applicable Indian accounting standards.
- (xiv) According to the information and explanations given 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.



- (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. Thus, 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, M A N J & ASSOCIATES,
CHARTERED ACCOUNTANTS
ICAI Firm Reg. No. 131542W


CA. MANOJ R. CHAUDHARY
Partner
Membership No.: 132182
UDIN: 21132182AAAAAH3169



Place: Ahmedabad
Date: 08/10/2021

ANNEXURE-B TO THE INDEPENDENT AUDITORS' REPORT

(Referred to in Paragraph 2(f) under 'Report on Other Legal and Regulatory Requirements' section of our Report 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 DAHEJ SEZ LTD. ('the Company') as of 31 March 2021 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting 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 ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting were established and maintained and if such controls operated effectively in all material respects.

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

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



Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with authorizations of the Management and Directors of the Company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the Company's assets that could have a material effect on the financial statements.

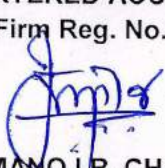
Inherent Limitations of Internal Financial Controls over Financial Reporting

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

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 2021, 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 ICAI.

For, M A N J & ASSOCIATES,
CHARTERED ACCOUNTANTS
ICAI Firm Reg. No. 131542W




CA. MANOJ R. CHAUDHARY
Partner
Membership No.: 132182
UDIN: 21132182AAAAAH3169
Place: Ahmedabad
Date: 08/10/2021

ANNEXURE-C TO THE INDEPENDENT AUDITORS' REPORT

(Referred to in Paragraph 3 under 'Report on Other Legal and Regulatory Requirements' section of our Report of even date)

DIRECTIONS UNDER SECTION 143(5) OF COMPANIES ACT 2013

1. Whether the Company has clear title/lease deeds for freehold and leasehold respectively? If not please state the area of freehold and leasehold land for which title/lease deeds are not available.

Dahej SEZ Ltd. ('DSL' or 'the Company') has taken over the lease hold land of 1710 hecets. situated at Dahej SEZ area in Vagra Taluka of Bharuch District from Gujarat Industrial Development Corporation as on 19.01.2010 for the period of 99 years.

Dahej SEZ Ltd. has sub leased the lease hold land acquired from GIDC to various units for thirty years as per policy of DSL. Out of which for sub lease deed for 40 units admeasuring 2035104.65sq.mtrs.area, are yet to be executed. Please report whether there are any cases of waiver/write off of debts/loan/interest etc., if yes the reasons there for and the amount involved.

As per the information & explanations given to us, there is no any case of waiver/write off of debts/ loan/ interest, etc.

2. Whether proper records are maintained for inventories lying with third parties & assets received as gift from Govt. Or other authorities.

The company provides services and does not engage in manufacturing and trading activities, therefore, company does not have any inventories. Therefore, the company has not maintained any records for inventories. As per the information & explanations given to us, the Company has not received any assets as gifts during the year.

**SUB DIRECTIONS UNDER SECTION 143(5) OF COMPANIES ACT 2013
INFRASTRUCTURE SECTOR**

1. Whether the Company has taken adequate measures to prevent encroachment of idle land owned by it. Whether any land of the Company is encroached, under litigation, not put to use or declared surplus? Details may be provided.

DSL has engaged security agency to prevent encroachment in SEZ area.

However, as per the information & explanations given to us, in the SEZ encroachment has been done by local people / land looser due to compensation issue with GIDC. GIDC has allotted 1710 hectares area on lease of 99 years to Dahej SEZ Ltd for the development of M.P.V. SEZ at Dahej, Dist. Bharuch as per lease deed executed. As per information and explanation given to us, the area details of Dahej SEZ are as under:

Total Plot Area	1682.65 hectares area as per the Gazette of India Dated 14.11.2011 and 27.35 hectares areas are under reconciliation with G.I.D.C.
Total Area used/reserved for Utility Corridor, Dedicated Corridor, Infrastructure facilities Like road, drainage, SWD, Water pipeline & tank, C.O.P. etc	323.94 hectares as per drawing
Total Allocable Area to Units	1358.71 hectares area



Total Allotted Area to Units	1174.96 hectares area
De-notified Area of PLL	49.89 hectares area
Total Vacant Area	183.75 hectares area

2. Whether the system in vogue for identification of projects to be taken up under Public Private Partnership is in line with the guideline/ policies of the Government? Comment on deviation if any :

We have not been informed of any such guidelines or policies of the Government which are applicable to the Company.

3. Whether system for monitoring the execution of works vis-a-vis the milestones stipulated in the agreement is in existence and the impact of cost escalation, if any, revenues/losses from contracts, etc., have been properly accounted for in the books.

As per the information & explanations given to us, there is a system for monitoring execution of work undertaken in the Company. Work has been executed as per agreement/ work order issued and properly accounted in books. The review meeting conducted by CEO and is attended by the concerned officers of the Company.

The company has been engaged in the business of the developing the multi product special economic zone at Dahej. In pursuance to that company has entered into lease agreements with allottees as per the policy of the DSL and all provisions thereof have been complied/accounted. In case of the surrender of the plots the amounts of penalties and deposits forfeited have been complied/accounted as per the surrender policy of the DSL.

4. Whether funds received/ receivable for specific schemes from central/ State agencies were properly accounted for/utilized? List the cases of deviations :

As per the information & explanations given to us, no new grants have been received during the year.

5. Whether the bank guarantees have been revalidated in time?

There are no bank guarantees given by the Company, hence this clause is not applicable.

6. Comment on the confirmation of balances of trade receivables, trade payables, term deposits, bank accounts and cash obtained.

Confirmation of Balances for Term Deposit & bank accounts have been obtained. There is NO cash on hand as at 31.03.2021. As per the information & explanations given to us, balances of trade payable and trade receivable, balance confirmations letters have been sent during the year. However, very few suppliers or customers have replied to the balance confirmations letter.

7. The cost incurred on abandoned projects may be quantified and the amount actually written-off shall be mentioned.

As per the information & explanations given to us, there is no such abandoned project.



INDUSTRIAL PROMOTION

1. Describe the deviations from the system of the payment for land acquisition including compensation under Resettlement and Rehabilitation Policy of the State Government. Cases of the land disputes should be mentioned.

As per the information & explanations given to us, we have not been informed of any such deviation from the system of payment of land acquisition.

2. Is the system of the sanction, disbursement and recovery of Industrial loan effective? State the cases of the deviation from rules, regulations and policies in regard to rescheduling, waiver of loans/interest and one time settlement scheme etc.

The Company has not given any such industrial loan, hence this clause is not applicable.

3. Examine and state the system of allotment of Industrial plots/sheds including recovery of installments from the allottees. What is the system of imposing penalty due to delay in setting up of the business or starting business other than one for which the allotment was made?

As per the information & explanations given to us, the Company follows a system of allotment and surrender of plots as per policy of DSL. The applicant is allotted plot on production of the Letter of Approval (LOA) from the Development Commissioner of the Dahej SEZ, Govt. of India. The allottees are not permitted to start business on the allotted plot other than one for which the allotment was made. As informed, the Company has approved a policy for imposing penalty for non-utilisation of land in Dahej SEZ in the Board Meeting dtd. 27-06-2017.

4. The system of managing the default cases shall be examined. Have all steps to remedy the situation taken within the prescribed time limit? The cases of non-compliance to established system shall be detailed.

As per the information & explanations given to us, the Company has regular monitoring system for default in payment and charged interest @ 13% p.a. on defaults as per DSL policy. We have not been informed of any such instance on non-compliance of such policy during the financial year under audit.

5. Examine and provide the details of liability, if any, on account of delay in handing over of any project to allottees and its consequence accounting.

We have not been informed of any such instance.

6. State the cases where loans/ funds received from Central/State Government or its agencies have been diverted from the purpose for which these were received.

We have not been informed of any such instance of diversion during the year.



DIRECTIONS UNDER SECTION 143(5) OF COMPANIES ACT 2013

(Supplementary Report to Annexure-C to the Independent Auditors' Report as per additional Sub-directions for FY 2020-21)

ADDITIONAL SUB DIRECTIONS UNDER SECTION 143(5) OF COMPANIES ACT 2013

1. Whether the Company has system in place to process all accounting transaction through IT System? If No, the implication of processing of accounting transactions outside IT system on the Integrity of accounts along with the financial implications, if any, may be stated?

The Company is maintaining its accounts through Tally ERP-9 Accounting software. The Company is maintaining manual register of fixed assets. On the basis of test checks conducted by us, the integration of fixed assets register with computerised accounts is proper.

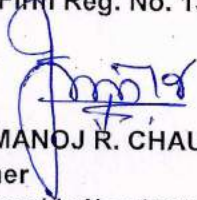
2. Whether there is any restructuring of existing loan or cases of waiver/write off of debts/loans/interest etc. made by a lender to the Company due to Company's inability to repay the loan? If yes, the financial impact may be stated.

There is NO restructuring of existing loan during the year under audit.

3. Whether funds received / receivable for specific schemes from Central/State agencies where properly accounted for/utilized as per in terms and conditions? List the cases of deviations.

As informed, no such funds were received/receivable by the Company during FY 2020-21. Hence, this clause is not applicable to the Company.

For, **M A N J & ASSOCIATES,**
CHARTERED ACCOUNTANTS
 ICAI Firm Reg. No. 131542W


CA. MANOJ R. CHAUDHARY,
 Partner
 Membership No.: 132182
 UDIN: 21132182AAAAAH3169
 Place: Ahmedabad
 Date: 08/10/2021



DAHEJ SEZ LTD.
AUDITED BALANCE SHEET AS ON 31-03-2021 AS PER IND AS

"₹" in Millions

Particulars	Note No.	As at 31 March, 2021	As at 31 March, 2020
ASSETS			
1 Non-Current Assets			
(a) Property, Plant & Equipments	1	387.77	459.36
(b) Right of Use Asset		4,630.48	4,685.33
(c) Capital work-in-progress		4.62	1.88
(d) Other Intangible Assets		0.04	0.03
(e) Deferred tax assets(net)		219.36	228.83
(f) Financial Assets			
(i) Investments	2	100.00	100.00
(ii) Trade Receivables	4	25.57	27.58
(iii) Other Financial Assets	7	203.74	215.70
(g) Other Non-current Assets	3	5,415.80	741.41
Sub-Total (1)		10,987.38	6,460.11
2 Current Assets			
(a) Financial Assets			
(i) Trade Receivables	4	21.72	19.97
(ii) Cash and cash equivalents	5	1.87	70.20
(iii) Bank balance other than (ii) above	6	1,009.08	2,522.21
(iii) Other Financial Assets	7	44.06	124.77
(b) Current Tax Assets	8	62.26	119.10
(c) Other Current Assets	8	2.34	1.45
Sub-Total (2)		1,141.32	2,857.70
Total Assets (1+2)		12,128.70	9,317.81
EQUITY AND LIABILITIES			
1 Equity			
(a) Equity Share Capital	9	460.50	460.50
(b) Other Equity	10	1,715.13	1,398.17
Sub-Total (1)		2,175.63	1,858.67
2 Liabilities			
(1) Non-Current Liabilities:			
(a) Financial Liabilities			
(i) Trade Payables	12	214.16	214.18
(ii) Other Financial Liabilities	13	532.11	482.07
(b) Other Long Term Liabilities	11	8,714.24	6,266.71
(2) Current Liabilities:			
(a) Financial Liabilities			
(i) Trade Payables	12	51.42	33.31
(ii) Other Financial Liabilities	13	25.57	2.21
(b) Other Current Liabilities	14	330.04	339.84
(c) Provisions	15	20.39	5.18
(d) Current Tax Liabilities	16	65.15	115.65
Sub-Total (2)		9,953.07	7,459.14
Total Equity and Liabilities (1+2)		12,128.70	9,317.81

The accompanying notes form an integral part of the standalone financial statements

As per our report of even date

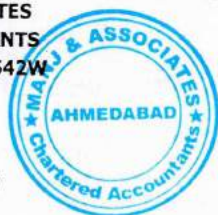
For, **M A N J & ASSOCIATES**
CHARTERED ACCOUNTANTS
ICAI Firm Reg. No. 131542W

CA. Manoj R. Chaudhary
Partner

Membership No. 132182

Place : Ahmedabad

Date : 08-10-2021



C.S.
Dahej SEZ Limited

For and on behalf of the
Board of Directors

Name: Shri A.K. Verma
Designation : Director
DIN: 06990114
Dahej SEZ Limited

C.F.O.
Dahej SEZ Limited
Place: Gandhinagar
Date : 07 OCT 2021

For and on behalf of the
Board of Directors

Name: Shri B. C. Wari
Designation : Director
DIN: 07133942
Dahej SEZ Limited

C.E.O.
Dahej SEZ Limited
Place: Gandhinagar
Date : 07 OCT 2021



DAHEJ SEZ LIMITED
Audited Profit and Loss for the period ended 31 March, 2021 as per IND AS

"₹" in Millions

Particulars	Note No.	For year ended 31 March, 2021	For year ended 31 March, 2020
Income			
I Revenue from operations	17	623.78	649.96
II Other income	18	65.56	198.70
III Total Income (I + II)		689.34	848.66
IV Expenses			
Employee benefit expense	19	16.94	13.95
Financial costs	20	50.63	47.15
Depreciation and amortization expense	1	133.71	169.67
Other expenses	21	115.75	82.87
Total expenses (IV)		317.04	313.64
V Profit before tax (III-IV)		372.30	535.02
VIII Extraordinary Items			
V Profit before tax for continuing operations (III-IV)		372.30	535.02
VI Tax expense:			
(1) Previous Tax		(0.22)	-
(2) Current Tax		-	-
MAT Liability		65.15	115.65
Less: MAT credit entitlement		46.97	49.99
Net Current tax		18.18	65.66
(3) Deferred tax		9.47	5.37
(4) Tax on Dividend Distribution		-	-
VII Profit After Tax (V-VI)		344.88	464.00
VIII Other Comprehensive Income		-	-
IX Total Comprehensive Income for the Year (VII-VIII)		344.88	464.00
X Earnings per equity share: (nominal value of share ₹ 10/-)			
(1) Basic		7.49	10.08
(2) Diluted		7.49	10.08

The accompanying notes form an integral part of the standalone financial statements

As per our report of even date

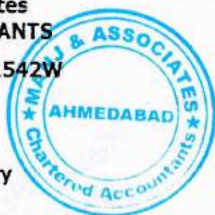
For, **M A N J & Associates**
CHARTERED ACCOUNTANTS
ICAI Firm Reg. No. 131542W

CA. Manoj R. Chaudhary
Partner

Membership No. 132182

Place : Ahmedabad

Date : 08-10-2021



C.S.
Dahej SEZ Ltd.

For and on behalf of the
Board of Directors

Name: Shri A.K. Verma
Designation : Director
DIN: 06990114
Dahej SEZ Limited

C.F.O.
Dahej SEZ Limited
Place: Gandhinagar
Date :

For and on behalf of the
Board of Directors

Name: Shri B.C. Waghri
Designation : Director
DIN: 07133942
Dahej SEZ Limited

C.E.O.
Dahej SEZ Limited
Place: Gandhinagar
Date :

07 OCT 2021

07 OCT 2021



DAHEJ SEZ LIMITED

Audited Cash Flow Statement for the Period ended 31st March, 2021 as per IND AS

Particulars	For the year ended on 31 March, 2021		For the year ended on 31 March, 2020	
Cash Flow from Operating Activities				
Net Profit before Tax and Extra Ordinary Items	372.30		535.02	
Adjustment for:				
Depreciation and amortisation	133.71		169.67	
Profit from sale of Assets			(0.02)	
Actual Proceeds from Sale of Assets			0.02	
Prior Period Income/Expense Adjustment	(27.92)		1.29	
Interest Income	(133.88)		(197.18)	
Cash flow before change in Working Capital	344.21		508.81	
Adjustment for:				
Current Assets				
Trade Receivables	0.26		246.91	
Other non current assets	(17.50)		(97.96)	
Other current assets	1,649.81		(357.05)	
Current Liabilities				
Trade Payables	18.09		(16.87)	
Other Long term liabilities	(2.42)		(293.47)	
Other current liabilities	(55.12)		34.03	
Provisions	15.20		0.02	
Cash flow from operating activities	1,952.52		24.42	
Direct Taxes paid (net of refund)	27.42			
Net Cash Flow from operating activities		1,925.10		24.42
Cash flow from Investing Activities				
Purchase of Fixed assets	(10.03)		(8.68)	
Advance Given to GIDC for Land for New SEZ	(4,500.00)		(500.00)	
Interest Expenses capitalised	(117.28)			
Interest (Net)	133.88	(4,493.43)	197.18	(311.50)
Cash flow from Financing Activities				
Loan from GSFS	2,500.00		-	
Payment of Dividend Distribution Tax		2,500.00	-	
Net increase / (Decrease) in cash and cash Equivalents		(68.33)		(287.08)
Opening cash and cash equivalents	70.20		357.28	
Closing cash and cash equivalents				
(i) Cash on Hand	-		0.03	
(ii) Bank Balance				
- In current Accounts	1.87		23.27	
-In deposits with original maturity of less than 3 months	-		46.90	
(iii) Others			-	
Closing cash and cash equivalents at the end of the period		1.87		70.20

i) Cash flow from investing activities includes interest expenditure capitalised on term loan taken for establishing new SEZ.

In terms of our report attached

For, **M A N J & Associates,**
CHARTERED ACCOUNTANTS
 ICAI Firm Reg. No.131542W

CA. Manoj R. Chaudhary
 Partner
 Membership No.132182
 Place : Ahmedabad
 Date : 08-10-2021



[Signature]
 C.S.
 Dahej SEZ Ltd.

For and on behalf of the
 Board of Directors

[Signature]
 Name : Shri A.K. Verma
 Designation : Director
 DIN: 06990114
 Dahej SEZ Limited

C.F.O.
 Dahej SEZ Limited
 Place: Gandhinagar
 Date :

For and on behalf of the
 Board of Directors

[Signature]
 Name: Shri P.C. Wadhwa
 Designation : Director
 DIN: 07133942
 Dahej SEZ Limited

C.E.O.
 Dahej SEZ Limited
 Place: Gandhinagar
 Date :

07 OCT 2021

07 OCT 2021



STANDALONE STATEMENT OF CHANGES IN EQUITY (SOCIE)

FOR THE PERIOD ENDED ON 31-03-2021

A. Equity Share Capital :

(Rs. In Millions)

Particulars	Number of Shares	Amount (Rs.)
ISSUED, SUBSCRIBED AND PAID UP CAPITAL Equity Shares of Rs. 10 Each Fully Paid Up.		
As at 31-03-2019	46,050,000	460.50
Increase / (Decrease) during the Year	-	-
As at 31-03-2020	46,050,000	460.50
Increase / (Decrease) during the Year	-	-
As at 31-03-2021	46,050,000	460.50

B. Other Equity :

(Rs. In Millions)

Particulars	Reserves & Surplus		Total
	Capital Reserves	Retained Earnings	
Balance as at 31/03/2019	6.99	952.69	959.68
Total Comprehensive Income for the Year	-	464.00	464.00
Prior Period Errors	-	(18.51)	(18.51)
Government of Gujarat Grant shown separately as Other Long Term Liabilities	(6.99)	-	(6.99)
Balance as at 31/03/2020	-	1,398.17	1,398.17
Total Comprehensive Income for the Year	-	344.88	344.88
Prior Period Income	-	4.30	4.30
Prior period Expense	-	(32.23)	(32.23)
Balance as at 31/03/2021	-	1715.13	1715.13

As per our report of even date attached.

For, M A N J & Associates
CHARTERED ACCOUNTANTS

ICAI Firm Reg. No.131542W

CA. Manoj R. Chaudhary
Partner

Membership No.132182

Place : Ahmedabad

Date : 08-10-2021

C.S.

Dahej SEZ Limited

For and on behalf of the

Board of Directors

Shri A.K. Verma
DIN: 06990114

Director

Dahej SEZ Limited

C.F.O.

Dahej SEZ Limited

Shri B.C. Warli
DIN: 07133942

Director

Dahej SEZ Limited

C.E.O.

Dahej SEZ Limited

Place: Gandhinagar

Date : 07 OCT 2021 07 OCT 2021



Note 1
Fixed Assets

Gross Block				Accumulated Depreciation				Net Block	
	Life of Asset (Yr.)	Balance as at April 1, 2020	Additions/ (Disposals)	Adjustment During the Year	Balance as at April 1, 2020	Adjustment During the Year	Depreciation charge for the period 1.4.20 to 31.03.2021	Balance as at March 31, 2021	Balance as at March 31, 2020
A Property, Plant & Equipments :									
1.1 Land under lease	99	-	-	-	-	-	-	-	-
1.2 Right of Use Asset (Refer Note No.28)	-	5,418.63	-	-	5,418.63	733	55	4,630.48	4,685
Total		5,418.63			5,418.63	733	55	4,630.48	4,685
2 Infrastructure :-									
2.1 Chainlink Fencing & Compound Wall	5	-	-	-	-	-	-	-	-
2.2 Basic Infra Facility i.e. Drainage, water supply network, road & foot path, street light, SWD	10	-	-	-	-	-	-	-	-
2.2.a Road with foot path and SWD	10	1,668.64	-	-	1,668.64	-	-	-	-
2.2.b Water Supply Work	15	147.03	-	-	147.03	-	-	-	-
2.2.c Drainage Net work	15	211.14	-	-	211.14	-	-	-	-
2.2.d Street Light	10	50.29	-	-	50.29	-	-	-	-
2.2.e Others	10	65.17	-	-	65.17	-	-	-	-
Total of 2.2 (2.2.a to 2.2.e)		2,142.28			2,142.28				
2.3 Water Supply i.e., Pump house and Drainage pumping station	60	-	-	-	-	-	-	-	-
2.3.a Building (other than factory building) - RCC frame structure	5	140.19	-	-	140.19	-	-	-	-
2.3.b Carpeted Road - other than RCC	10	9.17	-	-	9.17	-	-	-	-
2.3.c Electrical Installation & Equipments	10	28.44	-	-	28.44	-	-	-	-
2.3.d Pipeline and sluices	15	31.23	-	-	31.23	-	-	-	-
Total of 2.3 (2.3.a to 2.3.d)		209.03			209.03				
Other Works									
2.4 RCC frame Structure (other than factory buildings)	60	-	-	-	-	-	-	-	-
2.4.a Buildings (other than temporary structure, etc.)	3	4.24	-	-	4.24	-	-	-	-
2.4.b Carpeted Roads - other than RCC	5	5.33	-	-	5.33	-	-	-	-
2.4.c Electrical Installation & Equipments & Carpeted Roads - RCC	10	0.95	-	-	0.95	-	-	-	-
2.4.d Hydraulic works, pipelines and sluices	15	2.91	-	-	2.91	-	-	-	-
Total of 2.4 (2.4.a to 2.4.d)		16.44			16.44				
2.5 Agency Charges	60	-	-	-	-	-	-	-	-
2.5.a Agency Charges	15	10.83	-	-	10.83	-	-	-	-
2.5.b Agency Charges	15	25.49	-	-	25.49	-	-	-	-
2.5.c Agency Charges	10	116.54	-	-	116.54	-	-	-	-
2.5.d Agency Charges	5	3.01	-	-	3.01	-	-	-	-
2.5.e Agency Charges	5	7.27	-	-	7.27	-	-	-	-
2.5.f Agency Charges	3	0.40	-	-	0.40	-	-	-	-
Total of 2.5 (2.5.a to 2.5.f)		163.54			163.54				
Total		163.54			163.54				



2.6	C.I.P. work of Infrastructure (Govt Grant)	60	30.06	-	-	30.06	28.46	-	-	-	0	28.56	1.50	-
2.7	Sewage Treatment Plant	15	1.35	-	-	1.35	0.98	-	-	-	0	1.05	0.30	1.60
2.8	Other Works (01.5 year)	5	4.09	-	-	4.09	3.88	-	-	-	0	3.88	0.20	0.37
2.9	Misc. Exps. (01.5 year)	5	15.86	-	-	15.86	14.97	-	-	-	0	15.06	0.81	0.89
2.10	Misc. Exps. (A) 3 year	3	28.76	0.01	-	28.77	27.22	-	-	-	0	27.33	1.45	1.54
2.11	Prefabricated Shops	3	1.96	-	-	1.96	1.84	-	-	-	0	1.86	0.10	0.12
2.12	Street Light	10	7.36	-	-	7.36	5.49	-	-	-	0	5.99	1.37	1.87
2.13	Electric fittings	10	1.15	1.88	-	3.03	0.90	-	-	-	3	1.30	1.73	0.25
2.14	Carpeted Road - RCC	10	21.51	-	-	21.51	11.81	-	-	-	12	14.32	7.18	9.69
2.15	Approach road to port Area	5	63.84	-	-	63.84	36.70	-	-	-	5	48.93	14.91	27.14
2.16	Construction & Road widening Road no.5,9,10,11	5	26.57	-	-	26.57	6.91	-	-	-	5	12.00	14.57	19.66
2.17	Carpeted Road - other than RCC	5	-	29.44	-	29.44	-	-	-	-	2	26.61	2.82	-
	Total of (2.1 to 2.17)		2,766.33	-	-	3,000.16	2,445.55	-	-	-	71.99	2,680.99	319.17	320.78
3	Office Building (Gandhinagar)	60	8.05	-	-	8.05	3.23	-	-	-	0.23	3.46	4.59	4.83
4	Green Building Dahel Part-1	60	50.16	-	-	50.16	14.82	-	-	-	1.72	16.54	33.62	35.34
5	Green Building Dahel Part-2	60	25.53	-	-	25.53	7.55	-	-	-	0.88	8.43	17.10	17.98
6	Fire Station Building Part-1	10	8.34	-	-	8.34	2.47	-	-	-	0.29	2.75	5.58	5.87
7	Furniture and Fixtures	5	8.77	-	-	8.77	5.84	-	-	-	0.74	6.58	2.19	2.93
8	Office Equipments	5	5.66	0.23	-	5.89	5.09	-	-	-	0.21	5.30	0.60	0.58
9	Vehicles	8	10.79	-	-	10.79	5.18	-	-	-	1.76	6.94	3.85	5.61
10	Electric fittings (Gandhinagar & DC office A'bad)	10	1.24	-	-	1.24	0.71	-	-	-	0.13	0.84	0.40	0.53
11	CCTV Cameras	5	1.03	-	-	1.03	0.97	-	-	-	0.01	0.98	0.05	0.06
12	Computer	3	3.83	-	-	3.83	2.32	-	-	-	0.89	3.21	0.62	1.51
	Total A (1 to 12)		8,510.85	-	-	8,542.42	3,366.17	-	-	-	133.70	3,524.17	5,018.25	5,144.69
B	Capital Work In Progress		1.88	4.62	(1.88)	4.62	-	-	-	-	-	-	4.62	1.08
	Total B		1.88	4.62	(1.88)	4.62	-	-	-	-	-	-	4.62	1.88
C	Intangible Assets													
	Software		0.65	0.02	-	0.67	0.62	-	-	-	0.01	0.63	0.04	0.03
	Total C		0.65	0.02	-	0.67	0.62	-	-	-	0.01	0.63	0.04	0.03
	Total (A + B + C)		8,513	4.64	(1.88)	8,548	3,366.79	-	-	-	133.71	3,524.80	5,022.91	5,146.60
	Net Depreciation Transferred to Profit & Loss A/c													
	Previous Year Total		8,507	9	(3)	8,513	3,179	18	170	3,367	5,147	5,328		

Note:

1. GDCL has allotted 1710 hectares area of land on lease of 99 years to Dahel SEZ Ltd for development of M.P.V. SEZ at Dahel, Dist Bharuch. DSL has allotted allocable 1175.24 hectares area of land on lease for 30 years to different allottees upto 31.3.2021. On the year 2007-08=104.30 hectares land, 2008-09=110.55 hectares land, 2009-10=674.10 hectares land, 2010-11=60.27 hectares land, 2011-12= 14.39 hectares land, 2012-13= 35.66 hectares land, 2013-14= 27.11 hectares land, 2014-15= 47.93 hectares land, 2015-16= 15.33 hectares land, 2016-17= 19.18 hectares land, in 2017-18=32.88 hectares land in 2018-19=9.80 hectares land, in 2019-20=1.63 hectares land and in 2020-21=22.08 hectares land)
2. There has not been any impairment / revaluation in last five years in any class of assets.



DAHEJ SEZ LIMITED		
Note 2		
Investments		
	"₹" in Millions	
Particulars	As at March 31, 2021	As at March 31, 2020
Non-Trade Investments (Valued at cost)		
Investment in equity instruments (Unquoted)		
1,00,00,000 Equity shares of Rs. 10/- fully paid up in Bharuch Dahej Railway Corporation Limited.	100.00	100.00
Total	100.00	100.00
Note 3		
Other Non-current Assets		
	"₹" in Millions	
Particulars	As at March 31, 2021	As at March 31, 2020
Capital Advances		
GIDC Land A/c (New SEZ)	5,000.00	500.00
Interest Payable on Loan (GSFS)	135.47	-
Advances other than capital Advances		
Security Deposits	2.00	1.80
Others		
GIDC Water Charges	-	2.41
Income Tax (Net)	65.92	71.75
MAT Credit Entitlement (FY 2014-15 to FY 2017-18)	80.78	80.78
MAT Credit Entitlement (FY 2018-19)	34.68	34.68
MAT Credit Entitlement (FY 2019-20)	49.99	49.99
MAT Credit Entitlement (FY 2020-21)	46.97	-
Total	5,415.80	741.41
Note 4		
Trade Receivables		
	"₹" in Millions	
Particulars	As at March 31, 2021	As at March 31, 2020
(i) Considered Good		
(a) Non Current		
Unsecured, considered Good unless stated otherwise		
Trade Receivables from Others	25.57	6.73
Receivables from Related Parties	-	1.64
Trade Receivables which have significant increase in credit risk	-	19.20
Trade Receivables - Credit Impaired	-	-
Less: Allowance for doubtful trade receivables	-	-
Total	25.57	27.58
(b) Current		
Unsecured, considered good unless stated otherwise		
Trade Receivables from Others	8.50	7.04
Receivables from Related Parties	13.22	12.92
Trade Receivables which have significant increase in credit risk	-	-
Trade Receivables - Credit Impaired	-	-
Less: Allowance for doubtful trade receivables	-	-
Total	21.72	19.97
(ii) Considered Doubtful		
Unsecured, considered doubtful unless stated otherwise		
Trade Receivables from Others	-	-
Receivables from Related Parties	-	-
Trade Receivables which have significant increase in credit risk	-	-
Trade Receivables - Credit Impaired	-	-
Less: Allowance for doubtful trade receivables	-	-
Total	-	-
Break Up of Security Details		
Secured, considered good	-	-
Unsecured, considered good	47.29	47.54
Doubtful	-	-
Total	47.29	47.54
Allowance for Doubtful Trade Receivables	-	-
Total Trade Receivables	47.29	47.54

DAHEJ SEZ LIMITED

Note 5

Cash and cash equivalents

"₹" in Millions

Particulars	As at March 31, 2021	As at March 31, 2020
Balance with banks:		
On current accounts	1.87	23.27
Cash on hand	-	0.03
Total	1.87	23.30
Other bank balances		
Deposits with original maturity for Less than 3 Months	-	46.90
Total	-	46.90
Amount disclosed under non-current assets	-	-
Total	1.87	70.20

* The details of balances as on Balance Sheet date with banks are as follows.

Particulars	As at March 31, 2021	As at March 31, 2020
In Current Accounts		
HDFC Bank Ltd. - 2875	0.57	1.68
ICICI Bank Ltd. A/c. (For Demat)	0.00	0.00
State Bank of India - 8458	-	15.87
State Bank of India - 37231 E-Tax A/c	0.00	3.44
BOB Current A/c No56060200000049	1.30	2.28
Total	1.87	23.27

Note 6

Bank balance other than cash and cash equivalent

"₹" in Millions

Particulars	As at March 31, 2021	As at March 31, 2020
Deposit with Banks with Original maturity for more than 3 months but less than or equal to 12 months		
State Bank of India	44.49	10.38
Deposit with Financial Institutions with Original maturity for more than 3 months but less than or equal to 12 months		
GSFS	964.58	2,511.83
Total	1,009.08	2,522.21



DAHEJ SEZ LIMITED

Note 7

Other Financial Assets

"₹" in Millions

Particulars	As at March 31, 2021	As at March 31, 2020
(a) Non Current		
Dues Receivable (From Allottee) A/c	203.21	215.17
Duty Draw Back Receivable	0.52	0.52
Service Tax Receivable	0.01	-
IGST Receivable	0.01	0.01
Total	203.74	215.70
(b) Current		
Duties & taxes Receivable	-	2.07
Interest receivable on FDR	22.72	91.26
Dues Receivable (From Allottee) A/c	21.26	30.56
Claim of Flood Receivable	-	0.89
Others	0.08	-
Total	44.06	124.77

Note 8

Current Assets

"₹" in Millions

Particulars	As at March 31, 2021	As at March 31, 2020
(a) Other Current Assets		
Advacnes other than capital Advances		
Others	0.20	0.50
Prepaid Expenses	0.68	0.71
Advance to Sundry Creditors	1.45	0.24
Total	2.34	1.45
(b) Current Tax Assets		
MAT Receivable (Advance Tax) for FY 2019-20	-	71.45
MAT Receivable (Advance Tax) for FY 2020-21	36.85	-
TDS Receivable for FY 2019-20	-	47.65
TDS Receivable for FY 2020-21	25.41	-
Total	62.26	119.10



DAHEJ SEZ LIMITED

Note 9

Share Capital

Authorised, Issued, Subscribed and Fully paid up shares

"₹" in Millions

Share Capital	As at March 31, 2021		As at March 31, 2020	
	Number	"₹"	Number	"₹"
Authorised shares				
Equity Shares of ₹ 10 each	10,00,00,000	1,000.0000	10,00,00,000	1,000.0000
Issued, subscribed and fully paid up shares				
Equity Shares of ₹ 10 each	4,60,50,000	460.50	4,60,50,000	460.50
Total issued, subscribed and fully paid-up share capital	4,60,50,000	460.50	4,60,50,000	460.50

Disclosure pursuant to part 1 of Division II to Schedule III of Companies Act, 2013 as notified vide Notification No. G.S.R. 404 (E) dated 6th April, 2016

A. Statement of changes in equity

Particulars	As at March 31, 2021		As at March 31, 2020	
	Number	"₹"	Number	"₹"
Balance at the beginning of the year	4,60,50,000	460.50	4,60,50,000	460.50
Changes in the equity share capital during the year:				
1) Shares Issued during the year	-	-	-	-
2) Shares bought back during the year	-	-	-	-
Balance at the end of the year	4,60,50,000	460.50	4,60,50,000	460.50

b. Terms/rights attached to equity shares

The company has only one class of equity shares having a par value of Rs. 10 per share. Each holder of equity shares is entitled to one vote per share. In the event of liquidation, the liquidator may divide amongst the members, in specie or kind, the whole or any part of the assets of the company. The distribution will be in proportion to the number of the equity shares held by share holders. In 20th Board Meeting held on 7th January, 2012, Director – ONGC informed that Shareholders' Agreement needs to be executed among the promoters of the company and accordingly Draft Agreement has been submitted to GIDC and ONGC for discussion and finalization.

Name of Shareholder	As at March 31, 2021		As at March 31, 2020	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
GIDC	2,30,24,700	50%	2,30,24,700	50%
ONGC	2,30,24,800	50%	2,30,24,800	50%



DAHEJ SEZ LIMITED

Note 10
Other Equity

"₹" in Millions

Particulars	Reserves & Surplus		Total
	Capital Reserves	Retained Earnings	
Balance as at 31/03/2017	31.39	1,427.49	1,458.88
Total Comprehensive Income for the Year	-	348.71	348.71
Prior Period Errors	-	(76.54)	(76.54)
Depreciation on CIP work done from Government of Gujarat Grant	1.33	-	1.33
Balance as at 31/03/2018	30.06	1,699.66	1,729.72
Total Comprehensive Income for the Year	-	746.56	746.56
Prior Period Errors	-	(3.53)	(3.53)
Effect of Depreciation due to change in the life of the Fixed Assets	(20.68)	(1,295.70)	(1,316.38)
Depreciation on CIP work done from Government of Gujarat Grant	(2.39)	-	(2.39)
Payment of Dividend Distribution Tax	-	(33.13)	(33.13)
Payment of Interim Dividend	-	(161.18)	(161.18)
Balance as at 31/03/2019	6.99	952.69	959.68
Total Comprehensive Income for the Year	-	464.00	464.00
Prior Period Errors	-	(18.51)	(18.51)
Government of Gujarat Grant shown separately as Other Long Term Liability	(6.99)	-	(6.99)
Balance as at 31/03/2020	-	1,398.17	1,398.17
Adjustment in Opening Balance Post Consolidation for the year ended on 31-03-2020	-	-	-
Total Comprehensive Income for the Year	-	344.88	344.88
Prior Period Income	-	4.30	4.30
Prior period Expense	-	32.23	32.23
Balance as at 31/03/2021	(0.00)	1,715.13	1,715.13



DAHEJ SEZ LIMITED		
Note 11		
Other long-term liabilities		
	"₹" in Millions	
Particulars	As at March 31, 2021	As at March 31, 2020
GSFS LongTerm Loan A/c.	2,500.00	-
Upfront Lease Income (received in advance)	6,172.20	6,228.63
Deferred Government of Gujarat Grant for Capital Asset	5.58	5.68
Lease Liability as per IND AS 116	0.25	0.25
Deposits		
Deposit - allotment	21.52	14.75
Deposit - Others	14.69	17.40
Total	8,714.24	6,266.71
Note 12		
Trade Payable		
	"₹" in Millions	
Particulars	As at March 31, 2021	As at March 31, 2020
Non-Current:		
Total outstanding dues of micro enterprise and small enterprises	-	-
Total outstanding dues of creditors other than micro enterprises and small enterprises	-	-
Creditors for Capital Expenditure	214.12	214.15
Others (Retention Money)	0.04	0.04
Other Creditors	-	-
Total	214.16	214.18
Current:		
Total Outstanding dues of Micro Enterprises and Small Enterprises	1.60	2.79
Others	18.60	15.08
Other Trade Payables in respect of Capital Expenses	31.22	15.43
Total	51.42	33.31
Note 13		
Other Financial Liabilities		
	"₹" in Millions	
Particulars	As at March 31, 2021	As at March 31, 2020
Non-Current:		
Interest payable to GIDC	532.11	482.07
Total	532.11	482.07
Current:		
Gujarat PCPIR Welfare Society	3.31	0.25
Statutory Liabilities / Duties & Taxes	0.84	1.96
GSFS's Interest Payable	18.18	-
State Bank of India - 8458	3.23	-
Total	25.57	2.21
Note 14		
Other Current Liabilities		
	"₹" in Millions	
Particulars	As at March 31, 2021	As at March 31, 2020
Other Liabilities		
Deposits - allotment	0.29	4.92
Deposit - Others	2.76	3.16
Upfront Lease Income (received in advance)	322.58	310.55
Advances from Allottees for Land and ROU	0.77	15.20
Advance from Sundry Debtors	3.64	6.01
Total	330.04	339.84
Note 15		
Provisions		
	"₹" in Millions	
Particulars	As at March 31, 2021	As at March 31, 2020
Provisions for Expenses	20.39	5.18
Total	20.39	5.18
Note 16		
Tax Liabilities		
	"₹" in Millions	
Particulars	As at March 31, 2021	As at March 31, 2020
Non Current:		
Deferred Tax Liability	-	-
Current:		
MAT Payable (FY 2019-20)	-	115.65
MAT Payable (FY 2020-21)	65.15	-
Total	65.15	115.65



DAHEJ SEZ LIMITED

Note 17

Revenue From Operations

"₹" in Millions

Particulars	For the year ending 31 March, 2021	For the year ending 31 March, 2020
Operating revenues		
Lease Rent on Sub Lease & service charges	273.90	244.06
ROU and Road Crossing Charges	18.79	20.50
Apportioned Lease	312.02	307.76
	604.71	572.32
Other Operating revenues		
Compound Wall Income	3.59	-
License Fees	2.00	2.00
EMD / Deposit Forfeiture	3.08	7.04
Application Fees	0.20	0.66
Transfer Fee Income	-	51.07
Scrutiny Fees for Approval of Plan	0.66	0.82
Penalty Fees /Charges	2.21	7.66
Tender Fee Income	0.05	0.10
Late Payment Charges on Service Charge	1.45	1.52
Interest on Late Payment	1.56	2.16
Rent & Royalty Income (F/C)	4.22	4.52
Misc. income / Recoveries	0.05	0.12
	19.07	77.65
Total	623.78	649.96

Note 18

Other Income

"₹" in Millions

Particulars	For the year ending 31 March, 2021	For the year ending 31 March, 2020
Interest Income		
Interest on Fixed Deposit	65.34	197.18
Interest on Security Deposit	0.12	0.17
Interest on N. S. C.	-	0.01
Profit on Sale of Asset	-	0.02
Discount earned	0.00	
Deferred Income on Amortization of the Government Grant	0.10	1.31
Total	65.56	198.70

Note 19

Employee Benefit Expense

"₹" in Millions

Particulars	For the year ending 31 March, 2021	For the year ending 31 March, 2020
Salaries, wages, bonus and other allowances	14.91	12.45
Contract Payment and other allowances	0.83	0.68
Contribution to Provident Fund	0.59	0.56
Group Gratuity cum Life Insurance Scheme	0.61	0.25
Total	16.94	13.95



DAHEJ SEZ LIMITED

Note 20

Financial costs

"₹" in Millions

Particulars	For the year ending 31 March, 2021	For the year ending 31 March, 2020
Interest on Unpaid lease amortised	50.04	45.48
Interest on late payment of TDS	0.01	0.00
Interest on GST	0.00	0.01
Interest on Service Tax	-	1.62
Late Payment Interest on Gst	0.01	-
Interest on MAT Tax	0.55	0.02
Finance Cost on Lease Liability	0.02	0.02
Total	50.63	47.15

Note 21

Other Expenses

"₹" in Millions

Particulars	For the year ending 31 March, 2021	For the year ending 31 March, 2020
Bank Charges	0.00	0.01
Communication	0.35	0.43
Repairs and Maintenance	1.76	1.28
Power and Fuel	1.50	2.13
Stationery and Printing	0.42	0.47
Security	18.57	16.63
Lease Line	0.66	0.58
Office Expenses	1.09	0.88
Other Expenses	0.23	0.55
Development Commissioner Expenses	20.62	14.82
Legal and Professional Exp	0.50	5.09
Payment to Auditors	-	-
- Audit Fees	0.15	0.12
- Tax Audit Fees	0.02	0.04
Consultancy Expenses	1.08	1.08
Other Infrastructure Exp.	40.05	12.16
Travelling	5.42	4.45
Advertising, Publicity and Business promotion Exp.	0.35	0.57
Entertainment	0.20	0.40
NAA, lease rent & other	12.83	12.83
Insurance of Property/ Fixed Assets	0.45	0.71
Corporate Social Responsibility Expenditure	9.50	7.53
Penalty Charges	-	0.10
Total	115.75	82.87



22. Corporate Information

Dahej SEZ Limited ("the Company") was incorporated on September 21, 2004 as a Company with the objective of developing Special Economic Zone (SEZ).

Consequent to the introduction of Special Economic Zone Act, 2005, the Company has received the approval of Government of India as a developer of Multi Product Special Economic Zone at Dahej. The company is developing infrastructure for Multi Product Special Economic Zone in the Dahej Region.

23. General Information

The company has prepared financial statements in accordance with Indian Accounting Standards (Ind AS) as adopted by India. Ind ASs as adopted by India differ in certain respects from IFRSs as issued by the International Accounting Standards Board ('IASB'). The significant accounting policies adopted by the Company are set out in note 23.

24. Statement of Significant Accounting Policies

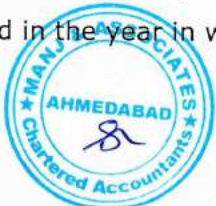
a. Basis for Preparation

These financial statements have been prepared in accordance with the Indian Accounting Standards (Ind AS), as prescribed by the Companies (Indian Accounting Standards) Rules, 2015 and the provisions of Companies Act, 2013.

These financial statements have been prepared on historical cost convention basis following accrual system of accounting.

b. Use of Estimates

The preparation of financial statements in conformity with Indian Accounting Standards requires management to make estimates and assumptions that affect the reported balances of assets and liabilities and disclosures of contingent liabilities as on date of financial statements and reported amounts of revenue and expenditure for the reporting period. Any revision to accounting estimates is recognized prospectively in current and future periods. Actual results could differ from these estimates. Differences, if any, between the actual results and estimates is recognized in the year in which the results are known/materialises.



c. Property, Plant and Equipments

Property, plant and equipments are stated at cost of acquisition less accumulated depreciation. The Company capitalizes all costs relating to the acquisition, installation and construction of Property, plant and equipments, up to the date when the assets are ready for commercial use and as per the certificate provided by the GIDC for completion of infrastructure.

The residual value and the useful life of an asset shall be reviewed at least at each financial year-end and, if expectations differ from previous estimates, the change(s) shall be accounted for as a change in an accounting estimate in accordance with Ind AS 8, Accounting Policies, Changes in Accounting Estimates and Errors.

d. Impairment of Assets

The carrying amounts of assets are reviewed at each balance sheet date, if there is any indication of impairment based on internal/external factors. An impairment loss will be recognized wherever the carrying amount of an asset exceeds its estimated recoverable amount. The recoverable amount is greater of the assets net selling price and value in use. In assessing the value in use the estimated future cash flows are discounted to the present value at the weighted average cost of capital.

e. Work in Progress towards Infrastructure at Dahej SEZ

The valuation of "Work in Progress" has been taken as per the statements and running bill for Infrastructure Development of SEZ provided by the GIDC with supporting documents. The completed Infrastructure Work which are not certified and handed over are treated as Work in Progress till the certification provided by the GIDC.

f. Expenditure on New Projects and Substantial Expansion

Expenditure directly relating to construction activity is capitalized. Indirect expenditure incurred during construction period is capitalized as part of the indirect construction cost to the extent to which the expenditure is indirectly related to construction or is incidental thereto. All direct capital expenditure incurred on expansion is capitalized.

g. Depreciation on Property, Plant and Equipments

- i) Depreciation on Fixed Assets is calculated following the Written Down Value method and in the manner prescribed under Part "C" of Schedule II of the Companies Act, 2013.



DAHEJ SEZ LIMITED

Notes to financial statements for the period ended 31-March-2021

ii) Cost of Leasehold Land includes interest payable to GIDC up to March-2008 [admeasuring to 1710 hectares for total lease cost "₹" 470.3040 Millions and interest payable to GIDC for "₹" 270.1474 Millions] is amortized [Amortization amount for the period 01/04/2020 to 31/03/2021 is "₹" 54.85 Millions (PY "₹" 54.85 Millions for Full Year] over the period of the Agreement of 99 years effective from 1st September 2006, with Gujarat Industrial Development Corporation Limited

iii) As per the Consistent practice followed by the company, the depreciation on Electric fittings attached to the Infrastructure has been provided at useful life applicable to electric fittings.

h. Investments

Investments for long term period are classified as long – term investments. Long-term investments are carried at cost. However, no provision has been done for the permanent decline as management does not expect any decline in the near future.

i. Debtors

Debtors are stated at the book value after making provisions, if any, for the doubtful debts. Debtors having credit balance have been shown on Liability side of Balance Sheet under the head 'Other Current Liabilities'.

j. Creditors

Creditors having debit balance have been shown on Asset side of Balance Sheet under the head 'Other Current Assets'.

k. Revenue Recognition

Revenue is recognized to the extent that it is possible that the economic benefits will flow to the Company and the revenue can be reliably measured.

a. Interest

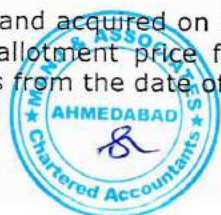
i) Interest on Fixed Deposits:

Interest Income is recognized on a time proportion basis taking into account the amount outstanding and the applicable interest rates. Interest Income is included under the head "Other Income" in the statement of profit and loss.

ii) Interest on Late Payment of Installments:

Allottees are charged interest on account of late payment of due installments. The same is recorded in line with the prudent accounting policies.

b. The land acquired on Lease from GIDC is sub-leased for a period of 30 years. The allotment price for the allotted land is amortized over a period of 30 years from the date of agreement or possession whichever is earlier.



DAHEJ SEZ LIMITED

Notes to financial statements for the period ended 31-March-2021

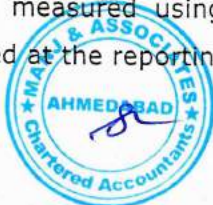
- c. Application money received on account of land allotment is non refundable in nature and at the time of application EMD paid by allottees is treated as Deposits against the land allotment. In case if the applicant fails to produce LOA from the Development Commissioner or fails to make the payment on allotment, then EMD shall be refunded as per surrender policy of DSL, as decided in the 11th Board Meeting of DSL held on 6.10.2009.
- d. Service charges and Lease Rent are annual charges and are charged to allottees on the basis of land allotted within SEZ, Dahej. Service Charges are charged to the allottees as per the rates approved by the Development Committee every year.
- e. Right of Use (ROU) Charges are annual charges and are charged to allottees on the basis of land permitted to be used by Dahej SEZ Limited for the period mentioned in the Permission letter.
- f. Incomes from Rent and Royalty are charged every year to allottees on the basis of the units/area allotted.
- g. Income from Other Miscellaneous Recoveries is accounted by the company as and when received and also as and when the Receipt of the same is confirmed.
- h. During the year 2017-2018, the company had made the payment to GIDC of Rs. 31,88,35,257 towards N.A.A. Charges, Lease Rent Infrastructure Fund and Interest Charges as per the decision taken by the competent authority. As per the Board Decision taken in the 43rd Board Meeting held on 27/03/2018 it has been concluded that the above referred amount paid is to be recovered from Units / Allottees of Dahej SEZ in the tenure of 15 Years. Accordingly, the said amount is collected from the Units / Allottees as Service Charge Income. After raising the bill on the units / allottees for the same, it is adjusted against the Dues Receivable from Allottees Account.

I. Income Taxes.

Tax expense comprises current and deferred tax. Current income – tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income Tax Act, 1961 enacted in India. Company enjoys tax holiday U/s 80 IAB of Income Tax Act, 1961 for the period of ten years effective from financial year 2012-13. Provision of income tax represents amount payable under Minimum Alternate Tax (MAT) provisions of Income Tax Act, 1961.

Deferred Tax:

Deferred tax expense or benefit is recognized on timing differences being the difference between taxable incomes and accounting income that originate in one period and are capable of reversal in one or more post tax holiday periods. Deferred tax is measured using the tax rates and the tax laws enacted or substantively enacted at the reporting date.



MAT Credit Entitlement:

MAT credit is recognized as an asset only when and to the extent there is convincing evidence that the Company will pay normal income tax during the specified period. In the year in which the Minimum Alternative Tax (MAT) credit becomes eligible to be recognized as an asset in accordance with the recommendations contained in Guidance Note issued by the Institute of Chartered Accountants of India, the said asset is created by way of a credit to the profit and loss account and shown as MAT credit entitlement.

m. Contract Payment

It's an expense towards contractual work performed by the person appointed for execution of Administrative or Technical assignment.

n. Provisions, Contingent Liabilities and Contingent Assets

A provision is recognized when an enterprise has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to its present value and are determined based on best management estimate required to settle the obligation at the Balance Sheet date. These are reviewed at each Balance Sheet date and adjusted to reflect the current best management estimates. Contingent Liabilities are not recognized but are disclosed in the Notes. Contingent Assets are neither recognized nor disclosed in the financial statements.

o. Benefit of the Tax Exemption of Excise, Sales Tax, Service Tax, Goods and Service Tax and other local Tax for not levy on the revenue and materials supplied by the contractors of the SEZ and is adjusted at the time of final bill of GIDC.**p. Cash Flow Statement**

Cash Flows are reported using the Indirect Method whereby Profit before Extra Ordinary Items and Tax is adjusted for the Effects of the Transactions of Non-Cash Nature and any Deferral of Accruals of Past or Future Receipts and Payments. The Cash Flow from Operating, Investing and Financing Activities of the Company are Segregated based on available information.



q. Government Grants

Government grants are recognized where there is reasonable assurance that the grant will be received and all attached conditions will be complied with. When the grant relates to an asset, it is recognized either as an income in equal amounts over the expected useful life of the related asset or by deducting grant in arriving at the carrying amount of the assets. When the grant relates to an expense item, it is recognized as income on a systematic basis over the periods that the related costs, for which it is intended to compensate, are expensed.

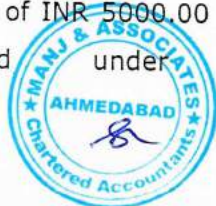
Change in Policy: Till 31st March, 2019, the Government Grant received by the company being a Capital Reserve was reported as part of the Other Equity. Further, the depreciation of the capital asset created out of the Govt Grant received was not routed through Profit and Loss Account and was directly deducted from the amount of the Government Grant. With effect from 01st April, 2019 based on the Letter from the Office of the Principal Accountant General (E&RSA), Gujarat No. ES-I/Hq II/A/cs/DSL/2018-19/Ow/672 dated 04th December, 2019, the depreciation of the capital asset created out of the Govt Grant received is routed through Profit and Loss Account, the amount equal to Depreciation on the capital asset created out of the Govt Grant is also shown as the Deferred Income on Amortization of the Government Grant. Similarly, with effect from 01st April, 2019, Government Grant is not shown as part of Other Equity and is shown separately as Deferred Government Grant for Capital Asset as part of Other Long Term Liabilities. Therefore, the previous year figures are not comparable to that extent.

25. Long Term Loan For New SEZ:

The company has acquired long term loan for establishment of new SEZ and same has been disclosed under Non Current Liabilities. Total amount of loan sanction INR 4000.00 Million from GSFS and INR 2500.00 Million has been disbursed during the year under audit.

26. Advance for New SEZ

The company is in advance stage of establishing new SEZ and for acquiring land amount of INR 5000.00 Million has been paid as advance to GIDC. Same has been disclosed under the head Other Non-Current Assets.



DAHEJ SEZ LIMITED
Notes to financial statements for the period ended 31-March-2021

27. Deferred Tax:

Deferred tax expense or benefit is recognized on timing differences being the difference between taxable incomes and accounting income that originate in one period and are capable of reversal in one or more post tax holiday periods. Deferred tax is measured using the tax rates and the tax laws enacted or substantively enacted at the reporting date.

The Deferred Tax Position of the Company as on 31-03-2021 is as follows:

(₹. in Millions)

PARTICULARS	2020-2021	2019-2020
Opening Balance of Deferred Tax Asset / (Liability)	228.83	234.19
Effect of the Cumulative Deferred Tax Liability upto 31-03-17	0.00	0.00
Effect of the Deferred Tax Liability of Financial Year 2019-20 and 2020-21	(9.47)	(5.37)
Closing Balance of Deferred Tax Asset / (Liability)	219.36	228.83

28. MAT Credit Entitlement:

MAT credit is recognized as an asset only when and to the extent there is convincing evidence that the Company will pay normal income tax during the specified period. In the year in which the Minimum Alternative Tax (MAT) credit becomes eligible to be recognized as an asset in accordance with the recommendations contained in Guidance Note issued by the Institute of Chartered Accountants of India, the said asset is created by way of a credit to the profit and loss account and shown as MAT credit entitlement.



DAHEJ SEZ LIMITED**Notes to financial statements for the period ended 31-March-2021**

The MAT Credit Entitlement Position of the Company as on 31-03-2021 is as follows:

(₹. in Millions)

PARTICLUARS	2020-2021	2019-2020
Opening Balance of MAT Credit Entitlement	165.45	115.46
Effect of the Cumulative MAT Credit Entitlement from Financial Year 2014-15 to 2016-17	0.00	0.00
Effect of the MAT Credit for the Financial Year 2018-19 and 2019-20	46.97	49.99
Closing Balance of MAT Credit Entitlement	212.42	165.45

29. Segment Information

The Company is primarily engaged in the business of developing, operating and maintaining the SEZ and SEZ based related infrastructure facilities including Multi Product Special Economic Zone at Dahej. The entire business has been considered as a single segment in terms of IND AS 108 on Operating Segments issued by the Institute of Chartered Accountants of India. There being no business outside India, the entire business has been considered as single geographic segment.

30. Provisions, Contingent Liabilities and Contingent Assets

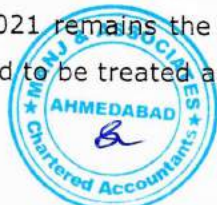
A provision is recognized when an enterprise has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to its present value and are determined based on best management estimate required to settle the obligation at the Balance Sheet date. These are reviewed at each Balance Sheet date and adjusted to reflect the current best management estimates. Contingent Liabilities are not recognized but are disclosed in the Notes. Contingent Assets are neither recognized nor disclosed in the financial statements.

- i) Deputy Commissioner of Income Tax had raised demands in Assessment Years 2013-2014, 2014-2015 and 2015-2016 against which appeals had been filed with Commissioner of Income Tax (Appeals), Gandhinagar. No provision had been made against this demand as CIT (A) has given decision in favour of Dahej SEZ Limited. The Income Tax Department has filed appeal with the Income Tax Appellate Tribunal against the Order of Commissioner of Income Tax (Appeals), Gandhinagar and the same are pending before ITAT.



DAHEJ SEZ LIMITED
Notes to financial statements for the period ended 31-March-2021

- ii) For the Assessment Years 2010-2011, 2011-2012 and 2012-2013, the Deputy Commissioner of Income Tax has filed Revision Application before the Income Tax Appellate Tribunal against the orders passed by Income Tax Appellate Tribunal.
- iii) For the Assessment Years 2010-2011, 2011-2012 and 2012-2013, Principal Commissioner of Income Tax, Gandhinagar has filed Tax Appeal before Honourable Gujarat High Court which is on Hearing Stage currently.
- iv) Deputy Commissioner of Income Tax had raised demands in Assessment Years 2017-2018 against which appeals has been filed with Commissioner of Income Tax (Appeals), Gandhinagar.
- v) For the Assessment Year 2018-2019, the proceedings of Assessment are going on with the Deputy Commissioner of Income Tax.
- vi) The Service Tax Department had issued notice to the company to pay Rs. 16,17,766/- towards the interest for the delayed payment of Service Tax for the period from 2013-2014 to 2015-2016 due to delay in issuance of the invoices for the period from 2013-2014 to 2015-2016. The company had preferred Appeal before the Commissioner (Appeals) Central Tax, which was rejected by the said authority vide its order dated 30-08-2019. The company has approached the Customs Excise and Service Tax Appellate Tribunal for the matter. The company has made the provision for the Liability.
- vii) Vide Agreement dated 26-11-2008, GIDC had allotted the work of Providing Infrastructure of Dahej SEZ (Package-1) to Atlanta Limited. The project cost was Rs. 1464.8066 Millions. The work was to be completed within 9 months from 26-11-2008 on 25-08-2009. There had been dispute between both the parties for the time taken in completion of the project and other matters like deductions made from the amounts of RA Bills, etc. The matter was referred to the Arbitrator who passed the award in favor of Atlanta Limited on 07-06-2019. The award amount was fixed at Rs. 817.32 Millions. In addition to that simple interest @ 9% p.a. is required to be paid under the said award. The total amount of award including interest till July, 2019 works out to Rs. 1280.83 Millions. GIDC has not accepted the decision of the Arbitrator and have filed the appeal with the Competent Authority (Commercial Court) and the hearing of the appeal is in process. The position of the matter as on 31-03-2021 remains the same as on 31-03-2020. Therefore, the matter has been continued to be treated as Contingent Liability as on 31-03-2021.



DAHEJ SEZ LIMITED
Notes to financial statements for the period ended 31-March-2021

- viii) Dahej SEZ Limited is respondent in the case of GSPL V/s OPAL and Others. The case is in relation to laying ROU Pipeline in SEZ Area. Being SEZ Developer, DSL is party to the case. The Special Civil Application had been filed before the High Court of Gujarat and the same is disposed off. However, GSPL has challenged the decision of Special Civil Application in the High Court of Gujarat and the matter is pending before the High Court of Gujarat. However, in our opinion, the case shall not be having financial impact on the company, Dahej SEZ Limited.
- ix) Arora Sales Agency requested to surrender the Plot No Z/69 that was allotted to Arora Sales Agency. The request was accepted by the Development Commissioner subject to undertaking on stamp paper that in case of any future liability arising under the SEZ Act in reasonable period in lieu of any lawful charge and interest, Arora Sales Agency will be liable for such outstanding liability. On surrender of the plot, DSL refunded the balance amount of Plot No Z/69 to Arora Sales Agency as per the Surrender Policy of the company. Aggrieved by the Order passed Development Commissioner, Arora Sales Agency has filed a case in High Court of Gujarat to revoke the surrender of Plot No. Z/69 and restore the Plot No. Z/69 in its name. The case is still pending before the High Court of Gujarat. However, in our opinion, the case shall not be having financial impact on the company, Dahej SEZ Limited.
- x) A case is pending in Labour Court, Bharuch which is filed by Banas Security & Personal Force against Legal Heirs of its Deceased Employee who was serving as a Security Guard and against Dahej SEZ Limited as the deceased employee was posted at the Dahej SEZ Limited by the employer Banas Security & Personal Force. The case is in relation to the demand raised by the Legal Heirs of the Deceased Employee for the compensation under the Labour Laws. However, in our opinion, the case shall not be having financial impact on the company, Dahej SEZ Limited.

31. Lease Land Accounting

Transfer of Land from Gujarat Industrial Corporation (GIDC) to Dahej SEZ Limited is for a lease term period of 99 years. Interest payable on lease consideration for deferral payment for the period 01/09/2006 to 31/03/2008 was being considered as cost of the lease hold land and amortized over a period of 99 years.

Interest payable to GIDC on account of late payment of installment payable to GIDC is treated as revenue expenditure, as decided in the 16th Board Meeting held on 30/09/2010.



DAHEJ SEZ LIMITED

Notes to financial statements for the period ended 31-March-2021

32. N.A.A., Lease Rent and Infrastructural Up gradation

Lease Rent and NAA charges charged on receipt of the Invoice from the concern agency. However, the payment for the F.Y. 2020-21 has been made on the basis of the previous years' policy (2019-20) because of not receiving the invoice from the G.I.D.C.

33. The figures are rounded off to the nearest rupees in Millions and previous year figures have been regrouped / rearranged / re-classified wherever necessary so as to make them comparable with the current period's classification / groupings.

34. Lease rent on sub lease & Service Charges:

The rates of fees and service charges for the year 2020-2021 to be recovered from allottees of Dahej SEZ, had been decided by the SEZ Development Committee in the 36th Meeting held on 10.11.2020. Accordingly, the Company has raised invoices on the units / allottees for the period 01 April 2020 to 31 March, 2021.

35. Non Applicability of IND AS 115, Revenue from Contracts with Customers

The Ministry of Company Affairs on March 28, 2018 notified IND AS 115, Revenue from Contracts with Customers (which is based on IFRS 15, Revenue from Contracts with Customers) as part of the Companies (Indian Accounting Standards) Amendment Rules, 2018. The new standard is effective for accounting periods beginning on or after April 01, 2018. The new standard applies to contracts with customers to deliver goods or services, except when those contracts are for :

- Lease Contracts under Ind AS 17 – Leases
- Insurance Contracts under Ind AS 104 – Insurance Contracts
- Rights or Obligations that are in the scope of certain financial instruments guidance (such as Ind AS 109 – Financial Instruments) e.g. derivative contracts, or
- Non-monetary exchanges between entities in the same line of business that facilitate sales to customers other than the parties to the exchange.

Considering the nature of business of Dahej SEZ Limited, the new standard is not applicable to Dahej SEZ Limited



DAHEJ SEZ LIMITED**Notes to financial statements for the period ended 31-March-2021****36. New Standard IND AS 116, Leases adopted by the Company**

Ind AS 116 has replaced the following Indian accounting standard and relevant appendix on leases:

- Ind AS 17, Leases
- Appendix A - Evaluating the Substance of Transactions Involving the Legal Form of a Lease
- Appendix B - Operating Leases – Incentives
- Appendix C - Determining whether an Arrangement contains a Lease

DSL as Lessee:

The company Dahej SEZ Limited (DSL) has taken Land on Lease from GIDC for 99 years effective from 1st September 2006. The Transfer Price has been paid in full to GIDC and the Transfer Price paid is being amortized over the period of 99 years and is being charged to Profit and Loss Account and reduced from the value of the Leasehold Land. The lease being a Finance Lease, the underlying asset has been stated as Leasehold Land in the balance sheet the balance of which as on 31-03-2019 was Rs. 4739.93 Millions. With effect from 01st April, 2019 the Leasehold land has been reclassified as **Right to Use Asset**.

Over and above the Transfer Price, the company DSL has been paying Lease Rent annually of Rs. 20455 to GIDC.

The company has carried out the calculation prospectively of the Total Present Value of the Lease Rent payable by DSL to GIDC for remaining period of 86 years starting from F.Y. 2019-2020 which comes to Rs. 247668 (Rs. 0.25 Millions) on considering the borrowing rate of 8.25% which has to be stated as the Right to Use Asset and Lease Liability. The effect of adoption of IND AS 116 is as follows:

RIGHT OF USE ASSET

(₹ In Millions.)	
PARTICULARS	Rs.
Opening Balance as on 01-04-2019	0.0000
Add : Leasehold Land Reclassified as ROU Asset	4739.9343
Add : Addition during the year	0.2477
Less : Depreciation for the year	54.8527
Closing Balance on 31-03-2020	4685.3293
Less : Depreciation for year ended 31-03-2021	54.8527
Closing Balance on 31-03-2021	4630.4767



DAHEJ SEZ LIMITED
Notes to financial statements for the period ended 31-March-2021

LEASE LIABILITY

PARTICULARS	(₹ In Millions.) Rs.
Opening Balance as on 01-04-2019	0.0000
<u>Add</u> : Addition during the year	0.2477
<u>Less</u> : Annual Lease Rent for the year 2019-2020	0.0205
<u>Add</u> : Finance Cost @ 8.25 % on opening balance of Lease Liability Account	0.0204
Closing Balance on 31-03-2020	0.2476
<u>Less</u> : Annual Lease Rent for the year 2020-2021	0.0205
<u>Add</u> : Finance Cost @ 8.25 % on opening balance of Lease Liability Account	0.0204
Closing Balance on 31-03-2021	0.2476

DSL as Lessor:

The land acquired on Lease from GIDC is sub-leased for a period of 30 years to different Lessees by DSL as Lessor. The allotment price for the allotted land has been fully received from the Lessees and the same is amortized over a period of 30 years from the date of agreement or possession whichever is earlier. This Allotment Price is accounted for as Upfront Lease Income.

Over and above the Allotment Price, the lessees have to pay Re 1/- Lease Rent every year.

Under IND AS 116, Lessor Accounting is substantially unchanged from IND AS 17. Lessors will continue to classify leases as either operating or finance leases using similar principles as stated in IND AS 17. Therefore, IND AS 116 did not have an impact for leases where the Company, DSL is the Lessor.

37. Employee benefit

I. Post-Employment Defined Benefit Plans:

Gratuity (Funded)

The Company provides for gratuity, a defined benefit retirement plan covering eligible employees. As per the plan, the Gratuity Fund Trusts, administered and managed by the Trustees and funded primarily with Life Insurance Corporation of India (LICI), make payment to vested employees at retirement, death, incapacitation or termination of employment, of an amount based on the respective employee's salary and the tenure of employment. Vesting occurs upon completion of five years of service. The Trustees are responsible for the overall governance of the plan and to act in accordance with the provisions of the trust deed and rules in the best interests of the plan participants. Each year an Asset-Liability matching study is performed in which the consequences of the strategic investment policies are analyzed in terms of risk and return profiles.

Investment and contribution policies are integrated within this study. Liabilities with regard to Gratuity plan are determined by actuarial valuation done by Life Insurance



DAHEJ SEZ LIMITED

Notes to financial statements for the period ended 31-March-2021

Corporation of India, based upon which, the company makes contributions to the Employee's Gratuity Funds.

The following tables sets forth the particulars in respect of the Gratuity Plan (Funded) of the Company:

(₹ In Million)

		As at 31st March 2021	As at 31st March 2020
(a)	Reconciliation of Opening and Closing Balance of the Present Value of Defined Benefit Obligations:-		
	Present Value of Obligation at the beginning of the Year	2.28	1.65
	Current Service Cost	0.33	0.27
	Interest Cost	0.17	0.12
	Benefits Paid	(0.00)	(0.10)
	Actuarial Losses (Gain) on Obligations	0.21	0.34
	Present Value of Obligation at the end of the year	2.99	2.28
(b)	Reconciliation of Opening and Closing Balance of the Fair value of Plan Assets:		
	Fair Value of Plan Assets at the beginning of the year	2.41	2.36
	Return on Plan Assets (excluding amount included in Net Interest cost)	0.20	0.15
	Benefits Paid	(0.00)	(0.10)
	Contribution by Employer	0.82	0.00
	Fair Value of Plan Assets at the end of the year	3.43	2.41
(c)	Reconciliation of Opening and Closing Balance of the Fair value of Plan Assets:		
	Present Value of obligation at the end of the year	2.99	2.28
	Fair Value of plan Asset at the end of the year	3.43	2.41
	Funded Status	0.44	0.13
(d)	Expense Recognizable in Profit & Loss:		
	Current Service Cost	0.33	0.27
	Additional Contribution for Existing Funds	0.82	0.00
	Interest Cost	0.17	0.12
	Expected Return on Plan Assets	(0.20)	(0.15)
	Net Actuarial (Gain) Loss Recognised in the year	0.21	0.34
	LC Premium (Incl of Service Tax / GST)	0.00	0.00
	Total	1.33	0.58
(d)	Expense Recognized in Profit & Loss:		
	Recognized under 'Contribution to Provident & Other Fund	1.33	0.58
(e)	Category of Plan Assets:		
	Funded with LIC	100.00%	100.00%
	Cash and Cash Equivalents	-	-
(f)	Principal Actuarial Assumptions :		
	Discount Rate	7.00%	7.25%
	Salary Growth Rate	7.00%	7.00%



II. Post-Employment Defined Contributions Plans :*Provident Fund*

Certain categories of employees of the company receive benefit from a provident fund, a defined contribution plan. Both the employees and employer make monthly contributions to a government administered fund at specified percentage of the covered employees' qualifying salary. The company has no further obligations beyond its monthly contributions.

Leave Encashment

Provision for Leave encashment to the employees is made during the year. The Dahej SEZ Limited has opted for the Group Leave Encashment Scheme of Life Insurance Corporation of India. The provision made coincides with the Premium paid to the LIC for the Group Leave Encashment Scheme.

III. Risk Exposure

Through its defined benefit plan the company is exposed to some risk the most significant of which are detailed below.

Discount Rate Risk:

The company is exposed to the risk of fall in discount rate. A fall in discount rate will eventually increase the ultimate cost of providing the above benefit thereby increasing the value of liability.

Salary Growth Risk:

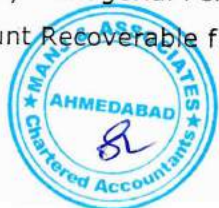
The present value of the defined benefit plan liability is calculated by reference to the future salaries of plan participants. An increase in the salary of the plan participants will increase the plan liabilities.

Demographic Risk:

In the valuation of the liability certain demographic (Mortality and Attrition rates) assumptions are made. The company is exposed to this risk to the extent of actual experience eventually being worse compared to the assumptions thereby causing an increase in the benefit cost.

38. Loan to / from Directors or Key Managerial Personnel

During the Year 2020-2021 there was no Loan given to or taken from Directors or Other Key Managerial Personnel of the Company and as on 31-03-2021 there is no amount Recoverable from Directors or Key Management Personnel.



DAHEJ SEZ LIMITED

Notes to financial statements for the period ended 31-March-2021

39. The Company has received the Judgments in its favour from Commissioner of Income Tax (Appeals) for the Assessment Year 2008-09, 2010-11 2011-12 and 2012-13 the Income Tax Department had filed appeals against them with the Income Tax Appellate Tribunal which have been dismissed and the order thereof has been passed on 30-04-2019. However, the order giving effect of the same is yet to be received.
40. The Company has received the Judgments in its favour from Commissioner of Income Tax (Appeals) for the Assessment Year 2008-09, 2010-11 2011-12 and 2012-13. The Income Tax Department had filed appeals against them with the Income Tax Appellate Tribunal which have been dismissed and the order thereof has been passed on 30-04-2019. However, for the Assessment Years 2010-2011, 2011-2012 and 2012-2013, the Deputy Commissioner of Income Tax has filed Revision Application before the Income Tax Appellate Tribunal against the orders passed by Income Tax Appellate Tribunal and for the Assessment Year 2010-2011, 2011-2012 and 2012-2013, Principal Commissioner of Income Tax, Gandhinagar has filed Tax Appeal before Honourable Gujarat High Court which is on Hearing Stage currently.

The Assessment of the Company for the Assessment Years 2013-14, 2014-15 and 2015-16 has been done by the Income Tax Department. However, The I.T. Dept. has disallowed business expenditures and therefore the company had filed an appeal against the disallowance of the said business expenditures with the Commissioner of Income Tax (Appeals). The Commissioner of Income Tax (Appeals) has given judgement in favour of the company. The Income Tax Department has filed appeal against the order with the Income Tax Appellate Tribunal which is pending.

Deputy Commissioner of Income Tax had raised demands in Assessment Years 2017-2018 against which appeals has been filed with Commissioner of Income Tax (Appeals), Gandhinagar.

For the Assessment Year 2018-2019, the proceedings of Assessment are going on with the Deputy Commissioner of Income Tax.

41. DSL has appointed GIDC as an agency for creating infrastructures in Dahej SEZ. GIDC had appointed M/s Backbone Enterprises Limited under contract (Work Order) dated 12.11.2008 & 22.04.2010 to create infrastructures in Package I & II area at Dahej SEZ.

GIDC, DSL and M/s Backbone Enterprises Limited had entered in Tri-Partite Agreement dated 06.04.2009 & 23.04.2010. Accordingly, DSL would reimburse the



DAHEJ SEZ LIMITED

Notes to financial statements for the period ended 31-March-2021

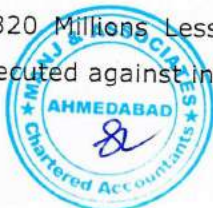
amount so paid to suppliers by M/s. Backbone Enterprises Limited after submission of requisite documents as mentioned in the Tri-Partite Agreement along with N.O.C. of GIDC. M/s Backbone Enterprises Limited is yet to submit some of the requisite documents including NOC of GIDC for the amount of Rs. 2,34,76,278.70/-. DSL will reimburse the same after receiving the requisite documents as mentioned in the Tri-Partite Agreement along with NOC of GIDC.

42. Dahej SEZ Limited (DSL) received request letter dated 18.12.2018 from M/s ONGC Petro Additions Limited (OPAL) to provide No Objection Certificate for their exit from Dahej SEZ stating various reasons as mentioned in the said letter. DSL Board in their 47th meeting dated 27.12.2018 discussed the matter and directed that M/s. OPaL shall make all the payments which are due to DSL, which will be intimated separately and also decided to grant N.O.C. to M/s OPaL for exit from Dahej SEZ. Subsequently, DSL intimated M/s OPaL to make payments. The exit of OPaL is in progress. The Company, DSL has issued No Objection Certificate to OPaL for exit from Dahej SEZ in January, 2019. Subsequently in July, 2019, the company OPaL has submitted application to the Development Commissioner for partial de-notification of Dahej SEZ which would result in decrease in notified area by 508.40 hectares. The estimate of the financial impact due to partial de-notification cannot be quantified at this stage.
43. M/s Swarnim Dahej Spring Desalination Pvt. Limited (SDSDPL) vide letter dated 22.1.2013 submitted the application for allotment of plot of land in Dahej SEZ. Accordingly, provisional offer letter dated 06.03.2013 was issued to SDSDPL. DSL had also executed Co-Developer agreement with SDSDPL on 22.3.2012.

SDSDPL submitted permission issued by MoCI, GOI, vide letter dated 25.04.2014 and accordingly DSL issued offer cum allotment letter on 03.06.2014. There after M/s SDSDPL had not made payment as per OCA. DSL received letter dated 08.05.2019 of cancellation of LOA issued by MoCI, GOI, accordingly DSL issued letter of cancellation of allotment of plot dated 02.07.2019 and forfeited their deposit vide Invoice No. 2019-20/125 dated 31.07.2019 of Rs. 60,00,000/-.

44. Capital commitment

Capital commitments of Rs. 450.92 Millions (Total Contract Value Rs. 3,580.0000 Millions Less Infrastructure Capitalized Rs. 3,045.0533 Million (Including Govt. Grant) Less Green Building Part 1 Rs. 50.1587 Millions Less Green Building Part 2 Rs. 25.5320 Millions Less Fire Station Building Part 1 Rs. 8.3360 Millions) remaining unexecuted against infrastructure works at Dahej SEZ.



DAHEJ SEZ LIMITED**Notes to financial statements for the period ended 31-March-2021****45. Corporate Social Responsibility**

CSR amount required to be spent as per Section 135 of the Companies Act, 2013 read with Schedule VII thereof by the Company during the year 2020-2021 is Rs. 9.5 Millions in 57th BOD Meeting held as on 09/04/2021

Expenditure incurred related to Corporate Social Responsibility is Rs. 9.5 Millions (Previous Year Rs. 7.53 Millions.), the breakup of which has been given hereunder:

(₹ In Millions.)

Particulars	2020-21	2019-20
Education	0.07	0.75
Health	3.1	0.31
Rural Transformation	0.00	0.87
Arts, Culture & Heritage	0.00	0.00
Disaster Response	2.15	0.01
Others	4.20	5.59
Sub Total	9.52	7.53

46. Earnings per Share

Basic and diluted earnings per share are calculated by dividing the net profit or loss for the period attributable to equity share holders by the weighted average number of equity shares outstanding during the period.

The Earnings considered in ascertaining the Company's EPS represent Profit for the Year after Tax. Basic EPS is computed and disclosed using the Weighted Average Number of Equity Shares outstanding during the Year.

Calculation of EPS :

Particulars	31-03-2021	31-03-2020
Profit After Tax (Rs. In Millions)	344.8760	464.0029
Weighted Average Number of Shares Outstanding	4,60,50,000	4,60,50,000
Basic EPS, Shares of Face Value of Rs. 10/- each (in Rs.)	7.49 per share	10.08 per share
Diluted EPS, Shares of Face Value of Rs. 10/- each (in Rs.)	7.49 per share	10.08 per share



DAHEJ SEZ LIMITED
Notes to financial statements for the period ended 31-March-2021
47. Related Party Transaction.

As per Ind AS – 24 on "Related Party Disclosures", disclosures of transactions with the related parties are given below:

List of Related Parties:

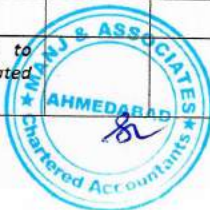
Enterprise under Significant Influence of Key Management Personnel	Key Management Personnel and their Relatives	Associates
NIL	<p>Suresh. N. Patil (Chief Executive Officer)</p> <p>Pranav S. Patel (Chief Financial Officer)</p> <p>Shashank Dhamseiya (Company Secretary)</p>	<p>Gujarat Industrial Development Corporation (GIDC)</p> <p>Oil and Natural Gas Corporation Limited (ONGC)</p> <p>ONGC Petro Additions Limited (OPAL)</p>

Dahej SEZ Limited is a Joint Venture of GIDC and ONGC. The Shareholding of GIDC and ONGC in the company is 50 % each.

OPAL is subsidiary company of ONGC having Common Directorship and therefore treated as a Related Party.

The company has following transactions with the Related parties during the year ended on 31-03-2021:

Nature of Transactions	Key Managerial Persons & their Relatives		Subsidiary Companies		Associates					
					GIDC		ONGC		TOTAL	
	(₹ In Millions)		(₹ In Millions)		(₹ In Millions)		(₹ In Millions)		(₹ In Millions)	
	31.03.21	2019-20	31.03.21	2019-20	31.03.21	2019-20	31.03.21	2019-20	31.03.21	2019-20
Loans & Advances										
Given during the year	0	0	0	0	4500	500	0	0	0	0
Settled during the year	0	0	0	0	2.41	0	0	0	0	0
Closing Balance	0	0	0	0	5000.74	503.15	0	0	0	0
Sundry Creditors										
Addition during the year	0	0	0	0	66.58	18.57	0	0	0	0
Settled during the year	0	0	0	0	50.71	40.82	0	0	0	0
Closing Balance	0	0	0	0	37.47	21.6	0	0	0	0
Deposit										
Accepted during year					2.53	2.33	0	0	4.4	0
Settled during year					0	0	0	0	4.4	0
Closing balance					5.66	3.13	0	0	1.93	1.93
Other Payments to KMP & Related Parties										



DAHEJ SEZ LIMITED

Notes to financial statements for the period ended 31-March-2021

Salaries, etc to Directors & Related Parties (KMP)	4.05	3.85	0	0	0	0	0	0	0	0	0
Sitting Fees to Directors	0	0.02	0	0	0	0	0	0	0	0	0
Commission to Related Parties	0	0	0	0	0	0	0	0	0	0	0
Amount Expended on Behalf of Related Parties	0	0	0	0	0	0	0	0	0	0	0
Application Fees for ROU Income	0	0	0	0	0.05	0.05	0	0	0.05	0	0
ROU / Rent Income	0	0	0	0	0.74	0.69	0.22	0.22	3.13	3.09	0
Lease Rent and Service Charges-Income	0	0	0	0	0	0	15.25	13.75	128.27	116.93	0
NAA and Lease rent charges-Expense	0	0	0	0	12.85	12.85	0	0	0	0	0
Interest payable-Expense	0	0	0	0	50.04	45.48	0	0	0	0	0
Upfront Lease Income/charges apportioned- Expense Income	0	0	0	0	54.85	54.85	9.97	9.97	86.58	86.58	0
Scrutiny Fees for Approval of Plan – Income	0	0	0	0	0	0	0	0	0	0	0
Infrastructure Expense-Expense	0	0	0	0	53.74	5.36	0	0	0	0	0
Water Charges – Expense	0	0	0	0	0.62	0.38	0	0	0	0	0
Dividend Paid	0	0	0	0	0	0	0	0	0	0	0
Interest Receivable-Income	0	0	0	0	0	0	0	0	0	0	0
Late Payment fees	0	0	0	0	0	0	0	0	0	0	0

For, M A N J & ASSOCIATES,
CHARTERED ACCOUNTANTS
ICAI Firm Reg. No. 131542W

[Signature]

CA. MANOJ R. CHAUDHARY
Partner

Membership No.: 132182

Place : Ahmedabad

Date : 08-10-2021



[Signature]

C.S.

Dahej SEZ Limited

For and on behalf of the
Board of Directors

[Signature]

Name : Shri A. R. Verma
Designation : Director
DIN: 06990114

Dahej SEZ Limited

For and on behalf of the
Board of Directors

[Signature]

Name : Shri B. C. Warli
Designation : Director
DIN: 07133342

Dahej SEZ Limited

C.F.O.

Dahej SEZ Limited

Place: Gandhinagar

Date : 07 OCT 2021

C.E.O.

Dahej SEZ Limited

Place: Gandhinagar

Date : 07 OCT 2021



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आज़ादी का
अमृत महोत्सव



एक कदम स्वच्छता की ओर

