



INDEPENDENT AUDITOR'S REPORT

To The Members of GMR Air Cargo and Aerospace Engineering Limited

Report on the Audit of Standalone Financial Statements

Opinion

1. We have audited the accompanying standalone financial statements of M/s. GMR Air Cargo and Aerospace Engineering Limited (the "Company"), which comprise the Standalone Balance Sheet as at March 31, 2024, the Standalone Statement of Profit and Loss (including Other Comprehensive Income), the Standalone Statement of Changes in Equity and the Standalone Statement of Cash Flows for the year then ended, and a summary of the material accounting policies and other explanatory information (hereinafter referred to as "standalone financial statements").
2. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements for the year ended March 31, 2024 give the information required by the Companies Act, 2013 ('Act') in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India including Indian Accounting Standards ('Ind AS') specified under section 133 of the Act, of the state of affairs (financial position) of the Company as at March 31, 2024, and its profit (financial performance including other comprehensive income), its cash flows and the changes in equity for the year ended on that date.

Basis for Opinion:

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

Key Audit Matters

4. Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the Standalone Financial Statements of the current period. These matters were addressed in the context of our audit of the Standalone Financial Statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matters described below to be the key audit matters to be communicated in our report.

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Key Audit Matter	How our audit addressed the key audit matter
<p>The Company is primarily in the business of providing Aerospace Engineering and Cargo Services to the Airlines.</p> <p>With respect to Aerospace Engineering services, The Company is having two models for the purpose of recognition of revenue for services rendered, which are time and material contracts and fixed price contracts.</p> <p>For the year ended March 31, 2024, Revenue from such services amounts to Rs. 31,674.10 Lakhs.</p> <p>The existing ERP system has limitation, of capturing the manhours spent and effective use of materials issued rate for each aircraft in billing, due to which billing is computed manually may have an impact on accuracy and completeness of the revenue recognised for the year.</p>	<p>In response to the key matter, the following principal Audit procedures performed:</p> <p>Our procedures included:</p> <ul style="list-style-type: none"> • We ensured that revenue recognition method applied was appropriate based on the terms of the agreement with the customer. • We obtained an understanding of the processes and tested relevant controls, which impact the revenue recognition. <p>For time and material-based contracts:</p> <ol style="list-style-type: none"> i. We obtained appropriate evidence based on the circumstances to conclude whether the hours charged on projects were appropriate; ii. We obtained appropriate evidence based on the circumstances to conclude whether the rate charged per man hours on projects were appropriate; and iii. We verified the revenue based on the hours charged on the projects and approved rate per hour. <p>For fixed price contracts:</p> <p>We selected a sample of contracts with customers and performed the following procedures.</p> <ol style="list-style-type: none"> i. We verified the total revenue with customer contracts agreements including amendments as appropriate; ii. We assessed the reliability of management's estimates by comparing actual results of delivered projects to previous estimates; iii. We evaluated management's estimates and assumptions in recognition of the revenue; iv. We verified the revenue based on the stage of completion of the projects; and v. We obtained appropriate evidence based on the circumstances to conclude whether the proportion of completion of projects was appropriate. <p>Based on the procedures performed we consider the amount of revenue recognised to be fairly stated in the standalone financial statements.</p>



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

5. The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Annual Report but does not include the standalone financial statements and our auditor's report thereon. The Annual Report is expected to be made available to us after the date of this auditor's report.

Our opinion on the standalone financial statements does not cover the other information and we will not express any form of assurance conclusion thereon.

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

When we read the Annual Report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance.

Management's Responsibilities and Those Charged with Governance for the Standalone Financial Statements:

6. The accompanying standalone financial statements have been approved by the Company's Board of Directors. 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 including other comprehensive income, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under section 133 of the Act. 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 judgements 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 accounting records, relevant to the preparation and presentation of the standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.
7. In preparing the standalone financial statements, the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.



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

Auditor's Responsibilities for the Audit of the Standalone Financial Statements:

9. Our objectives are to obtain reasonable assurance about whether the standalone financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these standalone financial statements.
10. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:
- (i) Identify and assess the risks of material misstatement of the standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
 - (ii) Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
 - (iii) Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
 - (iv) Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
 - (v) Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.



11. Materiality is the magnitude of misstatements in the standalone financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the standalone financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the standalone financial statements.
12. 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.
13. 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.
14. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the standalone financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements:

15. As required by Sec 197(16) of the Act, we report that the Company has paid remuneration to its Manager during the year in accordance with the provisions of and limits laid down under section 197 read with schedule V to the Act.
16. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub section (11) of section 143 of the Companies Act, 2013, we give in "Appendix - A" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
17. 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, except for the matters stated in paragraph 17(h)(vi) below on reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 (as amended).



- c) The Standalone Balance Sheet, the standalone Statement of Profit and Loss (including Other Comprehensive Income), the Standalone Statement of Changes in Equity and the Standalone Statement of Cash Flow 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 the Companies (Indian Accounting Standards) Rules, 2015, as amended.
- e) On the basis of written representations received from the directors as on March 31, 2024 taken on record by the board of directors, none of the directors are disqualified as on March 31, 2024 from being appointed as directors in terms of section 164(2) of the Act.
- f) With reference to the maintenance of accounts and other matters connected therewith, reference is made to our remarks in point 17(b) above on reporting under section 143(3)(b) of the Companies Act, 2013 and point 17(h)(vi) below on reporting under Rule 11(g) of the companies (Audit and Auditors) Rules, 2014 (as amended);
- g) With respect to the adequacy of the internal financial controls with reference to standalone financial statements of the Company and the operating effectiveness of such controls, refer to our separate report in "Appendix-B". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls with reference to standalone financial statements.
- 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, as amended, 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 standalone financial statements - (Refer Note 36 to the standalone financial statements),
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
 - iii. There were no amounts required to be transferred to the Investor Education and Protection Fund by the Company during the year ended March 31, 2024.
 - iv.
 - a. The management has represented that, to the best of its knowledge and belief, other than as disclosed in the notes to the Financial Statements, no funds have been advanced or loaned or invested (either from borrowed funds or securities premium or any other sources or kind of funds) by the Company to or in any persons or entities, including foreign entities ('the intermediaries'), with the understanding, whether recorded in writing or otherwise, that the intermediary shall, whether,



- directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ('the Ultimate Beneficiaries') or provide any guarantee, security or the like on behalf the Ultimate Beneficiaries;
- b. The management has represented that, to the best of its knowledge and belief, other than as disclosed in the notes to the Financial Statements, no funds have been received by the Company from any persons or entities, including foreign entities ('the Funding Parties'), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ('Ultimate Beneficiaries') or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and
- c. Based on such audit procedures performed as considered reasonable and appropriate in the circumstances, nothing has come to our attention that causes us to believe that the management representations under sub-clauses (a) and (b) above contain any material misstatement.
- v. The Company has not declared or paid any dividend during the year ended March 31, 2024.
- vi. Based on our Examination which included test checks, the company has used an accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software, except that the audit trail feature was not enabled at the data base level for the Ramco, Kale Galaxy and SUN Infor to log any direct data changes, used for maintenance of all accounting records by the company. Further, during the course of our audit we did not come across any instance of audit trail feature being tampered with in respect of the accounting software where such features is enabled, and logs maintained.

For K.S. Rao & Co.,
Chartered Accountants
ICAI Firm Registration No: 003109S

Hitesh Kumar P



Hitesh Kumar P
Partner

Membership No. 233734
UDIN No: 24233734BKDGKP3054

Place: Hyderabad
Date: April 26, 2024

Appendix - A to the Independent Auditor's Report

The Appendix referred to in Independent Auditor's Report to the members of the Company on the standalone financial statements for the year ended March 31, 2024, we report that:

- (i) In respect of the Company's Property, Plant and Equipment and Intangible Assets
- (a)
- A. The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment ('PPE') and relevant details of Right-of-use assets.
- B. The Company has maintained proper records showing full particulars of intangible assets.
- (b) The Company has a regular program of physical verification of its PPE and ROU Assets for every three years which in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. In accordance with the program, physical verification has been conducted during the year by engaging an outside expert, and no material discrepancies were noted on such verification.
- (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 are held in the name of the Company other than properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee.
- (d) The Company has not revalued any of its Property, Plant and Equipment (including right-of-use assets) and intangible assets during the year.
- (e) No proceedings have been initiated during the year or are pending against the Company as at March 31, 2024 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.
- (ii)
- (a) As explained to us, the inventories were physically verified during the year by the Management at reasonable intervals and no material discrepancies were noticed on physical verification.
- (b) As per the information and explanations provided to us, the Company has been sanctioned working capital limits in excess of five Crores on the basis of security of current assets, movable assets and lease hold rights of the land. However, the company is not required to submit quarterly stock statements or receivable statements. Hence reporting under this clause is not applicable.



(iii)

- (a) The Company has not provided any loans or advances in the nature of loans or stood guarantee, or provided security to any other entity during the year and hence reporting under this clause is not applicable.
- (b) According to the information and explanations provided to us, the Company does not made any investments or granted any loans or provided guarantees during the year and accordingly reporting under this clause is not applicable.
- (c) According to the information and explanations provided to us, the Company has not granted any loans and advances in the nature of loans during the year and accordingly reporting under this clause is not applicable.
- (d) According to the information and explanations provided to us, the Company has not granted any loans and advances in the nature of loans during the year and accordingly reporting under this clause is not applicable.
- (e) According to the information and explanations provided to us, the Company has not granted any loans and advances in the nature of loans during the year and accordingly reporting under this clause is not applicable.
- (f) The Company has not granted any loans or advances in the nature of loans either repayable on demand or without specifying any terms or period of repayment during the year. Hence, reporting under clause 3(iii)(f) is not applicable.
- (iv) In our opinion and according to the information and explanations given to us, the Company has no loans, investments, guarantee and security which meets the requirements of section 185 and 186 of the Act.
- (v) According to the information and explanations given to us, the Company has not accepted deposits and does not have any unclaimed deposits within the meaning of Section 73 to 76 of the Act and the Companies (Acceptance of Deposits) Rules, 2014 (as amended). Accordingly, the provisions of the clause 3 (v) of the Order are not applicable.
- (vi) We have broadly reviewed the books of account maintained by the Company pursuant to the rules made by the Central Government for the maintenance of cost records under section 148(1) of the Act, for the services rendered by the Company, and are of the opinion that prima facie, the specified accounts and records have been made and maintained. However, we have not conducted a detailed examination of the same.

(vii)

- (a) According to the information and explanations given to us and according to the records as produced and examined by us, in our opinion, the Company is regular in depositing with appropriate authorities the undisputed statutory dues including provident fund, employee's state insurance, income tax, goods and service tax, customs duty, cess and other material statutory dues, as applicable, and there are no arrears of outstanding statutory dues as at March 31, 2024 for a period of more than six months from date they become payable.



- (b) According to the information and explanations given to us, there are no dues in respect of income tax, sales tax, service tax, value added tax, goods and service tax, customs duty, excise duty, cess which have not been deposited on account of dispute except for the below:

Name of the Statute	Nature of Dues	Amount Involved (In lakhs)	Period for which the amount Relates	Forum where Dispute is pending
Income Tax Act, 1961	Income tax	417.17	AY 2015-16	CIT (Appeals), Hyderabad
Finance Act, 1994	Service tax (including penalty)	128.05	2013-14 to 2015-16	Customs, Excise & Service Tax Appellate Tribunal, Hyderabad
Income Tax Act, 1961	Income Tax	16.47	AY 2016-17	CIT (Appeals), Hyderabad
Finance Act, 1994	Service tax	210.57	October 2013 to June 2017	Director General of GST Intelligence, Hyderabad Zonal Unit
Income Tax Act, 1961	Income Tax	72.45	AY 2018-19	CIT (Appeals), Hyderabad
Income Tax Act, 1961	Income Tax	2,397.42	AY 2017-18	High Court
Employees Provident Funds and Miscellaneous Provisions Act, 1952	Provident Fund	14.26	2017-18	High Court

- (viii) There were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.

(ix)

- (a) According to the information and explanations given by the management, we are of the opinion that the Company has not defaulted in repayment of dues to a financial institution and banks.
- (b) The Company has not been declared wilful defaulter by any bank or financial institution or other lender;
- (c) The Company has applied the loans for which the loans were obtained.
- (d) On an overall examination of standalone financial statements of the Company, funds raised on short-term basis have, prima facie, not been used during the year for long-term purposes by the Company.
- (e) On an overall examination of the standalone financial statements of the Company, the Company has not taken any funds from any entity or person on account of or to meet the



obligations of its subsidiaries.

(f) The Company has not raised any loans during the year on the pledge of securities held in its subsidiaries, hence reporting on clause 3(ix)(f) of the Order is not applicable.

(x)

(a) According to the information and explanations given by the management, the Company has not raised moneys by way of initial public offer or further public offer (debt instruments) and hence the reporting under clause 3(x)(a) of the Order is not applicable.

(b) During the year, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) and hence reporting under clause 3(x)(b) of the Order is not applicable.

(xi)

(a) Based upon the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and according to the information and explanations given by the management, we report that no fraud by the Company or no fraud on the Company by the officers and employees of the Company has been noticed or reported during the period.

(b) No report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and up to the date of this report as it is not applicable.

(c) According to the information and explanations provided to us, during the year the Company has not received any whistle blower complaints.

(xii) In our opinion and according to the information and explanations given to us, the Company is not a Nidhi company. Accordingly, the provisions of clause 3(xii) of the order are not applicable to the Company and hence not commented upon.

(xiii) According to the information and explanations given by the management, transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the notes to the standalone financial statements, as required by the applicable accounting standards.

(xiv) According to the information and explanations given to us and on an overall examination of the books of account,

(a) In our opinion the Company has an adequate internal audit system commensurate with the size and the nature of its business.

(b) We have considered, the internal audit reports for the year under audit, issued to the Company during the year and till date, in determining the nature, timing and extent of our audit procedures.



- (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 as referred to in section 192 of companies Act, 2013. Accordingly, paragraph 3(xv) of the Order is not applicable.
- (xvi)
- (a) In our opinion, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Hence, reporting under clause 3(xvi) of the Order is not applicable.
- (b) In our opinion, the company is not conducting any Non-Banking Financial or Housing Finance activities. Hence, reporting under clause 3(xvi) (b) of the Order is not applicable.
- (c) The Company is not a Core investment Company (CIC) as defined in the regulations made by RBI. Accordingly, the provisions stated in paragraph 3(xvi)(c) of the Order are not applicable to the Company.
- (d) According to the information explanation provided to us, the group has two CICs as a part of its group.
- (xvii) The Company has not incurred cash losses during the financial year covered by our audit and the immediately preceding financial year.
- (xviii) There has been no resignation of the statutory auditors of the Company during the year.
- (xix) On the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the standalone financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
- (xx) According to the information and explanations given to us, the Company does not have any unspent amount in respect of any ongoing or other than ongoing project as at the end of the financial year. Accordingly, reporting under clause 3(xx) of the Order is not applicable to the Company.



(xxi) The reporting under clause 3(xxi) is not applicable in respect of audit of standalone financial statements of the Company. Accordingly, no comment has been included in respect of said clause under this report.

For **K.S. Rao & Co.,**
Chartered Accountants
ICAI Firm Registration no: 003109S

Hitesh Kumar P

Hitesh Kumar P
Partner

Membership No: 233734

UDIN No.: 24233734BKDGKP3054



Place: Hyderabad
Date: April 26, 2024

Appendix - B to the Independent Auditor's Report**Independent Auditor's 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 with reference to standalone financial statements of M/s. GMR Air Cargo and Aerospace Engineering Limited ("the Company") as of March 31, 2024 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

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

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

Auditors' Responsibility

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

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls with reference to financial statements and their operating effectiveness. Our audit of internal financial controls with reference to financial statements includes obtaining an understanding of internal financial controls with reference to financial statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the



assessment of the risks of material misstatement of the 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 with reference to financial statements.

Meaning of Internal Financial Controls with reference to financial statements.

A Company's internal financial controls with reference to financial statements 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 controls with reference to financial statements includes those policies and procedures that,

(1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls with reference to financial statements.

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



Opinion

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls with reference to financial statements and such internal financial controls with reference to financial statements were operating effectively as at March 31, 2024, based on the internal financial controls with reference to financial statements 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 ICAI.

For K.S Rao & Co.,
Chartered Accountants
ICAI Firm Registration No: 003109S

Hitesh Kumar P

Hitesh Kumar P
Partner

Membership No: 233734

UDIN No.: 24233734BKDGKP3054



Place: Hyderabad
Date: April 26, 2024

GMR Air Cargo And Aerospace Engineering Limited
CIN: U45201TG2008PLC067141
Standalone Balance sheet as at March 31, 2024
(All amounts in Indian Rupees lakhs, except as otherwise stated)

Particulars	Notes	As at March 31, 2024	As at March 31, 2023
Assets			
Non-current assets			
Property, plant and equipment	3	19,433.73	13,961.80
Capital Work in Progress	3A	630.76	2,404.12
Other intangible assets	5	9,012.61	9,299.03
Intangible assets under development	6	193.55	165.79
Right-of-use assets	4	3,002.10	2,525.03
Financial assets			
i) Investments	7(a)	883.88	10.00
ii) Other financial Assets	7(b)	211.85	152.57
Deferred tax asset (net)	8	-	-
Non-current tax assets(Net)	9	3,421.07	3,803.82
Other non-current assets	10	471.20	1,332.76
		<u>37,260.75</u>	<u>33,654.92</u>
Current assets			
Inventories	11	6,040.78	5,876.52
Financial assets			
i) Investments	7(a)	8,429.64	5,516.86
ii) Trade receivables	12	7,911.71	4,766.64
iii) Cash and cash equivalents	13(a)	892.97	996.89
iv) Bank balances other than (iii) above	13(b)	314.27	203.12
v) Other financial assets	7(b)	1,808.49	3,170.56
Other current assets	10	1,286.08	1,065.20
		<u>26,683.94</u>	<u>21,595.79</u>
		<u>63,944.69</u>	<u>55,250.71</u>
Total assets			
Equity and liabilities			
Equity			
Equity share capital	14	45,584.89	45,584.89
Other equity	15	(36,970.84)	(43,176.13)
Total Equity		<u>8,614.05</u>	<u>2,408.76</u>
Non-current liabilities			
Financial Liabilities			
Long term Borrowings	16	23,771.87	26,454.89
Lease Liabilities	17	3,754.17	3,236.88
Other financial liabilities	20	4,335.88	4,216.99
Provisions	18	2,173.13	2,042.51
		<u>34,035.05</u>	<u>35,951.27</u>
Current liabilities			
Financial Liabilities			
Short-term Borrowings	16	4,789.20	4,383.68
Lease Liabilities	17	490.84	405.88
Trade payables	19		
(i) total outstanding dues of micro enterprises and small enterprises; and		30.40	108.17
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises		7,916.87	7,766.61
Other financial liabilities	20	2,081.64	1,432.31
Provisions	18	2,077.19	1,249.97
Other current liabilities	21	3,909.45	1,544.06
		<u>21,295.59</u>	<u>16,890.68</u>
		<u>63,944.69</u>	<u>55,250.71</u>
Total equity and liabilities			

Corporate information and Material accounting policies 1 & 2

The accompanying notes are an integral part of the Standalone financial statements.

In terms of our report attached

For K.S. Rao & Co.,
Chartered Accountants
ICAI Firm Registration No: 003109S

Hitesh Kumar

Hitesh Kumar P
Partner
Membership No: 233734



Place : Hyderabad
Date : April 26, 2024

For and on behalf of the Board of Directors
GMR Air Cargo And Aerospace Engineering Limited

PS Nair

PS Nair
Director
DIN: 00063118

Place: Bengaluru
Date: April 26, 2024

K.S. Sreenivasulu
Kandi Sreenivasulu
Chief Financial Officer

Place : Hyderabad
Date : April 26, 2024

Pradeep Panicker

Pradeep Panicker
Director
DIN: 02730418

Place: Hyderabad
Date: April 26, 2024

Rakhal Panigrahi
Rakhal Panigrahi
Company Secretary
M.No. ACS 39622

Place : Hyderabad
Date : April 26, 2024



GMR Air Cargo And Aerospace Engineering Limited
CIN: U45201TG2008PLC067141
Standalone Statement of profit and loss for the year ended March 31, 2024
(All amounts in Indian Rupees lakhs, except as otherwise stated)

Particulars	Notes	For the year ended March 31, 2024	For the year ended March 31, 2023
I. Revenue			
Revenue from operations	22	46,670.34	38,239.95
Other income	23	1,704.99	971.46
Total Income		48,375.33	39,211.41
II. Expenses			
Operations and maintenance expenses		227.15	1,740.40
Cost of stores and spares consumed	24	6,400.18	7,619.22
Employee benefits expense	25	13,097.08	11,604.48
Other expenses	28	15,764.77	11,097.06
Total Expenses		35,489.18	32,061.16
III. Earnings before Interest, Tax, Depreciation and Amortization (EBITDA) (I-II)		12,886.15	7,150.25
Finance costs	26	3,601.32	3,572.80
Depreciation and amortization expenses	27	2,956.47	2,555.09
IV. Profit/(Loss) before Tax		6,328.36	1,022.36
V. Tax expenses			
Current tax		-	-
Deferred tax		-	-
VI. Profit for the year (IV-V)		6,328.36	1,022.36
VII. Other comprehensive income			
<i>Items that will not be reclassified to Profit and Loss</i>			
Re-measurement Gain/(losses) on defined benefit plan	29	(123.07)	(35.47)
Deferred tax impact on Re-measurement gains/(losses) on defined benefit plan		-	-
Total other comprehensive Income		(123.07)	(35.47)
VIII. Total comprehensive income for the year (VI + VII)		6,205.29	986.89
Earnings per equity share of par value of Rs.10 each :			
Basic and Diluted EPS (Rs. Per share)	30	1.39	0.18
Corporate information and Material accounting policies	1 & 2		

The accompanying notes are an integral part of the Standalone financial statements.

In terms of our report attached
For K.S. Rao & Co.,
Chartered Accountants
ICAI Firm Registration No: 0031095



Hitesh Kumar P
Partner
Membership No: 233734



Place : Hyderabad
Date : April 26, 2024

For and on behalf of the Board of Directors
GMR Air Cargo And Aerospace Engineering Limited



PS Nair
Director
DIN: 00063118

Place: Bengaluru
Date: April 26, 2024



Kandi Sreenivasulu
Chief Financial Officer

Place : Hyderabad
Date : April 26, 2024



Pradeep Panicker
Director
DIN: 02730418

Place: Hyderabad
Date: April 26, 2024


Rakhal Panigrahi
Company Secretary
M.No. ACS 39622

Place : Hyderabad
Date : April 26, 2024



GMR Air Cargo And Aerospace Engineering Limited
CIN: U45201TG2008PLC067141
Standalone Statement of Cash Flows for the year ended March 31, 2024
(All amounts in Indian Rupees lakhs, except as otherwise stated)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Profit before tax	6,328.36	1,022.36
Cash flow from operating activities		
Adjustments for		
Depreciation and amortization expense	2,956.47	2,555.09
Liabilities no longer required, written back	(243.11)	-
Unrealized foreign exchange gain	(25.21)	(130.70)
Interest income	(19.82)	(213.34)
Inventory write off	215.97	166.14
Provision for Inventory Writeoff	206.94	-
Income from mutual funds	(207.09)	(1.93)
Provision for doubtful debts	41.38	49.56
Fair value gain on financial instruments at FVTPL	(736.10)	(180.81)
Gain on sale of Property, plant and equipment (net)	(66.13)	(9.32)
Property, plant and equipment (net) write off	78.05	23.75
Other notional revenue (Reversal of lease)	1.24	(1.00)
Finance costs	3,601.32	3,572.80
Operating Profit before working capital changes	12,132.27	6,852.61
Changes in working capital		
(Decrease) / Increase in trade payables	424.28	(468.32)
(Decrease) / Increase in other financial liabilities and other liabilities	2,284.28	(898.52)
(Decrease) / Increase in provisions	691.16	567.36
(Increase) / Decrease in trade receivables	(3,176.93)	41.31
(Increase) / Decrease in inventories	(587.16)	666.19
(Increase) / Decrease in other financial assets and other assets	1,240.46	271.27
Cash from operations	13,008.36	7,031.90
Direct taxes paid	382.75	471.85
Net cash flow (used in)/from operating activities (A)	13,391.11	7,503.75
Cash flows from investing activities		
Investments in Innovex fund	(400.00)	-
Purchase of Property, plant and equipment including CWIP and capital advances	(4,838.16)	(2,820.42)
Unsecured Loan given to GGIAL	-	2,000.00
Purchase of Current Investments	(5,149.81)	(3,099.95)
Proceeds from Sale of Property, Plant and Equipment	84.97	7.02
Redemption of Current Investments	2,700.00	100.00
Interest income received	26.87	213.46
Investments in bank deposits (having original maturity of more than three months)	194.94	(0.05)
Redemption/maturity of bank deposits (having original maturity of more than three months)	(306.09)	-
Net cash flow (used in)/from investing activities (B)	(7,687.27)	(3,599.94)
Cash flows from financing activities		
Proceeds from Borrowings	(155.07)	1,627.87
Repayment of Borrowings	(2,139.40)	(2,430.24)
Payment of Lease liability	(974.37)	(902.81)
Interest paid	(2,554.60)	(2,617.79)
Net cash flow from/(used in) financing activities (C)	(5,823.44)	(4,322.97)
Net (decrease) in cash and cash equivalents (A + B + C)	(119.60)	(419.15)
Effect of exchange differences on cash & cash equivalents held in foreign currency	15.68	(43.79)
Cash and cash equivalents at the beginning of the year	996.89	1,459.83
Cash and cash equivalents at the end of the year	892.97	996.89
Components of cash and cash equivalents		
Cash in hand	6.04	2.13
With banks - on current accounts	160.15	150.07
With banks - on escrow accounts	1.39	1.01
Exchange earners foreign currency account	725.39	843.68
Total cash and cash equivalents	892.97	996.89



GMR Air Cargo And Aerospace Engineering Limited
CIN: U45201TG2008PLC067141
Standalone Statement of Cash Flows for the year ended March 31, 2024
(All amounts in Indian Rupees lakhs, except as otherwise stated)

Reconciliation of liabilities from financing activities for the year ended March 31, 2024:

Particulars	As at March 31, 2023	Proceeds	Repayment	Fair value change/other adjustments	As at March 31, 2024
Borrowings	30,838.57	-155.07	(2,139.40)	16.97	28,561.07
Lease liabilities	3,642.75	751.22	(542.70)	393.74	4,245.01
Total	34,481.32	596.15	(2,682.10)	410.71	32,806.08

Short term borrowings (net) represents net of amounts received and payments made.

Reconciliation of liabilities from financing activities for the year ended March 31, 2023:

Particulars	As at March 31, 2022	Proceeds / Impact of Ind AS 116	Repayment	Fair value change/other adjustments	As at March 31, 2023
Borrowings	31,624.20	1,627.87	(2,430.24)	16.74	30,838.57
Lease liabilities	3,799.23	-	(507.97)	351.49	3,642.75
Total	35,423.43	1,627.87	(2,938.21)	368.23	34,481.32

The accompanying notes are an integral part of the Standalone financial statements.

In terms of our report attached
For K.S. Rao & Co.,
Chartered Accountants
ICAI Firm Registration No: 0031095

For and on behalf of the Board of Directors
GMR Air Cargo And Aerospace Engineering Limited

Hitesh Kumar P

Hitesh Kumar P
Partner
Membership No: 233734

PS Nair

PS Nair
Director
DIN: 00063118

Pradeep Panicker

Pradeep Panicker
Director
DIN: 02730418

Place: Bengaluru
Date: April 26, 2024

Place: Hyderabad
Date: April 26, 2024



K. Sreenivasulu
Kandi Sreenivasulu
Chief Financial Officer

Rakhi Panigrahi
Rakhi Panigrahi
Company Secretary
M.No. ACS 39622

Place : Hyderabad
Date : April 26, 2024

Place : Hyderabad
Date : April 26, 2024

Place : Hyderabad
Date : April 26, 2024



GMR Air Cargo And Aerospace Engineering Limited
CIN: U45201TG2008PLC067141
Standalone Statement of Changes in Equity for the year ended March 31, 2024
(All amounts in Indian Rupees lakhs, except as otherwise stated)

A. Share Capital:

Equity shares of Rs. 10 each issued, subscribed and fully paid

As at April 01, 2022
Issue of shares during the year
As at March 31, 2023
As at April 01, 2023
Issue of shares during the year
As at March 31, 2024

No. of shares	Rs. in lakhs
45,58,12,200	45,581.22
36,735	3.67
45,58,48,935	45,584.89
45,58,48,935	45,584.89
45,58,48,935	45,584.89

Preference Share Capital

11.97% compulsory convertible cumulative preference shares ('CCCPS') Series A of Rs.10,000 each fully paid up

As at April 01, 2022
Issue of shares during the year
Conversion into Equity shares during the year
As at March 31, 2023
As at April 01, 2023
Issue of shares during the year
As at March 31, 2024

No. of shares	Rs. in lakhs
18,000	1,800.00
-	-
18,000	1,800.00
-	-
-	-
-	-

11.97% compulsory convertible cumulative preference shares ('CCCPS') Series B of Rs.10/- each fully paid up

As at April 01, 2022
Issue of shares during the year
Conversion of Equity during the year
As at March 31, 2023
As at April 01, 2023
Issue of shares during the year
As at March 31, 2024

No. of shares	Rs. in lakhs
18,735	1.87
-	-
18,735	1.87
-	-
-	-
-	-

Total Share Capital as at March 31, 2023
Total Share Capital as at March 31, 2024

45,584.89
45,584.89

B. Other Equity

(i) Equity component of related party loan

Opening Balance
Less: Adjustments during the year/period
Closing Balance

As at March 31, 2024	As at March 31, 2023
51.17	51.17
-	-
51.17	51.17

(ii) Retained earnings

Opening Balance
Add: Profit for the year
Remeasurement (losses) on the defined benefit plans
Closing Balance

(43,936.34)	(44,923.23)
6,328.36	1,022.36
(123.07)	(35.47)
(37,731.05)	(43,936.34)

(iii) Amalgamation Adjustment Deficit Account

Opening balance
Less: Adjustment during the year/period
Closing balance

(1,089.16)	(1,089.16)
-	-
(1,089.16)	(1,089.16)

(iv) Security Premium

Opening Balance
Issued during the year
Closing Balance

1,798.20	-
-	-
1,798.20	-

Total Other Equity

(36,970.84)	(44,974.33)
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The accompanying notes are an integral part of the Standalone financial statements.

In terms of our report attached
For K.S. Rao & Co.,
Chartered Accountants
ICAI Firm Registration No: 003109S

Hitesh Kumar P

Hitesh Kumar P
Partner
Membership No: 233734



Place : Hyderabad
Date : April 26, 2024

For and on behalf of the Board of Directors of
GMR Air Cargo And Aerospace Engineering Limited

PS Nair

PS Nair
Director
DIN: 00063118

Place: Bengaluru
Date: April 26, 2024

K. Sreenivasulu
Kandi Sreenivasulu
Chief Financial Officer

Place : Hyderabad
Date : April 26, 2024

Pradeep Panicker

Pradeep Panicker
Director
DIN: 02730418

Place: Hyderabad
Date: April 26, 2024

Rakhal Panigrahi
Rakhal Panigrahi
Company Secretary
M.No. ACS 39622

Place : Hyderabad
Date : April 26, 2024



GMR Air Cargo and Aerospace Engineering Limited

CIN: U45201TG2008PLC067141

Notes to the Standalone Financial Statements for the year ended March 31, 2024

(All amounts are in ₹ lakhs, unless otherwise stated)

1. Corporate information

GMR Air Cargo and Aerospace Engineering Limited ("the Company") is a 100% subsidiary of GMR Hyderabad International Airport Limited. The Company was incorporated on February 29, 2008 to carry out the business of Cargo handling at Rajiv Gandhi International Airport and Maintenance, Repair and Overhaul facility (MRO) of Aircrafts and allied services and to promote, plan, design, develop, operate, market, alter the MRO facility and all other related allied and ancillary activities but limited to maintenance of hangars and related workshops.

The Standalone Financial Statements for the year ended March 31, 2024 are approved by the company's Board of Directors in their meeting held on April 26, 2024.

2. Material Accounting Policies

2.1 Basis of preparation and presentation:

The Standalone financial statements are comprising Standalone Balance Sheet as at March 31, 2024; Standalone Statement of Profit and Loss (including Other Comprehensive Income), the Standalone Statement of Changes in Equity and the Standalone Statement of Cash flow statement for the year then ended, and other explanatory information. (Collectively referred to as "standalone financial statements")

Ministry of Corporate Affairs ("MCA") notifies new standards or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. For the year ended March 31, 2024, MCA has not notified any new standards or amendments to the existing standards applicable to the Company.

(a) Statement of Compliance:

The Financial Statements are prepared in accordance with Indian Accounting Standards ("Ind AS"), notified under the Section 133 of the Companies Act, 2013 ("the Act") read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and relevant amendment rules issued thereafter and other relevant provision of the Act.

(b) Basis of measurement:

The Financial Statements have been prepared on the historical cost basis, except for certain financial instruments which are measured at fair values at the end of reporting period. (As explained in accounting policy regarding financial instruments).

2.2 Summary of Material Accounting Policies

a) Use of estimates

The preparation of Financial Statements in conformity with Ind AS requires the management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the disclosure of contingent liabilities, at the end of the reporting period. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods. The Company based its assumptions and estimates on parameters available when the Financial Statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising that are beyond the control of the Company. Such changes are reflected in the assumptions when they occur.

b) Investment in Subsidiary

The Company has accounted for its investment in subsidiary at cost.



GMR Air Cargo and Aerospace Engineering Limited

CIN: U45201TG2008PLC067141

Notes to the Standalone Financial Statements for the year ended March 31, 2024

(All amounts are in ₹ lakhs, unless otherwise stated)

c) Current versus non-current classification

The Company presents assets and liabilities in the balance sheet based on current/ non-current classification.

An asset is treated as current when it is:

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

All other assets are classified as non-current.

A liability is current when:

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

The Company classifies all other liabilities as non-current.

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

d) Foreign currencies

Functional and presentation currency

The Financial Statements are presented in INR (Indian rupees), which is the functional currency of the Company and the currency of the primary economic environment in which the Company operates.

Transactions and balances

Foreign currency transactions are translated into functional currency using the exchange rates at the date of transaction. However, for practical reasons, the Company uses an average rate if the average approximates the actual rate at the date of the transaction.

Monetary assets and liabilities denominated in foreign currencies are translated at the functional currency spot rates of exchange at the reporting date. Exchange differences arising on settlement or translation of monetary items are recognized in profit or loss.

Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rates at the dates of the initial transactions. The date of transaction for the purpose of determining the exchange rate on initial recognition of the related asset, expense or income (part of it) is the date on which an entity initially recognizes the non-monetary asset or non-monetary liability arising from the payment or receipt of advance consideration.

e) Fair value measurement

The Company measures financial instruments, such as, derivatives at fair value at each balance sheet date. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

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

The fair value of an asset or a liability is measured using the assumptions that market participants would use



GMR Air Cargo and Aerospace Engineering Limited

CIN: U45201TG2008PLC067141

Notes to the Standalone Financial Statements for the year ended March 31, 2024

(All amounts are in ₹ lakhs, unless otherwise stated)

when pricing the asset or liability, assuming that market participants act in their economic best interest.

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

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

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

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

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

External valuers are involved for valuation of significant assets, such as properties and unquoted financial assets, and significant liabilities, such as contingent consideration.

For the purpose of fair value disclosures, the Company has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy as explained above.

f) Revenue recognition

Revenue from Services:

MRO Business:

Revenue is recognized upon transfer of promised goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services. Revenue is reduced for estimated customer returns, rebates and other similar allowances, taxes or duties collected on behalf of the government. An entity shall recognize revenue when the entity satisfies a performance obligation by transferring a promised good or service (i.e. an asset) to a customer. An asset is transferred when the customer obtains control of that asset.

Revenue relating to fixed price contracts is recognized based on percentage of completion method (POC method).

Unearned revenue is recognized when there are billings in excess of revenues.

Cargo Business Services:

Revenue is recognized to depict rendering of services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those services. Revenue is reduced for estimated rebates and other similar allowances, taxes or duties collected on behalf of the government. An entity shall recognize revenue when the entity satisfies a performance obligation by transferring a promised service to a customer.



GMR Air Cargo and Aerospace Engineering Limited

CIN: U45201TG2008PLC067141

Notes to the Standalone Financial Statements for the year ended March 31, 2024

(All amounts are in ₹ lakhs, unless otherwise stated)

The specific recognition criteria described below must also be met before revenue is recognized.

Income from services:

In case of cargo handling revenue, revenue from outbound cargo is recognised at the time of acceptance of cargo with respect to non-airline customers and at the time of departure of aircraft with respect to airline customers and revenue from inbound cargo is recognised at the time of arrival of aircraft in case of airline customers and at the point of delivery of cargo in case of non- airline customers. Demurrage on delayed receipts from customers is recognised on delivery of cargo.

The Company collects Goods and Services Tax on behalf of the government and, therefore, it is not an economic benefit flowing to the Company. Hence, it is excluded from revenue.

"Income from the concession arrangements earned under the intangible asset model consists of :

(i) fair value of contract revenue, which is deemed to be fair value of consideration transferred to acquire the asset; and

(ii) payments actually received from the users."

Revenues and cost of improvements to concession assets:

In conformity with appendix D of Ind AS 115, the Company recognizes revenues and the associated costs of improvements to concession assets which it is obligated to perform at the airports as established by the concession agreement. Revenues represent the value of the exchange between the Company and the government with respect to the improvements, given that the Company constructs or provides improvements to the airports as obligated under the concession agreement and in exchange, the government grants the Company the right to obtain benefits for services provided using those assets. The Company has determined that its obligations as per the concession agreement should be considered to be a revenue earning activity as all expenditures incurred to fulfill the concession agreement are included in the maximum tariff it charges its customers and therefore it recognizes the revenue and expense in profit and loss when the expenditures are performed.

The cost for such additions and improvements to concession assets is based on actual costs incurred by the Company in the execution of the additions or improvements, considering the requirements in the concession agreement. The amount of revenues for these services is equal to the amount of costs incurred, as Company do not obtain any profit margin for these construction services. The amounts paid are set at market value.

Other operating revenue:

Other operating revenue includes income from ancillary revenue generating activities and is recognized based on the terms agreed with the customers when the services are rendered."

Interest income:

For all debt instruments measured either at amortized cost or at fair value through other comprehensive income, interest income is recorded using the effective interest rate (EIR). EIR is the rate that exactly discounts the estimated future cash payments or receipts over the expected life of the financial instrument or a shorter period, where appropriate, to the gross carrying amount of the financial asset or to the amortized cost of a financial liability. When calculating the effective interest rate, the Company estimates the expected cash flows by considering all the contractual terms of the financial instrument (for example, prepayment, extension, call and similar options) but does not consider the expected credit losses.

For others, Interest income is recognized on a time proportion basis taking in to account the amount outstanding and the applicable interest rate. Interest income is included in other income in the statement of profit and loss.



GMR Air Cargo and Aerospace Engineering Limited

CIN: U45201TG2008PLC067141

Notes to the Standalone Financial Statements for the year ended March 31, 2024

(All amounts are in ₹ lakhs, unless otherwise stated)

Interest for delayed payments from customers is accounted only when it is unconditionally accepted by the customers and on receipt basis.

Dividend income :

Revenue is recognized when the Company's right to receive the payment is established, which is generally when shareholders approve the dividend.

g) Taxes :

Income tax comprises current and deferred tax. Income tax expense is recognized in the statement of profit and loss except to the extent it relates to items directly recognized in equity or in other comprehensive income.

Current income tax:

Current income tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date in the countries where the Company operates and generates taxable income.

Current income tax relating to items recognized outside profit or loss is recognized outside profit or loss (either in other comprehensive income or in equity). Current tax items are recognized in correlation to the underlying transaction either in OCI or directly in equity. Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.

Deferred tax:

Deferred tax is recognized on temporary differences between the carrying amounts of assets and liabilities in the financial information and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognized for all taxable temporary differences. Deferred tax assets are generally recognized for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilized. Such deferred tax assets and liabilities are not recognized if the temporary differences arise from the initial recognition (other than in a business combination) of assets and liabilities in a transaction that affects neither the taxable profit nor the accounting profit.

The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered. Unrecognized deferred tax assets are re-assessed at each reporting date and are recognized to the extent that it has become probable that future taxable profits will allow the deferred tax assets to be recovered. Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

Deferred tax assets and deferred tax liabilities are offset if a legally enforceable right exists to set off current tax assets against current tax liabilities and the deferred taxes relate to the same taxable entity and the same taxation authority.

Deferred tax assets include Minimum Alternate Tax ("MAT") paid in accordance with the tax laws in India, which is likely to give future economic benefits in the form of availability of set off against future income tax liability. Accordingly, MAT is recognized as deferred tax asset in the Balance sheet when the asset can be measured reliably and it is probable that the future economic benefits associated with the asset will be realized.



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h) Property, plant and equipment

Property, plant and equipment are stated at historical cost less accumulated depreciation. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset is derecognized when replaced. All other repairs and maintenance are charged to profit and loss during the reporting period in which they are incurred.

Depreciation is calculated on a straight-line basis over the estimated useful lives of the assets as follows:

Particulars	Useful Life (years)
Plant and equipment	5 - 15
Office equipment	5
Computer equipment and IT systems	3 - 6
Furniture and fixtures	10
Vehicles	8

The Company, based on assessment made by technical expert and management estimate, depreciates certain items of plant and equipment over estimated useful lives which coincide with the useful life prescribed in Schedule II to the Companies Act, 2013. The management believes that these estimated useful lives are realistic and reflect fair approximation of the period over which the assets are likely to be used. The identified components are depreciated separately over their useful lives; the remaining components are depreciated over the life of the principal asset. Individual assets costing less than Rs. 5,000 are fully depreciated in the year of acquisition.

However, in case of tools and equipment, where such individual items constitute more than 10% of the total cost of Tools and equipment, normal useful lives have been considered.

The Company depreciates the building on leasehold land on straight line basis over the period of lease, i.e. 27 years. For certain categories of buildings, accelerated depreciation has been provided over the life of 10-27 years.

An item of property, plant and equipment and any significant part initially recognized is derecognized upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the statement of profit and loss when the asset is derecognized.

The residual values, useful lives and methods of depreciation of property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if appropriate.

Further, when each major inspection is performed, its cost is recognized in the carrying amount of the item of property, plant and equipment as a replacement if the recognition criteria are satisfied. Machinery spares which are specific to a particular item of fixed asset and whose use is expected to be irregular are capitalized as fixed assets.

Spare parts are capitalized when they meet the definition of Property, plant and equipment and, i.e., when the company intends to use these during more than a period of 12 months.



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i) Intangible assets

Service concession arrangements:

The Company constructs or upgrades infrastructure (construction or upgrade services) used to provide a public service and operates and maintains that infrastructure (operation services) for a specified period of time. These arrangements may include Infrastructure used in a public-to-private service concession arrangement for its entire useful life.

Under Appendix D to Ind AS 115 – Service Concession Arrangements, these arrangements are accounted for based on the nature of the consideration. The intangible asset model is used to the extent that the Company receives a right (i.e. a concessionaire) to charge users of the public service. The financial model is used when the Company has an unconditional contractual right to receive cash or other financial assets from or at the direction of the grantor for the construction service. When the unconditional right to receive cash covers only part of the service, the two models are combined to account separately for each component. If the Company performs more than one service (i.e. construction, upgrade services and operation services) under a single contract or arrangement, consideration received or receivable is allocated by reference to the relative fair values of the service delivered, when the amount are separately identifiable.

GMR Hyderabad International Airport Limited (GHIAL) had entered into a Concession Agreement with Government of India, which gives GHIAL an exclusive right to design, finance, build, operate and maintain a world class, state of the art international airport at Shamshabad, Hyderabad, Telangana, India. The concession arrangement is a service concession arrangement under appendix D to Ind AS 115. Through the concession agreement, GHIAL has granted further concession to the Company along with sub-leasing of the part of cargo infrastructure facility to the Company and since the Company has a right to charge the users for the services and therefore, the same has been classified under Intangible assets model.

The intangible asset is amortized over the shorter of the estimated period of future economic benefits which the intangible assets are expected to generate or the concession period, from the date they are available for use.

An asset carried under concession arrangements is derecognized on disposal or when no future economic benefits are expected from its future use or disposal.

Other Intangible assets

Intangible assets are carried at cost, net of accumulated amortization and impairment losses, if any. Cost of an intangible asset comprises of purchase price and attributable expenditure on making the asset ready for its intended use.

Intangible Assets are amortized on a straight – line basis over their useful life not exceeding six years. An intangible asset is derecognized on disposal, or when no future economic benefits are expected from use or disposal. Gains or losses arising from derecognition of an intangible asset, measured as the difference between the net disposal proceeds and the carrying amount of the asset, are recognized in profit or loss when the asset is derecognized.

j) Borrowing cost

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalized as part of the cost of the asset. All other borrowing costs are expensed in the period in which they occur. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds. Borrowing cost also includes exchange differences to the extent regarded as an adjustment to the borrowing costs.



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k) Leases

Effective April 01, 2019, the Company has adopted Ind AS 116 "Leases". In respect of the transition to Ind AS 116 please refer Note 34.

A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

Where the Company is lessee

The Company recognizes right-of-use asset representing its right to use the underlying asset for the lease term at the lease commencement date. The cost of the right-of-use asset measured at inception shall comprise of the amount of the initial measurement of the lease liability adjusted for any lease payments made at or before the commencement date less any lease incentives received, plus any initial direct costs incurred. The right-of-use assets is subsequently measured at cost less any accumulated depreciation, accumulated impairment losses, if any and adjusted for any remeasurement of the lease liability. The right-of-use asset is depreciated from the commencement date on a straight-line basis over the shorter of the lease term and useful life of the underlying asset. Right-of-use assets are tested for impairment whenever there is any indication that their carrying amounts may not be recoverable. Impairment loss, if any, is recognised in the Standalone Statement of Profit and Loss.

The Company measures the lease liability at the present value of the lease payments that are not paid at the commencement date of the lease. The lease payments are discounted using the interest rate implicit in the lease, if that rate can be readily determined. If that rate cannot be readily determined, the Company uses incremental borrowing rate. For leases with reasonably similar characteristics, the Company may adopt the incremental borrowing rate for the entire portfolio of leases as a whole. The lease payments shall include fixed payments, variable lease payments, residual value guarantees, exercise price of a purchase option where the Company is reasonably certain to exercise that option and payments of penalties for terminating the lease, if the lease term reflects the lessee exercising an option to terminate the lease. The lease liability is subsequently remeasured by increasing the carrying amount to reflect interest on the lease liability, reducing the carrying amount to reflect the lease payments made and remeasuring the carrying amount to reflect any reassessment or lease modifications or to reflect revised in-substance fixed lease payments.

The Company recognises the amount of the re-measurement of lease liability as an adjustment to the right-of-use asset. Where the carrying amount of the right-of-use asset is reduced to zero and there is a further reduction in the measurement of the lease liability, the Company recognizes any remaining amount of the re-measurement in Standalone Statement of Profit and Loss.

Where the company is lessor

Leases are classified as finance leases when substantially all of the risks and rewards of ownership transfer from the Company to the lessee. Amounts due from lessees under finance leases are recorded as receivables at the Company net investment in the leases. Finance lease income is allocated to accounting periods so as to reflect a constant periodic rate of return on the net investment outstanding in respect of the lease.

Leases where the Company does not transfer substantially all the risks and rewards incidental to ownership of the asset are classified as operating leases. Lease rentals under operating leases are recognized as income on a straight-line basis over the lease term.

l) Inventories

Stores and spares are valued at lower of cost and net realisable value. However, stores and spares held for use in providing the service not written down below cost if services are expected to be provided at or above the cost. Cost is determined on a weighted average basis. Net realisable value is estimated selling price in the ordinary course of business, less estimated costs necessary to make the sale.



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m) Impairment of non-financial assets

The Company assesses at each reporting date whether there is an indication that an asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, the Company estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's or, cash-generating unit's (CGU) net selling price and its value in use. The recoverable amount is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets.

In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining fair value less costs of disposal, recent market transactions are taken in to account. If no such transactions can be identified, an appropriate valuation model is used. These calculations are corroborated by valuation multiples, quoted share prices for publicly traded companies or other available fair value indicators.

Impairment losses, are recognized in the statement of profit and loss. An assessment is made at each reporting date to determine whether there is an indication that previously recognized impairment losses no longer exist or have decreased. If such indication exists, the Company estimates the asset's or CGU's recoverable amount. A previously recognized impairment loss is reversed only if there has been a change in the assumptions used to determine the asset's recoverable amount since the last impairment loss was recognized. The reversal is limited so that the carrying amount of the asset does not exceed its recoverable amount, nor exceed the carrying amount that would have been determined, net of depreciation, had no impairment loss been recognized for the asset in prior periods/ years. Such reversal is recognized in the statement of profit or loss.

n) Provisions, contingent liabilities and commitments

Provisions are recognized when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. When the Company expects some or all of a provision to be reimbursed, for example, under an insurance contract, the reimbursement is recognized as a separate asset, but only when the reimbursement is virtually certain. The expense relating to a provision is presented in the statement of profit and loss net of any reimbursement.

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognized as a finance cost.

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The Company does not recognize a contingent liability but discloses its existence in the financial statements.

Contingent liability is disclosed in the case of:

- A present obligation arising from past events, when it is not probable that an outflow of resources will not be required to settle the obligation
- A present obligation arising from past events, when no reliable estimate is possible
- A possible obligation arising from past events, unless the probability of outflow of resources is remote

Commitments include the amount of purchase order (net of advances) issued to parties for completion of assets. Provisions, contingent liabilities, contingent assets and commitments are reviewed at each reporting date.



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o) Retirement and other Employee Benefits

(i) Defined contribution plans

Retirement benefit in the form of provident fund is a defined contribution scheme. The Company has no obligation, other than the contribution payable to the provident fund and employee state insurance. The Company recognizes contribution payable to a defined contribution plan as an expense, when an employee renders the related service. If the contribution payable to the scheme for service received before the balance sheet date exceeds the contribution already paid, the deficit payable to the scheme is recognized as a liability after deducting the contribution already paid. If the contribution already paid exceeds the contribution due for services received before the balance sheet date, then excess is recognized as an asset to the extent that the pre-payment will lead to, for example, a reduction in future payment or a cash refund.

Retirement benefit in the form of Superannuation Fund and Employees State Insurance are defined contribution schemes and the contributions are charged to the statement of profit and loss of the period when the contributions to the respective funds are due. The Company has no obligation, other than the contribution payable to the respective funds.

(ii) Defined benefit plans

For defined benefit plans in the form of gratuity fund administered under a scheme of the Life Insurance Corporation of India, the cost of providing benefits is determined using the projected unit credit method, with actuarial valuations being carried out at the end of each annual reporting period. Remeasurement, comprising actuarial gains and losses, the effect of the changes to the asset ceiling (if applicable) and the return on plan assets (excluding net interest) , is reflected immediately in the balance sheet with a charge or credit recognized in other comprehensive income in the period in which they occur and is not reclassified to profit or loss. Past service cost is recognized in profit or loss in the period of a plan amendment. Net interest is calculated by applying the discount rate at the beginning of the period to the net defined benefit liability or asset."

Defined benefit costs are categorized as follows:

- service cost (including current service cost, past service cost, as well as gains and losses on curtailments and settlements);
- net interest expense or income; and
- remeasurement"

The Company presents the first two components of defined benefit costs in profit or loss in the line item Employee benefits expenses. Curtailment gains and losses are accounted for as past service costs.

The retirement benefit obligation recognized in the balance sheet represents the actual deficit or surplus in the Company's defined benefit plan. Any surplus resulting from this calculation is limited to the present value of any economic benefits available in the form of refunds from the plans or reductions in future contributions to the plans.

(iii) Compensated absences

Accumulated leave, which is expected to be utilised within the next 12 months, is treated as short-term employee benefit. The Company measures the expected cost of such absences as the additional amount that it expects to pay as a result of the unused entitlement that has accumulated at the reporting date.

The Company treats accumulated leave expected to be carried forward beyond twelve months, as long-term employee benefit for measurement purposes. Such long-term compensated absences are provided for based on the actuarial valuation using the projected unit credit method at the year-end. Actuarial gains/losses are immediately taken to the statement of profit and loss and are not deferred. However, the Company presents the entire provision towards accumulated leave as a current liability in the balance



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sheet, since it does not have an unconditional right to defer its settlement for 12 months after the reporting date based on the actuarial valuation using the projected unit credit method at the year-end.

p) Financial Instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity. Financial assets and financial liabilities are recognized when the Company becomes a party to the contractual provisions of the instruments.

Financial assets

Initial recognition and measurement:

All financial assets are recognized initially at fair value plus, in the case of financial assets not recorded at fair value through profit or loss, transaction costs that are attributable to the acquisition of the financial asset. Purchases or sales of financial assets that require delivery of assets within a time frame established by regulation or convention in the market place (regular way trades) are recognized on the trade date, i.e., the date that the Company commits to purchase or sell the asset.

Subsequent measurement:

The classification of financial instruments depends on the objective of the Company's business model for which it is held and on the substance of the contractual terms/arrangements. Management determines the classification of its financial instruments at initial recognition.

For the purpose of subsequent measurement, financial instruments of the Company are classified into categories as explained below:

- Debt instruments at amortized cost
- Debt instruments at fair value through other comprehensive income (FVTOCI)
- Debt instruments, derivatives and equity instruments at fair value through profit or loss (FVTPL)
- Equity instruments measured at fair value through other comprehensive income (FVTOCI)

Debt instruments at amortized cost:

A 'debt instrument' is measured at the amortized cost if both the following conditions are met:

- a) The asset is held within a business model whose objective is to hold assets for collecting contractual cash flows, and
- b) Contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.

This category is the most relevant to the Company. After initial measurement, such financial assets are subsequently measured at amortized cost using the effective interest rate (EIR) method. Amortized cost is calculated by taking in to account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortization is included in finance income in the profit or loss. The losses arising from impairment are recognized in the profit or loss. This category generally applies to trade and other receivables.

Debt instrument at FVTOCI:

A 'debt instrument' is classified as at the FVTOCI if both of the following criteria are met:

- a) The objective of the business model is achieved both by collecting contractual cash flows and selling the financial assets, and
- b) The asset's contractual cash flows represent SPPI.

Debt instruments included within the FVTOCI category are measured initially as well as at each reporting date at fair value. Fair value movements are recognized in the other comprehensive income (OCI).



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However, the Company recognizes interest income, impairment losses & reversals and foreign exchange gain or loss in the statement of profit and loss. On derecognition of the asset, cumulative gain or loss previously recognized in OCI is reclassified from the equity to statement of profit and loss. Interest earned whilst holding FVTOCI debt instrument is reported as interest income using the EIR method.

Debt instrument at FVTPL:

FVTPL is a residual category for debt instruments. Any debt instrument, which does not meet the criteria for categorization as at amortized cost or as FVTOCI, is classified as at FVTPL.

In addition, the Company may elect to designate a debt instrument, which otherwise meets amortized cost or FVTOCI criteria, as at FVTPL. However, such election is allowed only if doing so reduces or eliminates a measurement or recognition inconsistency (referred to as 'accounting mismatch'). Debt instruments included within the FVTPL category are measured at fair value with all changes recognized in the statement of profit and loss.

Equity Investments:

All equity investments in scope of Ind AS 109 are measured at fair value. Equity instruments which are held for trading and contingent consideration recognised by an acquirer in a business combination to which Ind AS 103 applies are classified as at FVTPL. For all other equity instruments, the Company may make an irrevocable election to present in other comprehensive income subsequent changes in the fair value. The Company makes such election on an instrument-by-instrument basis. The classification is made on initial recognition and is irrevocable.

If the Company decides to classify an equity instrument as at FVTOCI, then all fair value changes on the instrument, excluding dividends, are recognized in the OCI. There is no recycling of the amounts from OCI to statement of profit and loss, even on sale of investment. However, the Company may transfer the cumulative gain or loss within equity. Equity instruments included within the FVTPL category are measured at fair value with all changes recognised in the statement of profit and loss.

Derecognition:

A financial asset (or, where applicable, a part of a financial asset or part of a group of similar financial assets) is primarily de recognized (i.e. removed from the balance sheet) when:

- a. The rights to receive cash flows from the asset have expired, or
- b. The company has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a 'pass-through' arrangement; and either (a) the company has transferred substantially all the risks and rewards of the asset, or (b) the company has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

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

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



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Impairment of financial assets:

In accordance with Ind AS 109, the company applies expected credit loss (ECL) model for measurement and recognition of impairment loss on the following financial assets and credit risk exposure:

- a. Financial assets that are debt instruments, and are measured at amortized cost e.g., loans, debt securities, deposits, trade receivables and bank balance
- b. Financial assets that are debt instruments and are measured as at FVTOCI.
- c. Lease receivables under Ind AS 116
- d. Trade receivables or any contractual right to receive cash or another financial asset that result from transactions that are within the scope of Ind AS 115
- e. Loan commitments which are not measured as at FVTPL
- f. Financial guarantee contracts which are not measured as at FVTPL

The company follows 'simplified approach' for recognition of impairment loss allowance on;

- Trade receivables or contract revenue receivables; and
- All lease receivables resulting from transactions within the scope of Ind AS 116

The application of simplified approach does not require the Company to track changes in credit risk. Rather, it recognizes impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition.

For recognition of impairment loss on other financial assets and risk exposure, the Company determines that whether there has been a significant increase in the credit risk since initial recognition. If credit risk has not increased significantly, 12-month ECL is used to provide for impairment loss. However, if credit risk has increased significantly, lifetime ECL is used. If, in a subsequent period, credit quality of the instrument improves such that there is no longer a significant increase in credit risk since initial recognition, then the entity reverts to recognizing impairment loss allowance based on 12-month ECL.

Lifetime ECL are the expected credit losses resulting from all possible default events over the expected life of a financial instrument. The 12-month ECL is a portion of the lifetime ECL which results from default events that are possible within 12 months after the reporting date.

ECL is the difference between all contractual cash flows that are due to the company in accordance with the contract and all the cash flows that the entity expects to receive (i.e., all cash shortfalls), discounted at the original EIR. When estimating the cash flows, the Company is required to consider:

- a. All contractual terms of the financial instrument (including prepayment, extension, call and similar options) over the expected life of the financial instrument. However, in rare cases when the expected life of the financial instrument cannot be estimated reliably, then the entity is required to use the remaining contractual term of the financial instrument
- b. Cash flows from the sale of collateral held or other credit enhancements that are integral to the contractual terms.

As a practical expedient, the Company evaluates individual balances to determine impairment loss allowance on its trade receivables. The evaluation is based on its historically observed default rates over the expected life of the trade receivables and is adjusted for forward-looking estimates. At every reporting date, the historical observed default rates are updated and changes in the forward-looking estimates are analyzed.

ECL impairment loss allowance (or reversal) recognized during the period is recognized as income/expense in the statement of profit and loss (P&L). This amount is reflected under the head 'other expenses'



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in the statement of profit and loss. The balance sheet presentation for various financial instruments is described below:

- Financial assets measured as at amortized cost and contractual revenue receivables: ECL is presented as an allowance, i.e., as an integral part of the measurement of those assets in the balance sheet. The allowance reduces the net carrying amount. Until the asset meets write-off criteria, the Company does not reduce impairment allowance from the gross carrying amount.

For assessing credit risk and impairment loss, the Company combines financial instruments on the basis of shared credit risk characteristics with the objective of facilitating an analysis that is designed to enable significant increases in credit risk to be identified on a timely basis.

Financial liabilities

Initial recognition and measurement:

Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss, loans and borrowings, payables, or as derivatives designated as hedging instruments in an effective hedge, as appropriate.

All financial liabilities are recognized initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs.

The Company's financial liabilities include trade and other payables, loans and borrowings including cash credit, financial guarantee contracts and derivative financial instruments.

Subsequent measurement:

The measurement of financial liabilities depends on their classification, as described below:

Financial liabilities at fair value through profit or loss:

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

Financial liabilities are classified as held for trading if they are incurred for the purpose of repurchasing in the near term. This category also includes derivative financial instruments entered into by the Company that are not designated as hedging instruments in hedge relationships as defined by Ind AS 109. Separated embedded derivatives are also classified as held for trading unless they are designated as effective hedging instruments.

Gains or losses on liabilities held for trading are recognized in the profit or loss.

Financial liabilities designated upon initial recognition at fair value through profit or loss are designated as such at the initial date of recognition, and only if the criteria in Ind AS 109 are satisfied.

For liabilities designated as FVTPL, fair value gains/ losses attributable to changes in own credit risk are recognized in OCI. These gains/loss are not subsequently transferred to P&L. However, the Company may transfer the cumulative gain or loss within equity. All other changes in fair value of such liability are recognized in the statement of profit or loss. The Company has not designated any financial liability as at fair value through profit and loss.

Loans and borrowings:

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



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Amortized cost is calculated by taking in to account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortization is included as finance costs in the statement of profit and loss. This category generally applies to borrowings.

Financial guarantee contracts

Financial guarantee contracts issued by the Company are those contracts that require a payment to be made to reimburse the holder for a loss it incurs because the specified debtor fails to make a payment when due in accordance with the terms of a debt instrument.

Financial guarantee contracts are recognized initially as a liability at fair value, adjusted for transaction costs that are directly attributable to the issuance of the guarantee. Subsequently, the liability is measured at the higher of the amount of loss allowance determined as per impairment requirements of Ind AS 109 and the amount recognized less cumulative amortization.

Derecognition

A financial liability is derecognized when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognized in the statement of profit or loss.

q) Cash and cash equivalents

Cash and cash equivalent in the balance sheet comprise cash at banks and on hand and short-term deposits with an original maturity of or less, which are subject to an insignificant risk of changes in value. For the purpose of the statement of cash flows, cash and cash equivalents consist of cash and short-term deposits, as defined above, net of outstanding bank overdrafts as they are considered an integral part of the Company's cash management.

r) Earnings per share

Basic Earnings per Share is calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period.

Diluted earnings per share is computed by dividing the net profit after tax, adjusted for effects of dilutive potential equity shares, by the weighted average number of equity shares considered for deriving basic EPS and also weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares except where the results are anti-dilutive. Dilutive potential equity shares are deemed converted as of the beginning of the period, unless issued at a later date. Dilutive potential equity shares are determined independently for each period presented.



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3 Property, Plant & Equipment

	Books and periodicals	Buildings on leasehold land	Plant and equipment	Office equipment	Computer equipment and IT systems	Furniture and fixtures	Vehicles	Total
Cost or deemed cost								
As at April 01, 2022		12,024.74	11,891.20	417.05	484.51	391.63	60.13	25,269.25
Additions	22.31	524.83	524.83	25.78	101.37	6.68	9.00	689.56
Disposals	-	(52.03)	(52.03)	-	-	-	(0.95)	(52.97)
As at March 31, 2023		12,047.05	12,364.01	442.83	585.88	398.31	66.18	25,906.24
Additions	13.27	2,263.59	4,666.18	86.24	232.39	168.83	10.19	7,440.68
Disposals	-	(219.83)	(219.83)	(14.80)	(6.86)	(2.25)	(4.08)	(247.82)
As at March 31, 2024	13.27	14,310.64	16,810.36	514.28	811.40	564.89	74.29	31,099.10
Accumulated Depreciation								
As at April 01, 2022		4,632.57	4,922.41	287.55	227.99	246.06	23.00	10,339.60
Depreciation charge for the year		510.39	939.32	48.88	110.97	23.21	6.33	1,639.11
Disposals		(33.91)	(33.91)	-	-	-	(0.36)	(34.27)
As at March 31, 2023		5,142.96	5,827.82	336.43	338.96	269.27	28.97	11,944.44
Depreciation charge for the year	8.64	546.01	1,095.10	54.70	124.59	34.31	8.10	1,871.44
Disposals	-	(124.64)	(124.64)	(10.94)	(3.96)	(6.17)	(1.28)	(146.99)
Other Adjustments	-	5.95	(4.36)	-	(3.92)	(3.39)	2.20	(3.52)
As at March 31, 2024	8.64	5,694.92	6,793.92	380.19	455.66	294.02	37.98	13,665.37
Net Block								
As at March 31, 2023	-	6,904.09	6,536.19	106.40	246.92	129.04	39.21	13,961.80
As at March 31, 2024	4.63	8,615.72	10,016.44	134.09	355.74	270.87	36.31	19,433.73

Building is constructed on lease hold land taken from GMR Hyderabad Aviation SEZ Limited ("GHASL") who has obtained the same from GMR Hyderabad International Airport Limited ("GHIAL") (holding company). GHIAL has obtained such land under the land lease agreement with the Government of Telangana.

3A Capital Work in Progress

	As at	As at
	March 31, 2024	March 31, 2023
Capital expenditure incurred on Property Plant and Equipment	630.76	2,404.12
	630.76	2,404.12



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4 Right of use Assets

	Right-of-use assets		Total
	Land	Buildings	
As at April 01, 2022	3,497.48	-	3,497.49
Additions	-	-	-
Adjustments	-	-	-
As at March 31, 2023	3,497.48	-	3,497.49
Additions	770.73	-	770.73
Adjustments	-	-	-
As at March 31, 2024	4,268.21	-	4,268.22
Accumulated Amortization			
As at April 01, 2022	733.41	0.00	733.42
Charge for the year	239.04	-	239.04
Adjustments	-	-	-
As at March 31, 2023	972.45	0.00	972.46
Charge for the year	293.00	-	293.00
Adjustments	-	-	-
As at March 31, 2024	1,266.11	0.00	1,266.12
Net Block			
As at March 31, 2023	2,525.03	-	2,525.03
As at March 31, 2024	3,002.10	-	3,002.10

5 Other Intangible Assets

	Right to Operate - Cargo facility	Computer Software	Technical Know-how	Total
Cost or deemed cost				
As at April 01, 2022	10,856.78	448.87	898.29	12,205.94
Additions	1,748.15	19.21	-	1,767.35
Disposals	(158.65)	-	-	(158.65)
As at March 31, 2023	12,448.28	468.08	898.29	13,814.64
Additions	227.15	280.15	-	507.30
Disposals	(7.14)	-	-	(7.14)
As at March 31, 2024	12,668.29	748.22	898.29	14,314.80
Accumulated Amortization				
As at April 01, 2022	2,729.72	363.42	898.29	3,991.43
Charge for the year	648.49	28.46	-	676.95
Disposals	(152.77)	-	-	(152.77)
As at March 31, 2023	3,225.44	391.88	898.29	4,515.61
Charge for the year	746.13	45.24	-	791.37
Disposals	(4.79)	-	-	(4.79)
As at March 31, 2024	3,966.78	437.12	898.29	5,302.19
Net Block				
As at March 31, 2023	9,222.84	76.20	-	9,299.03
As at March 31, 2024	8,701.51	311.11	-	9,012.61

6 Intangible Assets under development

	As at March 31, 2024	As at March 31, 2023
Capital expenditure incurred on intangible assets	193.55	165.79
	193.55	165.79



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7(a) Investments

	Non Current		Current	
	As at March 31, 2024	As at March 31, 2023	As at March 31, 2024	As at March 31, 2023
Investment equity instruments (fully paid-up)				
Unquoted investment in subsidiaries (at Cost)				
100,000 (March 31, 2023: 100,000) Equity shares of Rs. 10 each fully paid up in GMR Aero Technic Limited	10.00	10.00	-	-
Investment in Mutual Funds (FVTPL) - quoted				
30060 units (March 31, 2023: 30060) of face value of Rs.1000 each HDFC Liquid Fund - Regular plan - Growth			1,068.08	1,000.52
79,910 units (March 31, 2023: 75,847 units) of Rs.1000 each of Aditya Birla Sun Life Liquid Fund - Growth Regular Plan			1,034.88	919.65
86,931 units (March 31, 2023: 86,931 units) of face value of Rs.1000 each ICICI Prudential Overnight Fund Direct Plan Growth			1,121.87	1,050.54
76,796 units (March 31, 2023: 40,079) of face value of Rs.1000 each Axis Overnight Fund Direct Growth			972.67	475.15
76,937 units (March 31, 2023: 12,593 units) of face value of Rs.10 each Sundaram Overnight Fund Direct Plan Growth			978.83	149.99
79,319 units (March 31, 2023: 39,504 units) of face value of Rs.1000 each Kotak Overnight Fund Direct Plan Growth			1,013.11	472.38
68,089 units (March 31, 2023: 39,367) of face value of Rs.1000 each Tata Overnight Fund Direct Plan Growth			859.79	465.56
1,265 units (March 31, 2023: 32,036 units) of face value of Rs.1000 each UTI Overnight Fund-Direct Growth Plan			41.45	983.07
70,655 units (March 31, 2023: Nil) of face value of Rs.1000 each HSBC Overnight Fund Direct Growth			885.25	
8,427 units (March 31, 2023: Nil) of face value of Rs.1000 each HSBC Liquid Fund Direct Growth			202.76	
19,652 units (March 31, 2023: Nil) of face value of Rs.1000 each Bandhan Mutual Fund Direct Growth			250.95	
Innovex capital fund				
4,00,000 units of Rs. 100 each (March 31, 2023 : Nil)	873.88			
Total	883.88	10.00	8,429.64	5,516.86
7(b) Other Financial Assets				
Security deposits				
Unsecured, considered good, to related parties	84.36	69.42	-	-
Unsecured, considered good, to others	127.48	78.65	-	-
Margin money deposits held with bank	-	4.50	-	-
Interest accrued on fixed deposits	-	-	18.11	8.40
Total (A)	211.85	152.57	18.11	8.40
Others				
Unbilled revenue	-	-	1,757.62	3,133.02
Other receivables	-	-	32.77	29.13
Total (B)	-	-	1,790.38	3,162.16
Total	211.85	152.57	1,808.49	3,170.56

8. Deferred tax Assets (net)

	As at March 31, 2024	As at March 31, 2023
Deferred tax liability (DTL) relating to		
Impact of difference between tax depreciation and depreciation/ amortization charged for the year	(1,111.09)	(1,096.94)
Impact of fair value adjustments on Investments in Financial Instruments	(236.33)	(52.75)
Impact of Other borrowing cost to the extent not amortised	(19.66)	(23.94)
(A)	(1,367.08)	(1,173.63)
Deferred tax assets (DTA) relating to		
Carry forward tax losses/unabsorbed depreciation	-	-
Impact of additional expenditure on account of Ind AS 116	614.56	477.19
Impact of notional interest on deposits	33.32	24.61
Impact of temporary differences due to disallowances of Gratuity and Leave encashment	259.36	161.73
Impact of temporary differences due to provision for planned maintenance created under SCA	442.26	487.48
Other Assets	17.59	22.62
(B)	1,367.08	1,173.63
(A+B)	0.00	-

Deferred tax (net)



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9. Tax Assets:

Advance income-tax (net of provisions)

Non Current		Current	
As at	As at	As at	As at
March 31, 2024	March 31, 2023	March 31, 2024	March 31, 2023
3,421.07	3,803.82	-	-
3,421.07	3,803.82	-	-

10. Other Assets:

Unsecured, considered good

Capital advances

Advances recoverable in cash or kind

Total (A)

Non Current		Current	
As at	As at	As at	As at
March 31, 2024	March 31, 2023	March 31, 2024	March 31, 2023
65.88	938.06		
272.55	272.55	404.28	363.72
338.43	1,210.61	404.28	363.72

Other loans and advances

Prepaid expenses

Advance Concession fee

Balances with statutory/ government authorities

Total (B)

20.28	9.66	372.21	270.52
-	-	-	-
112.47	112.47	509.59	430.94
132.75	122.14	881.81	701.47

Total (A+B)

471.20	1,332.76	1,286.08	1,065.20
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11. Inventories

Stores and spares (valued at lower of cost or net realisable value)*

As at	As at
March 31, 2024	March 31, 2023
6,040.78	5,876.52
6,040.78	5,876.52

*includes material in transit of Rs. 7 lakhs (March 31, 2023 Rs. 45.08 lakhs)

12. Trade Receivables

Unsecured, considered good

- Considered good- Secured

- Considered good-Un Secured

- Credit impaired

Less: Provisions for Expected Credit Loss - credit impaired

Total (Refer Note 49)

As at	As at
March 31, 2024	March 31, 2023
7,911.71	4,766.64
64.31	91.69
(64.31)	(91.69)
7,911.70	4,766.64

13(a) Cash and cash equivalents

Cash on hand

Balance with banks

- on current accounts

- exchange earner's foreign currency account

- on escrow accounts

Total

As at	As at
March 31, 2024	March 31, 2023
6.04	2.13
160.15	150.07
725.39	843.68
1.39	1.01
892.97	996.89

13(b) Bank balance other than cash and cash equivalent

Fixed deposits held as Margin money*

Deposits with maturity for more than three months but less than 12 months

313.16	7.07
1.11	196.05
314.27	203.12

*Out of the above, Fixed deposit of Rs. 6.07 lakhs is in the name of Demerged Company (GATL).



14 Equity Share Capital

Authorised share capital:

As at April 01, 2022
 Increase during the year
 As at March 31, 2023
 Increase during the year
 As at March 31, 2024

Equity Shares	
In numbers	Amount
68,15,68,450	70,000
-	-
68,15,68,450	70,000
-	-
68,15,68,450	70,000

Issued, subscribed and fully paid share capital

455,848,935 (March 31, 2024: 455,812,200) fully paid equity shares of Rs. 10 each
 Nil (March 31, 2024: 18,000) 11.97% compulsorily convertible cumulative preference shares ('CCCPS') Series A of Rs.10,000 each fully paid up
 Nil (March 31, 2024: 18,735) 11.97% compulsorily convertible cumulative preference shares ('CCCPS') Series B of Rs.10/- each fully paid up

As at March 31, 2024	As at March 31, 2023
45,584.89	45,584.89
-	-
-	-
45,584.89	45,584.89

a. Reconciliation of number of shares and amount outstanding at end of the year
 Equity Shares

As at April 01, 2022
 Issues of the shares during the year
 As at March 31, 2023
 Issues of the shares during the year
 As at March 31, 2024

In numbers	Amount
45,58,12,200	45,581.22
36,735	3.67
45,58,48,935	45,584.89
-	-
45,58,48,935	45,584.89

Preference shares - Series A
 CCCPS of Rs.10,000/- each fully paid up

As at April 01, 2022
 Issues of the shares during the year
 Conversion of Equity during the year
 As at March 31, 2023
 Issues of the shares during the year
 Conversion of Equity during the year
 As at March 31, 2024

In numbers	Amount
18,000	1,800.00
-	-
18,000	1,800.00
-	-
-	-
-	-
-	-

Preference shares - Series B
 CCCPS of Rs.10/- each fully paid up

As at April 01, 2022
 Issues of the shares during the year
 Conversion of Equity during the year
 As at March 31, 2023
 Issues of the shares during the year
 Conversion of Equity during the year
 As at March 31, 2024

In numbers	Amount
18,735	1.87
-	-
18,735	1.87
-	-
-	-
-	-
-	-

Note: Includes effect of common control transaction, adjustments have been made in respect of consideration other in cash aggregating Rs. 10,993.09 lakhs to be discharged by issue of Equity shares of Rs. 9,191.22 lakhs and Compulsorily Convertible Cumulative Preference Shares (Series A & B) of Rs 1,801.87 lakhs.

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 share is entitled to one vote per share. The Company declares and pays dividend in Indian Rupees. In event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

c. Terms/ rights attached to CCCPS

The Company has issued 18,000 fully paid up CCCPS (Series A) of Rs. 10,000/- each fully paid up and 18,735 fully paid up CCCPS (Series B) of Rs. 10/- each.

CCCPS (Series A) and CCCPS (Series B) carry cumulative dividend @ 11.97% and the Company declares the dividend in Indian Rupees. CCCPS (Series A) and CCCPS (Series B) shall be compulsorily converted into equity shares of Rs. 10/- each at the rate of one equity share for each CCCPS (Series A) and CCCPS (Series B) share, as the case may be, after the expiry of the concession year.

Other than the right to receive the dividends and preference rights on voluntary winding up, the CCCPS (Series A) and CCCPS (Series B) shall not have any rights including but not limited to the voting rights. These preference shares shall rank pari-passu for the all the rights other than the par value of each share and the dividends thereon.

The earlier 11.97% Series A (18,000) & Series B CCCPS (18,735) has been extinguished and converted into Equity shares face value of Rs. 10/- per share with effect from March 29, 2023. Accordingly, GACAEL will allot 18,000 equity shares of Rs.10 each against 11.97% CCCPS Series A of face value of Rs. 10,000/- per share aggregating to Rs.1,80,000 and 18,735 equity shares of Rs.10 each against 11.97% CCCPS Series B of face value of Rs. 10/- per share aggregating to Rs.1,87,350 to GHIAL.



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The equity Paid up capital of the Company after conversion of CCCPS into equity would be increased from 45,58,12,200 equity shares of Rs.10 each aggregating to Rs.455,81,22,000 to 45,58,48,935 equity shares of Rs. 10/- each aggregating to Rs. 455,84,89,350/-. The paid-up Preference Share Capital of Rs.18,01,87,350 will be reduced to Nil. Accordingly, the total paid up capital of the Company would stand reduced from Rs.473,83,09,350 to Rs.455,84,89,350.

c. Shares held by holding company

Out of the equity shares issued by the company, shares held by its holding company are as below:

Name of shareholder	As at March 31, 2024		As at March 31, 2023	
	No of shares held	Amount	No of shares held	Amount
GMR Hyderabad International Airport Limited and its nominees				
45,58,48,935 fully paid equity shares of Rs. 10 each	45,58,48,935	45,584.89	45,58,48,935	45,584.89
18,000 11.97% compulsorily convertible cumulative preference shares ('CCCPS') Series A of Rs.10,000 each fully paid up	-	-	-	-
18,735 11.97% compulsorily convertible cumulative preference shares ('CCCPS') Series B of Rs.10/- each fully paid up	-	-	-	-

d.Details of shareholders holding more than 5% shares in the company

Name of shareholder	As at March 31, 2024		As at March 31, 2023	
	No of shares held	% Holding in Class	No of shares held	% Holding in Class
45,58,48,935 fully paid equity shares of Rs. 10 each				
GMR Hyderabad International Airport Limited and its nominees	45,58,48,935	100%	45,58,48,935	100%
18,000 11.97% compulsorily convertible cumulative preference shares ('CCCPS') Series A of Rs.10,000 each fully paid up				
GMR Hyderabad International Airport Limited and its nominees	-	-	-	-
18,735 11.97% compulsorily convertible cumulative preference shares ('CCCPS') Series B of Rs.10/- each fully paid up				
GMR Hyderabad International Airport Limited and its nominees	-	-	-	-

As per records of the Company including its register of shareholders/members and other declarations received from shareholders regarding beneficial interest, the above share holding represents both legal and beneficial ownership of shares.

15 Other equity

(i) Equity component of related party loan

Opening Balance

Less: Adjustment during the year

Closing Balance

	As at March 31, 2024	As at March 31, 2023
Opening Balance	51.17	51.17
Less: Adjustment during the year	-	-
Closing Balance	51.17	51.17

(ii) Retained earnings

Opening Balance

Add: (Loss)/Profit for the year

Remeasurement (losses) on the defined benefit plans

Closing Balance

	As at March 31, 2024	As at March 31, 2023
Opening Balance	(43,936.34)	(44,923.23)
Add: (Loss)/Profit for the year	6,328.36	1,022.36
Remeasurement (losses) on the defined benefit plans	(123.07)	(35.47)
Closing Balance	(37,731.05)	(43,936.34)

(iii) Amalgamation Adjustment Deficit Account

Opening balance

Add: Adjustment during the year

Closing balance

	As at March 31, 2024	As at March 31, 2023
Opening balance	(1,089.16)	(1,089.16)
Add: Adjustment during the year	-	-
Closing balance	(1,089.16)	(1,089.16)

(iv) Security Premium

Opening Balance

Issued during the year

Closing Balance

	As at March 31, 2024	As at March 31, 2023
Opening Balance	1,798.20	-
Issued during the year	-	1,798.20
Closing Balance	1,798.20	1,798.20

Total

	As at March 31, 2024	As at March 31, 2023
Total	(36,970.84)	(43,176.13)



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16 Borrowings

	Long Term		Short Term	
	As at March 31, 2024	As at March 31, 2023	As at March 31, 2024	As at March 31, 2023
Loan from Cisco Systems Capital India Private Limited	-	-	-0.00	39.40
Loan from NIIF IFL - Term Loan	23,771.87	26,454.89	2,700.00	2,100.00
Overdraft facility from bank	-	-	2,089.20	2,211.27
	23,771.87	26,454.89	4,789.20	4,383.68

The Company has taken a loan from NIIF amounting to 30000.00 lakhs in the previous years at an interest rate of 8.30% (NIIF IFL 5 YR Benchmark Rate+BPS) which is repayable in 40 Quarterly structured instalments starting from December 31, 2022. The loan is taken for refinancing of the investments made in the project and meeting transaction expenditures.

The loan is secured by

(i) First pari-passu mortgage of leasehold rights of the land along with the building, structure etc. on the land by way of a memorandum by deposit of title deeds for following lease agreements.

- (a) Land lease agreement with GHASL for the area admeasuring 14.81 acre.
(b) Land lease agreement with GHASL for the area admeasuring 2.72 acre for 147 School.
(c) Land lease agreement with GHASL for the area admeasuring 46483 square feet for inflatable hanger.

(ii) first ranking pari passu charge on (a) moveable assets including plant and machinery, spare, tools and accessories and all other movable assets (b) all the current assets, including bank accounts, cash flows and receivables by way of a deed of hypothecation (c) Project contracts.

(iii) Corporate Guarantee from GHIAL to guarantee the obligations of GACAEL under this facility.

(iv) Debt Service Reserve of 2 quarter of Debt Service Amount.

The Company has availed the overdraft facility up to 4,500 Lakhs from ICICI Bank is repayable on demand and carries interest of MCLR-3M/6M/1Y is 8.45%/8.60%/8.65% plus spread 0.35%, as per the terms of sanction letter.

During the FY 2021-22, the company has obtained loan from Cisco Systems Capital India Private Limited amounting to Rs. 114.22 Lakhs repayable in 12 quarterly instalments by February 2024.

During the FY 2021-22, the Company has obtained working capital loan from ICICI Bank carries interest of MCLR - 1 year is 7.9% plus spread NIL.

17. Lease Liabilities

	Non-Current		Current	
	As at March 31, 2024	As at March 31, 2023	As at March 31, 2024	As at March 31, 2023
Lease liabilities (Refer Note 34)	3,754.17	3,236.88	490.84	405.88
	3,754.17	3,236.88	490.84	405.88

18 Provisions

	Non-Current		Current	
	As at March 31, 2024	As at March 31, 2023	As at March 31, 2024	As at March 31, 2023
Provision for employee benefits				
Provision for gratuity	411.15	151.18	-	-
Leave Encashment	-	-	619.36	491.44
Provision for Bonus	-	-	420.14	250.03
Other provisions				
Provision for replacement obligations	1,761.98	1,891.33	1,037.69	508.50
Total	2,173.13	2,042.51	2,077.19	1,249.97

19. Trade payables

	Current	
	As at March 31, 2024	As at March 31, 2023
Trade Payables (Refer Note 50)		
(i) Total Outstanding dues of micro enterprises and small enterprises	30.40	108.17
(ii) Total Outstanding dues of creditors other than micro enterprises and small enterprises	7916.87	7,766.61
	7,947.28	7,874.78

20. Other financial liabilities

	Non-Current		Current	
	As at March 31, 2024	As at March 31, 2023	As at March 31, 2024	As at March 31, 2023
Payables for purchase of Property, Plant and Equipment	-	-	1,258.57	752.39
Deposit from customers	-	-	10.51	11.01
Retention money	-	-	170.43	117.60
Interest Accrued but not due on borrowings	-	-	15.56	18.42
Security deposit received	-	-	243.68	102.86
Payable for lease hold land rights	4,335.88	4,216.99	382.89	430.03
	4,335.88	4,216.99	2,081.64	1,432.31



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21. Other current liabilities

Advances from customers
Payable to Employees
Others
 Statutory Liabilities
 Unearned revenue

Current	
As at March 31, 2024	As at March 31, 2023
445.95	308.53
395.05	316.12
852.98	488.35
2,215.47	431.07
3,909.45	1,544.06



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22. Revenue from operations

Income from MRO operations

Revenue from MRO Services

Income from cargo operations

Cargo operations

Improvements to concession asset

Other operating revenue

Document handling charges

Container handling charges

Rent

Parking income

Sale of Inventory

	For the year ended March 31, 2024	For the year ended March 31, 2023
	31,646.69	27,420.71
	14,189.10	8,691.72
	227.15	1,740.40
	182.69	62.29
	214.81	154.49
	143.80	133.48
	38.68	36.85
	27.41	-
	46,670.34	38,239.95
India	46,537.10	37,857.74
Outside India	133.24	382.21
Total revenue from contracts with customers	46,670.34	38,239.95

23. Other income

Interest Income

Interest Income on

- Bank Deposits

- Innovation fund

-Inter Corporate Deposit and Loan

-Tax refund

Finance income on financial assets held at amortised cost

Fair value gain on financial instruments at fair value through profit or loss

Profit on sale of Mutual Funds

Duty credit Scrips

Gain on account of foreign exchange fluctuation (net)

Liabilities no longer required, written back

Other non operating income

Profit On Sale Of Depreciable Assets

Miscellaneous income

	For the year ended March 31, 2024	For the year ended March 31, 2023
	19.82	14.98
	5.13	-
	-	198.36
	32.62	60.10
	12.30	9.55
	729.81	172.19
	207.09	1.93
	-	101.10
	123.02	236.72
	243.11	-
	96.37	19.89
	66.13	5.80
	169.59	150.85
	1,704.99	971.46



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24. Cost of stores and spare consumed

Inventory at the beginning of the year
Add: Purchases
Less: Inventory written off
Less: Inventory Provision
Less: Inventory at the end of the year

For the year ended March 31, 2024	For the year ended March 31, 2023
5,876.52	6,708.85
6,987.35	6,953.04
(215.97)	(166.14)
(206.94)	-
(6,040.78)	(5,876.52)
6,400.18	7,619.22

25. Employee benefit expenses

Salaries, wages and bonus
Contribution to provident and other funds (Refer Note 31 (c))
Gratuity expenses (Refer Note 31)
Staff welfare expenses
Total

For the year ended March 31, 2024	For the year ended March 31, 2023
11,470.70	10,228.60
647.36	554.31
166.21	136.12
812.82	685.45
13,097.08	11,604.48

26. Finance costs

Interest on

Cash Credit facility and overdraft facility from bank
Loan from Cisco Systems Capital India Private Limited
NIIF IFL Term Loan
Interest expense-ICICI FCNR Term Loan
Lease Liability
Financial liabilities & Replacement obligations
Bank and finance charges

For the year ended March 31, 2024	For the year ended March 31, 2023
181.86	96.23
0.97	2.77
2,333.88	2,441.25
-	56.74
393.74	351.49
636.00	586.78
54.87	37.54
3,601.32	3,572.80

27. Depreciation and amortisation expenses

Depreciation of property, plant and equipment (Refer note 3)
Amortisation of intangible assets (Refer note 4)
Depreciation on Right-of-use Assets (Refer note 5)

For the year ended March 31, 2024	For the year ended March 31, 2023
1,871.44	1,639.11
791.37	676.95
293.66	239.04
2,956.47	2,555.09



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(All amounts in Indian Rupees lakhs, except as otherwise stated)

28. Other expenses

	For the year ended March 31, 2024	For the year ended March 31, 2023
Rates and taxes	718.83	548.01
Concession fee	2,726.16	1,706.66
Technical fee	1,211.41	762.32
Provision for planned maintenance under SCA	569.33	598.58
Cargo handling charges	840.16	741.02
Lease expenses	88.41	56.32
Electricity and water charges (net of recoveries)	866.13	774.71
Customs staff cost recovery	144.28	130.90
Equipment hire charges	23.85	37.15
Insurance	782.68	624.52
Repairs and Maintenance		
- Plant and machinery	252.44	223.55
- Buildings	96.36	58.31
- IT Systems	361.68	76.56
- Others	617.98	663.21
Sub-contracting expenses	377.63	377.98
Advertising and sales promotion	72.51	70.50
Travelling and conveyance	1,274.61	981.66
Communication expenses	79.13	64.61
Printing and stationery	69.15	65.00
Security expenses	199.46	180.63
House Keeping Charges	132.55	79.15
Business development expenses	377.96	273.80
Membership and Subscriptions	91.50	80.76
Corporate social responsibility expense	13.36	23.00
Legal and professional fees	1,181.00	591.74
Manpower Charges	720.81	872.34
Recruitment Charges	-	1.46
Board meeting expenses	3.65	0.15
Payment to auditors	28.63	21.72
Provision for doubtful receivable	41.38	49.56
Property, plant and equipment written off	78.05	23.75
Charity and Donations (Refer Note below)	1,153.93	-
Inventory written off	215.97	166.14
Provision for Inventory Writeoff	206.94	-
Misc. Exp-Insurance Claim Settled	-	19.98
Miscellaneous expenses	146.85	151.29
	15,764.77	11,097.06

Note: The Company has made a Donation to Prudent Electoral Trust for political purpose amounting to Rs. 1000.00 Lakhs (March 31, 2023 - Rs. NIL).

Payment to auditors

	For the year ended March 31, 2024	For the year ended March 31, 2023
Statutory audit fee	15.00	13.50
Tax Audit fee	1.50	3.50
Other services	9.57	1.91
Reimbursement of expenses	2.56	2.81
	28.63	21.72

29. Other comprehensive income (OCI)

The disaggregation of changes to OCI by each type of reserve in equity is shown below:

	For the year ended March 31, 2024	For the year ended March 31, 2023
Re-measurement gains / (losses) on defined benefit plan	(123.07)	(35.47)
	(123.07)	(35.47)



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30. Earnings per Share (EPS)

The following reflects the income and share data used in the computation of basic and diluted EPS:

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Profit for the year	6,328.36	1,022.36
Less : Preference dividend and tax thereon	-	(210.36)
Profit attributable to equity shareholders	6,328.36	812.00
Weighted Average number of equity shares used for computing Earning Per Share (Basic and diluted)	455,848,935	45,58,13,106
Earnings Per Share (Basic and diluted) (face value of Rs.10 each)	1.39	0.18

31. Corporate Social Responsibility (CSR)

Particulars	March 31, 2024	March 31, 2023
Where the company covered under section 135 of the Companies Act, the following shall be disclosed with regard to CSR activities:-		
(i) amount required to be spent by the company during the year,	13.36	22.95
(ii) amount of expenditure incurred,	13.36	23.00
(iii) shortfall at the end of the year,	-	-
(iv) total of previous years shortfall,	-	-
(v) reason for shortfall,	-	-
(vi) nature of CSR activities,		
(vii) details of related party transactions, e.g., contribution to a trust controlled by the company in relation to CSR expenditure as per relevant Accounting Standard,	-	-
(viii) where a provision is made with respect to a liability incurred by entering into a contractual obligation, the movements in the provision during the year shall be shown separately.	-	-

32. Employee benefits plan

The Company has a defined benefit gratuity plan and governed by Payment of Gratuity Act, 1972. Every employee who has completed five years or more of service is entitled to a gratuity on departure at 15 days salary for each completed year of service.

Statement of profit and loss

Net employee benefit expense (recognized in the employee cost)

	For the year ended March 31, 2024	For the year ended March 31, 2023
Current service cost (including past service cost)	147.02	132.50
Interest cost on benefit obligation	11.96	3.62
Other Adjustment	7.23	
Net benefit expense	166.21	136.12



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(All amounts are in ₹ lakhs, unless otherwise stated)

Balance sheet

Details of provision for gratuity

	As at March 31, 2024	As at March 31, 2023
Present value of defined benefit obligation	(1,163.75)	(924.58)
Fair value of plan assets	752.56	773.40
Plan liability	(411.15)	(151.18)

a. Defined benefits plan: (MRO Division)

The following tables summarize net benefit expenses recognised in the statement of profit and loss and the amount recognised in the Balance sheet for the gratuity plan for MRO business:

(i) Net employee benefit expense (recognized in the employee benefits expenses):

	March 31, 2024	March 31, 2023
Current service cost (including past service cost)	106.62	92.03
Interest cost on benefit obligation	19.19	8.44
Net benefit expense	125.81	100.47

(ii) Net liability to be recognized in the balance sheet:

	March 31, 2024	March 31, 2023
Present value of defined benefit obligation	(864.62)	(660.70)
Fair value of plan assets	383.61	413.61
Plan liability	(481.01)	(247.09)

(iii) Changes in the present value of the defined benefit obligation:

	March 31, 2024	March 31, 2023
Opening defined benefit obligation	660.70	507.67
Interest cost	46.15	35.08
Current service cost (including past service cost)	106.62	92.03
Benefits paid	(56.96)	(27.25)
Actuarial loss on obligation	108.11	53.17
Closing defined benefit obligation	864.62	660.70

(iv) Changes in the fair value of plan assets:

	March 31, 2024	March 31, 2023
Opening fair value of plan assets	413.61	372.95
Acquisition adjustment	-	(8.78)
Expected return	26.96	26.64
Contributions by employer	-	40.43
Actuarial gain/(loss)	-	9.61
Benefits paid	(56.96)	(27.24)
Closing fair value of plan assets	383.61	413.61

The major categories of plan assets as a percentage of the fair value of total plan assets are as follows:

	March 31, 2024	March 31, 2023
Investments with insurer	100%	100%

The principal assumptions used in determining gratuity obligations for the Company's plans are shown below:

	March 31, 2024	March 31, 2023
Discount rate	7.00%	7.30%
Salary escalation Rate	8.00%	8.00%
Withdrawal Rate	5.00%	5.00%



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(All amounts are in ₹ lakhs, unless otherwise stated)

Disclosure related to indication of effect of the defined benefit plan on the entity's future cash flows:

Expected Benefits payments for the year ending

Year ending	March 31, 2024
Within 1 year	67.26
1 - 2 year	70.94
2 - 3 year	56.59
3 - 4 year	52.50
4 - 5 year	58.91
5 - 10 year	360.58

The significant actuarial assumptions for the determination of the defined benefit obligations are discount rate and expected salary increase. The sensitivity analysis below have been determined based on reasonably possible changes of the respective assumptions occurring at the end of the reporting year, while holding all other assumptions constant.

Particulars	March 31, 2024	March 31, 2023
(a) Effect of 1% change in assumed discount rate		
- 1% Increase	(74.75)	(59.72)
- 1% Decrease	87.21	70.01
(b) Effect of 1% change in assumed Salary Escalation rate		
- 1% Increase	55.54	48.24
- 1% Decrease	(53.61)	(45.40)
(c) Effect of 1% change in assumed Attrition rate		
- 1% Increase	5.32	2.91
- 1% Decrease	(6.60)	(3.97)

Note:

- i) The estimate of future salary increases, considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.
- ii) The expected return on plan assets is determined considering several applicable factors mainly the composition of the plan assets held, assessed risk of asset management, historical results of the return on plan assets and the Company's policy for plan asset management.

b. Defined benefits plan: (Air Cargo Division)

The following tables summarise net benefit expenses recognised in the statement of profit and loss and the amount recognised in the Balance sheet for the gratuity plan for Cargo business.

i. Net employee benefit expense (recognized in the employee cost):

	March 31, 2024	March 31, 2023
Current service cost (including past service cost)	40.40	40.47
Interest cost on benefit obligation	(7.23)	(4.82)
Other Adjustment	1.00	
Net benefit expense	16.74	35.65



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ii. Net asset to be recognized in the balance sheet:

	March 31, 2024	March 31, 2023
Present value of defined benefit obligation	(299.09)	(263.88)
Fair value of plan assets	368.95	359.79
Plan asset	69.86	95.91

iii. Changes in the present value of the defined benefit obligation:

	March 31, 2024	March 31, 2023
Opening value of defined benefit obligation at the beginning of the year	263.88	258.01
Current service cost	40.40	40.47
Past service cost - plan amendments	-	-
Interest cost	18.05	14.64
Actuarial loss/(gain) on obligation	(3.98)	(13.35)
Benefits paid	(19.26)	(35.89)
Present value of defined benefit obligation at the end of the year	299.08	263.88

iv. Changes in the fair value of plan assets:

	March 31, 2024	March 31, 2023
Fair Value of Plan Assets at beginning of year	359.79	329.09
Expected Return on Plan Assets	6.35	3.52
Employer Contributions	22.08	42.79
Actuarial gain/(loss) on plan assets	-	20.29
Benefits paid	(19.27)	(35.89)
Fair Value of Plan Assets at end of year	368.95	359.79

The principal assumptions used in determining gratuity obligations for the Company's plans are shown below:

	March 31, 2024	March 31, 2023
Discount rate	7.00%	7.10%
Salary escalation Rate	7.50%	7.50%
Withdrawal Rate	5.00%	20.00%

The estimates of future salary increases, considered in the actuarial valuation, take account of inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.

Disclosure related to indication of effect of the defined benefit plan on the entity's future cash flows:

Expected Benefits payments for the year ending

Year ending	March 31, 2024
Within 1 year	64.55
1 - 2 year	58.80
2 - 3 year	50.55
3 - 4 year	42.46
4 - 5 year	32.71
5 - 10 years	99.38

Particulars	March 31, 2024	March 31, 2023
(a) Effect of 1% change in assumed discount rate		
- 1% Increase	(10.31)	(9.09)
- 1% Decrease	11.14	9.81
(b) Effect of 1% change in assumed Salary Escalation rate		
- 1% Increase	6.41	4.84



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Notes to the Standalone Financial Statements for the year ended March 31, 2024

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- 1% Decrease	(6.00)	(4.52)
(c) Effect of 1% change in assumed Attrition rate		
- 1% Increase	0.71	0.86
- 1% Decrease	(0.78)	(0.94)

c. Defined contribution plan

Contribution to provident and other funds under employee benefit expenses are as under:

	March 31, 2024	March 31, 2023
Contribution to Provident Fund	589.49	501.82
Contribution to Superannuation Fund	41.99	35.99
Contribution to ESI	15.88	16.50

d. Leave benefit liabilities provided based on actuarial valuation amounts to Rs. 619.36 lakhs as at March 31, 2024 (March 31, 2023: Rs. 491.44 lakhs)

The actuarial assumptions (demographic & financial) employed for the calculations for MRO business as at March 31, 2024 and March 31, 2023 are as follows.

	March 31, 2024	March 31, 2023
Discount rate	7.00%	7.30%
Salary escalation rate	8.00%	8.00%
Withdrawal rate	5.00%	5.00%

The actuarial assumptions (demographic & financial) employed for the calculations for Cargo business as at March 31, 2024 and March 31, 2023 are as follows.

	March 31, 2024	March 31, 2023
Discount rate	7.00%	7.10%
Salary escalation rate	7.50%	7.50%
Withdrawal rate	20.00%	20.00%

33. Related Party transactions:

The following table provides the details of transactions that have been entered into with related parties for the relevant financial year and balances outstanding as on year end date.

A. Names of related parties and description of relationship:

Sl. No.	Relationship	Related party Name
(i)	Holding Company	GMR Hyderabad International Airport Limited (GHIAL)
(ii)	GHIAL's holding Company	GMR Airports Limited (GAL)
(iii)	GAL's holding Company	GMR Airports Infrastructure Limited (formerly known as "GMR Infrastructure Limited") (GIL)
(iv)	Ultimate holding Company	GMR Enterprises Private Limited
(v)	Subsidiary Company	GMR Aero Technic Limited (GATL)
(vi)	Fellow Subsidiaries (Where transactions have taken place during the year)	GMR Hyderabad Aviation SEZ Limited GMR Hyderabad Aerotropolis Limited Raxa Security Services Limited GMR Hospitality and Retail Limited Delhi International Airport Limited GMR Airport Developers Limited GMR Goa International Airport Limited



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Sl. No.	Relationship	Related party Name
vii)	Private company having common director (Section 8 Company)	GMR Varalakshmi Foundation
(viii)	Post-employment benefit plan	GACAEL Employees Gratuity Fund Trust.
		GMR Hyderabad Air Cargo and Logistics Private Limited Employees' Group Gratuity Trust (Formerly known as Hyderabad Menzies Air Cargo Private Limited Employees' Group Gratuity Trust)
(ix)	Key managerial personnel (KMP)	Mr. GBS Raju - Chairman & Director
		Mr. Rajesh Kumar Arora -Director
		Mr. P. S. Nair -Director
		Mr. Pradeep Panicker - Director
		Mr. SGK Kishore- Director
		Mr. Bijal Tushar Ajinka - Additional Director
		Mr. Kandi Sreenivasulu - Chief Financial Officer (w.e.f. 29 th April 2023)
		Dr. Kavitha Gudapati - Woman Director (Resigned w.e.f. 13 th September 2023)
		Mr. Ravinder Kumar Tyagi - Additional Director
		Mr. Sudhakar Rao - Additional Director
		Mr. Rakhal Panigrahi - Company secretary
Mr. G. Chandrabushan- Manager		

B. Transactions with Key Managerial Personnel for the year ended:

Details of Key Managerial Personnel	Remuneration*		Sitting fees	
	March 31, 2024	March 31, 2023	March 31, 2024	March 31, 2023
Mrs. Kavitha Gudapati	-	-	0.15	0.15
Mr. Bijal Ajinkya	-	-	1.10	-
Mr. Ravinder Kumar Tyagi	-	-	1.20	-
Mr. Sudhakar Rao	-	-	1.20	-
Mr. Srikanth Vetcha	-	55.59	-	-
Mr. Kandi Sreenivasulu	47.16	-	-	-
Mr. Rakhal Panigrahi	16.40	14.32	-	-
G. Chandra Bushan	33.93	30.41	-	-
Total	94.56	100.32	3.65	0.15

*excluding other employee benefits.

C. Transactions with related parties for the year ended:

	Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
(a)	GMR Hyderabad International Airport Limited		
	Concessionaire fee	2,726.16	1,706.66
	Reimbursement of salary cost	57.40	95.40
	Repairs & Maintenance - Buildings	1.43	8.00
	Repairs and Maintenance - Plant and machinery	1.30	1.31
	Training charges	0.32	2.52



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	Reimbursement of Other Expenses	4.30	4.15
	Royalty charges	118.03	69.83
	Power and water charges	368.21	348.89
	Bank Guarantee commission	18.59	19.84
	Interest on security deposit - Unwinding of discount	0.45	1.40
	Communication – Telephone	0.74	0.43
	Depreciation on ROU Assets	20.79	20.79
	Follow me Vehicle Charges	2.06	1.75
	Interest on Lease Liability	503.79	500.84
	Amortization of intangible asset	229.65	297.50
	Miscellaneous Expenses	-	0.69
(b)	GMR Hyderabad Aviation SEZ Limited		
	Interest on Lease Liability	342.86	341.98
	Depreciation on ROU Asset	165.56	165.56
	Interest on security deposit - Unwinding of discount	2.70	2.42
	Electricity and Water Charges	511.23	431.35
	Repairs and maintenance - Others	38.17	35.70
(c)	GMR Airport Developers Limited		
	Repairs and maintenance -IT	260.00	250.00
	Repairs and maintenance -Others	60.50	77.25
	Reimbursement of software maintenance	11.01	-
	Capital work-in-progress	2.10	14.27
(d)	GMR Hospitality and Retail Limited		
	Lodging and food expenses (Travelling and conveyance)	138.86	54.45
	Miscellaneous expenses	6.35	-
	Income from Cargo operations	18.73	7.27
(e)	Raxa Security Services Limited		
	Security services	204.35	180.56
(f)	Delhi International Airport Limited		
	Royalty charges	112.90	51.54
	Electricity charges	1.19	2.20
	Interest on security deposit - Unwinding of discount	3.69	2.69
	Interest on Lease Liability	28.82	3.03
	Depreciation on ROU Asset	65.49	52.68
	Lease rentals and other related expenses	9.57	8.53
	Security deposit given	26.49	8.00
	Amortisation of Deferred Expenditure	-	0.29
(g)	GMR Airports Limited		
	Technical fees	1,257.41	762.88
	Training charges	72.00	-
(h)	GMR Hyderabad Aerotropolis Limited		
	Power and water charges	4.36	-
	Repairs and Maintenance-Buildings	7.88	-



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	Interest on land lease liabilities	3.95	-
	Interest on Security deposit given	1.12	-
	Amortization of intangible asset (Land & CSB)	66.61	-
(i)	GMR Aero Technic Limited		
	Reimbursement of expenses	3.63	0.63
	Consultancy charges	-	0.63
(j)	GMR Goa International Airport Limited		
	Repayment of Loan given (Inter-corporate Loan)		2,000.00
	Business Development Expenditure	2.00	-
	Interest income on loan given	-	198.36
(k)	GMR Varalakshmi Foundation		
	Charities and donations	13.36	23.00
(l)	GMR Hyderabad Air Cargo and Logistics Private Limited Employees' Group Gratuity Trust (Formerly known as Hyderabad Menzies Air Cargo Private Limited Employees' Group Gratuity Trust)		
	Contribution to the Gratuity fund	23.08	43.53

Note: The Company has received certain corporate group support services from its holding company, which are free of charge

D. Balances Outstanding:

	Particulars	As at March 31, 2024	As at March 31, 2023
(a)	GMR Hyderabad International Airport Limited		
	Equity Share Capital	45,584.89	45,584.89
	Trade Payable	323.10	285.8
	Lease liability	34.34	59.85
	Payable for leasehold land rights	4,720.55	4,648.75
	Right-of-use Assets	20.79	41.59
	Right to operate Cargo facility- Land & CSB	3,215.05	3513.66
	Security Deposit	4.55	14.36
	Corporate guarantee given	28,639.20	30,894.27
	Advances given	-	0.13
(b)	GMR Hyderabad Aviation SEZ Limited		
	Security Deposit	26.64	23.94
	Right of use Asset	2,317.88	2,483.44
	Lease Liability	3,506.43	3,577.69
	Trade Payables	2,460.92	3,009.65
(c)	GMR Airport Developers Ltd		
	Trade Payable	213.35	45.39
	Payable for purchase of Intangibles	2.27	
(d)	GMR Hospitality and Retail Limited		
	Trade Payable	37.65	11.71



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(All amounts are in ₹ lakhs, unless otherwise stated)

	Advances received from Customers	3.55	1.24
(e)	Raxa Security services Limited		
	Trade Payable	30.86	37.13
(f)	GMR Airports Limited		
	Trade Payable	158.01	64.28
(g)	GMR Hyderabad Aerotropolis Limited		
	Payable to leasehold land rights	0.24	-
	Security Deposit given	11.37	
(h)	Delhi International Airport Ltd		
	Security Deposit	41.80	31.13
	Advance to Suppliers	-	0.50
	Right of use Asset	261.94	-
	Lease Liability	268.53	5.29
	Trade Payable	52.50	23.06
	Deferred Rentals	-	1.80
(i)	GMR Hyderabad Air Cargo and Logistics Private Limited Employees' Group Gratuity Trust (Formerly known as Hyderabad Menzies Air Cargo Private Limited Employees' Group Gratuity Trust)		
	Trade Payables	0.87	0.87
(j)	GMR Airports Infrastructure Limited (GIL)		
	Other Current Assets	4.72	4.72
(k)	GMR Aero Technic Limited		
	Investment in equity shares	10.00	10.00
	Other receivables	32.77	29.13

34. Leases**Leases**

The Company has adopted Ind AS 116 "Leases" with the date of initial application being April 1, 2019. Ind AS 116 replaces Ind AS 17 "Leases" and related interpretation and guidance. The Company has applied Ind AS 116 using the modified retrospective approach. Right-of-use assets (ROU) at April 1, 2019 for leases previously classified as operating leases were recognised and measured at an amount equal to lease liability (adjusted for any related prepayments). As a

result, the comparative information has not been restated. The Company has discounted lease payments using the incremental borrowing rate as at April 1, 2019 for measuring the lease liability.

Accordingly, on transition to Ind AS 116, the Company recognised the right-of-use assets of Rs. 8,059.44 lakhs and lease liabilities amounting of Rs. 7,964.42 lakhs. Consequent to the amendment of lease agreement with GMR Hyderabad Aviation SEZ Limited w.e.f December 01, 2019, remeasurement of lease liability has been carried out to reflect the revised lease rentals and the corresponding adjustment of Rs. 3,790.40 lakhs has been done to ROU. Consequent to the termination of lease agreement with GMR Hyderabad International Airport Limited (i.e., on purchase of terminal building) w.e.f July 01, 2020, remeasurement of lease liability has been carried out and corresponding adjustment of Rs. 1,884.68 lakhs has been done to ROU.



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Right of Use Assets

Particulars	Amount
As at April 01, 2022	2,764.07
Additions	-
Depreciation/amortization till 31st March 2023	(239.04)
As at 31 March 2023	2,525.03
As at April 01, 2023	2,525.03
Additions	770.73
Depreciation/amortization for the year	(293.66)
As at March 31, 2024	3,002.10

Lease Liability

Particulars	Amount
As at April 01, 2022	3,799.22
Additions	-
Interest For the year	351.49
Repayment made during the year	(507.96)
As at 31 March 2023	3,642.75
As at April 01, 2023	3,642.75
Additions	751.22
Interest For the year	393.74
Repayment made during the year	(542.70)
As at March 31, 2024	4,245.01

Disclosed as:

Particulars	As at March 31, 2024	As at March 31, 2023
Non-Current	3,754.17	3,236.88
Current	490.84	405.88

Maturity profile of lease liability

The table below summarizes the maturity profile of the Company's financial liabilities based on contractual Undiscounted payments.

Year ended 31 March 2024	0 to 1 year	1 to 5 years	> 5 years	Total
Lease liabilities	889.67	2,239.71	4,684.25	7,813.63

Year ended 31 March 2023	0 to 1 year	1 to 5 years	> 5 years	Total
Lease liabilities	745.54	1,554.98	5,105.34	7,405.86



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Following amount has been recognized in statement of profit and Loss account

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Amortization on right to use asset	293.66	239.04
Interest on lease liability	393.74	351.49
Expenses pertaining short term lease and low value lease	88.41	56.32
Total amount recognized in statement of profit and loss account	687.40	590.53

35. Capital and Other Commitments

Estimated amount of contracts remaining to be executed on capital account and not provided for during the year (net of capital advances) of Rs. 1339.11 Lakhs (March 31, 2023 - Rs. 4,275.94 lakhs)

36. Contingent Liabilities

Particulars	As at March 31, 2024	As at March 31, 2023
Matter relating to indirect tax under dispute (refer footnotes below (a))	528.88	1,151.47
Matters relating to income tax under dispute (refer footnotes below (b))	4,616.69	4,616.69
Claims against the company not acknowledged as dues (refer footnotes below (c))	1,487.86	1,487.86
Bank guarantees issued	124.80	-
Total	6,758.23	7,256.02

(a) Matter relating to indirect tax under dispute

(i) The Company has filed an appeal with Customs, Excise and Service Tax Appellate Tribunal (CESTAT) against the order of Commissioner of Service Tax for the rejection of service tax refund claim amounting to Rs. 102.92 lakhs.

(ii) The Company has received a show cause notice from the Office of Commissioner (Audit) Central tax requiring the Company to show cause as to why CENVAT credit of Rs. 64.86 Lakhs along with applicable interest and penalty should not be reversed/demanded on certain exempted services. The Company has filed a reply to the Show Cause notice with the Office of Commissioner (Audit) Central tax on October 10, 2017. Personal hearing completed on March 27, 2018, AC has passed an order dated March 28, 2018 by disallowing Company demand, order received on April 9, 2018. As a result of which, there is a demand levied of Rs. 64.86 Lakhs as service tax along with penalty of Rs. 63.19 Lakhs. Further, the Company has filed an appeal against the order with Commissioner (Appeals), Central tax during the previous years. The Company has received an unfavorable order from Commissioner of Customs and Central Tax (Appeals), Hyderabad on November 12, 2018, directing the Additional Commissioner to recalculate the demand. Subsequently, the Company has filed an appeal against the unfavorable order with CESTAT, Hyderabad on February 11, 2019. The company has paid Rs. 9.55 Lakhs till the date of filing appeal with CESTAT in order to comply with the relevant provisions of the act for filing the appeal for application.

Based on an internal assessment, Management is confident that no liability in this regard would be payable and as such no provision has been made in these Financial Statements.

(iii) The Company has received a SCN No. 31/2019-20 dated July 23, 2019 along with corrigendum to SCN dated July 25, 2019 from DGGI (Directorate General of GST Intelligence) on following points:

- Non reversal of CENVAT Credit against sale of goods for Rs. 2.58 lakhs.
- Proposing disallowance of Export of Services on the ground that 'Place of supply' for MRO Services of Aircraft going out of India after being put to use India can't be said to be outside India. Hence it does not qualify 'Export of Service' and hence subject to Service Tax for Rs. 207.99 lakhs along with applicable interest and penalty.



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The Company has filed a writ petition on August 21, 2019 and received interim relief on August 22, 2019 staying the proceedings. Department has filed its reply and requested for stay vacation. The company is in the process of filing rejoinder. Based on an internal assessment, Management is confident that no liability in this regard would be payable and as such no provision has been made in these Financial Statements.

(iv) During the FY 21-22, the Company has received a show cause notice u/s 73 from the GST Office of Deputy Commissioner for the FY 18-19 requiring the Company to reverse ITC on non-business transactions & exempt supplies amounting to Rs. 46.02 Lakhs under Rule 42 of the CGST Rules and ITC amounting to Rs 22.97 Lakhs in respect of goods and services which are barred under Section 17(5) of the CGST Act & Non reconciliation and supplier not deposited tax 1.42 Lakhs.

Personal hearing happened on March 28, 2024 and Orders are awaited

Based on an internal assessment, Management is confident that no liability in this regard would be payable and as such no provision has been made in these Financial Statements.

(v) In previous years, the Company has received a show cause notice u/s 73 from the GST Office of Deputy Commissioner for the FY 2019-20 requiring the Company to reverse ITC amounting to Rs 8.36 Lakhs in respect of goods and services which are barred under Section 17(5) of the CGST Act and supplier not deposited tax of Rs. 1.11 Lakhs.

Based on an internal assessment, Management is confident that no liability in this regard would be payable and as such no provision has been made in these Financial Statements.

(vi) In Previous years, the Company has received a show cause notice u/s 73 from the GST Office of Deputy Commissioner for the FY 2020-21 requiring the Company to reverse ITC amounting to Rs 7.46 Lakhs in respect of Excess ITC claimed in GSTR-3B compared to the tax on inward supplies.

Based on an internal assessment, Management is confident that no liability in this regard would be payable and as such no provision has been made in these Financial Statements

(b) Matters relating to income tax under dispute

(i) The Company had received assessment order during previous years for the assessment years 2009-2010, 2010-2011, 2011-2012 and 2012-13 respectively, denying the deduction u/s 80-IA of the Income Tax Act, 1961 and demanding tax of Rs. 154.18 Lakhs (including interest of Rs 21.64 Lakhs), Rs. 272.51 Lakhs (including interest of Rs 69.52 Lakhs), Rs. 302.70 Lakhs (including interest of Rs.74.38 Lakhs) and Rs. 254.40 Lakhs (including interest of Rs 65.96 Lakhs) for the respective assessment years. The Company had filed an appeal with Commissioner of Income - Tax (Appeals), Hyderabad and had paid Rs. 154.18 Lakhs, Rs. 272.51 Lakhs, Rs. 302.70 Lakhs, and Rs. 254.40 Lakhs for the assessment years 2009-2010, 2010-2011, 2011-2012 and 2012-13 respectively under protest. During the previous years, the said appeals were dismissed by the Commissioner of Income - Tax (Appeals), Hyderabad against which the Company had filed an appeal with the Income Tax Appellate Tribunal, Hyderabad.

During the FY 2016-17, the Company has received a favorable order from Income Tax Appellate Tribunal, Hyderabad allowing the deduction u/s 80 IA of the Income tax Act, 1961 for the Assessment years 2009-2010, 2010-2011, 2011-2012 and 2012-13. The department appealed against the ITAT order before High Court in respect of the aforesaid years which is pending. The company has applied under Vivad se vishwas scheme for settlement of disputed taxes for AY 2009-10 to AY 2012-13 on December 30, 2020 and awaiting department's confirmation. Also paid amounts paid for AY 2009-10 and AY 2010-11 as per applications accepted by the department.

During the FY 2022-23 the company has received an order for full and final settlement of Tax Arrear under section 5(2) read with section 6 of the direct tax Vivad Se Viswas Act, 2020. However, the company is waiting for the final order.

(ii) The Company had received an order during previous years for the assessment year 2013-14 and 2014-15 respectively, denying the deduction u/s 80-IA of the Income Tax Act, 1961. Per this order the refund receivable to the Company has reduced by Rs. 418.47 Lakhs for A.Y. 2013-14 and Rs. 310.92 Lakhs for A.Y 2014-15. Aggrieved by the reduction in refund and the demand, the Company has filed an appeal with the Commissioner of Income - Tax (Appeals), Hyderabad. During the previous year, the Company has received a favorable order from Commissioner of Income -Tax (Appeals),



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Hyderabad allowing the deduction u/s 80-IA of the Income tax Act, 1961 for the Assessment years 2013-14 and 2014-15. The Department appealed against the CIT order before ITAT in respect of the aforesaid years.

During financial year 2021-22, the company has received a favorable order from Income Tax Appellate Tribunal, Hyderabad allowing the deduction u/s 80 IA of the Income tax Act, 1961 for the Assessment years 2013-2014 and 2014-2015. The department appealed against the ITAT order before High Court in respect of the aforesaid years which is pending. The company has applied under Vivad se vishwas scheme for settlement of disputed taxes for AY 2013-14 to AY 2014-15 on December 30, 2020 and awaiting department's confirmation. However, based on an internal assessment the Management is confident that no liability in this regard would be payable and as such no provision has been made in these Financial Statements.

(iii) The Company has received an order during the previous year for the assessment year 2015-16 denying the deduction u/s 80-IA of the Income Tax Act, 1961. Subsequently, the Company filed for rectification of order u/s 154 of the Income-tax Act, 1961 and as per the rectified order there is a tax demand amounting to Rs. 417.17 Lakhs for AY 2015-16. During the previous year FY 2018-19, the department has issued a refund order advice stating that refund for AY 2017-18 has been adjusted against the demand for AY 2015-16 to the extent of Rs. 377.05 Lakhs. Aggrieved by the demand the Company has filed an appeal with the Commissioner of Income - Tax (Appeals), Hyderabad which matter is pending. However, based on an internal assessment the Management is confident that no liability in this regard would be payable and as such no provision has been made in these Financial Statements.

(iv) During FY 2018-19, the Company has received an order for the assessment year 2016-17 denying the deduction u/s 80-IA of the Income Tax Act, 1961 and as per the order there is a tax demand amounting to Rs. 16.47 Lakhs for AY 2016-17. Aggrieved by the demand the Company has filed an appeal with the Commissioner of Income - Tax (Appeals), Hyderabad which matter is pending. However, based on an internal assessment the Management is confident that no liability in this regard would be payable and as such no provision has been made in these Financial Statements.

(v) During the FY 2021-22, the Company has received an order for the assessment year 2017-18 of the Income Tax Act, 1961, disallowing the credits made in bank statement during the demonetisation period (i.e. from 09th Nov, 2016 to 31st Dec, 2016) and the same has been added to income as "Unexplained cash credits". As per the order there is a tax demand amounting to Rs. 2,397.42 Lakhs for AY 2017-18. Aggrieved by the demand the Company has filed a Writ petition before Highcourt. However, based on an internal assessment the Management is confident that no liability in this regard would be payable and as such no provision has been made in these Financial Statements.

(vi) During the FY 2021-22, the Company has received an order for the assessment year 2018-19 denying the deduction u/s 80-IA of the Income Tax Act, 1961. As per the order there is a tax demand amounting to Rs. 72.45 Lakhs for AY 2018-19. Aggrieved by the demand the Company has filed an appeal with the Commissioner of Income - Tax (Appeals), Hyderabad which matter is pending. However, based on an internal assessment the Management is confident that no liability in this regard would be payable and as such no provision has been made in these Financial Statements.

(c) Claims against the company not acknowledged as dues

(i) Custom officers Salaries

The Company accrued Customs officers' salaries stationed at Air Cargo Terminal based on debit notes raised by the Customs Department on GMR Hyderabad International Airport Limited (GHIAL) as the ultimate cost has to be borne by the custodian i.e. the Company. GHIAL filed a writ petition under Article 226 of the Constitution of India in the Honorable High Court of Judicature of Andhra Pradesh at Hyderabad against the demand raised in previous years. GHIAL received an order from the Honorable High court of Andhra Pradesh (Single Judge), stating that the grounds on which the levy was made by Customs Department were wholly unsustainable and accordingly the Company had reversed the accrued customs cost amounting to Rs. 1,402.09 Lakhs for the period from March 23, 2008 to March 31, 2012.

Subsequent to the above order, the Customs Department preferred an appeal against the same and on November 2, 2012, a bench of two judges of the Honorable High Court of Andhra Pradesh passed an order for interim suspension of the said order passed by the Honorable Single Judge and the matter is pending. The Management, based on internal assessment, is confident that there is no financial impact of this interim suspension order and accordingly, no provision has been made in these Financial Statements.



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The Appeal filed by the Customs Department is dismissed. The order passed by Single Judge bench was upheld by the Hon'ble High Court on March 27, 2024.

(ii) Provident Fund

During FY 2018-19, the Company has received an order from Regional PF Commissioner - I, Regional Office II, Hyderabad, regarding the payment of contributions to International Worker under Employees Provident Funds and Miscellaneous Provisions Act, 1952 demanding an amount of Rs. 14.26 Lakhs. The company has filed writ petition before the High Court of Telangana and received Stay Order dated 12th June, 2019. However, based on an internal assessment the management is confident that no liability in this regard would be payable and as such no provision has been made in these Financial Statements.

(iii) Consumer Grievance

During the FY 2016-17, the Company has received an order from District Consumer Forum (RR Dist), regarding the compensation for short delivery of cargo to M/s. Excell Media Pvt. Ltd amounts to Rs. 0.92 Lakhs along with applicable interest. The Company has filed an appeal vide. FA. No.821/2020 before the Telangana State District Consumer Redressal Commission challenging the final order passed by the Ranga Reddy District Consumer Redressal Forum. However, based on an internal assessment the management is confident that no liability in this regard would be payable and as such no provision has been made in these Financial Statements.

(iv) Registration of Cargo Terminal Building

During the FY 2021-22, the Company has received an order from Sub Registrar, Shamshabad regarding the payment of fine of Rs. 69.09 Lakhs equal to five times of Registration fee of Rs.13.82 Lakhs. The company has filed writ petition before the High Court of Telangana and received Stay Interim Order dated September 27, 2021. However, based on an internal assessment the management is confident that no liability in this regard would be payable and as such no provision has been made in these Financial Statements.

(v) Clearance of aircraft

During the FY 2021-22, the Customs has issued a penalty of Rs. 0.75 Lakhs on M/s GMR Air cargo and Aerospace Engineering Limited for their role in irregular import of aircraft vide Order dated 26th October, 2021. The Company is in the process of filing Appeal with Customs, Excise and Service Tax Appellate Tribunal. However, based on an internal assessment the management is confident that no liability in this regard would be payable and as such no provision has been made in these Financial Statements.

37. Segment Reporting

The Company's operating businesses are organized and managed separately according to the nature of services provided, with each segment representing a strategic business unit that serves different markets. The analysis of geographical segments is based on the areas in which major operating divisions of the Company operate.

The Company has identified two reportable segments under Ind AS 108 as follows:

- a) Maintenance, Repairs and Overhauling (MRO) and;
- b) GMR Hyderabad Air Cargo (Air Cargo)

The Chief Operating Decision Maker monitors the operating results of its business segments separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on profit or loss and is measured consistently with profit or loss in the financial statements.



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	Segment Revenue		Segment Profit	
	For the year ended March 31, 2024	For the year ended March 31, 2023	For the year ended March 31, 2024	For the year ended March 31, 2023
MRO	31,674.10	27,420.71	5,847.58	4,050.82
Air Cargo	15,024.24	10,825.24	2,376.61	(427.12)
	46,698.34	38,245.95	8,224.19	3,623.70
Less: Inter segment	-28.00	6.00	-	-
Total	46,670.34	38,239.95	8,224.69	3,623.70
Other income			1,704.99	971.46
Finance costs			(3,601.32)	(3,572.80)
Tax expense			-	-
Profit after tax			6,328.36	1,022.36

	As at March 31, 2024	As at March 31, 2023
Segment assets		
MRO	40,114.47	34,951.67
Air Cargo	13,896.85	13,769.61
Unallocable assets	12,734.59	9,330.68
Inter - segment	(2,801.25)	(2,801.25)
Total assets	63,944.69	55,250.71
Segment liabilities		
MRO	18,368.76	14,550.11
Air Cargo	11,202.07	10,254.50
Unallocable liabilities	28,561.07	30,838.57
Inter - segment	(2,801.26)	(2,801.25)
Total liabilities	55,330.64	52,841.93

Other segment information

	Depreciation and amortization		Additions to non - current assets	
	For the year ended March 31, 2024	For the year ended March 31, 2023	For the year ended March 31, 2024	For the year ended March 31, 2023
MRO	2,210.34	1,906.60	5,796.49	3,090.16
Air Cargo	746.13	648.49	534.10	570.41

Unallocated items

Unallocated items include general corporate income and expense items which are not allocated to any business segment.

The Company prepares its segment information in conformity with the accounting policies adopted for preparing and presenting the standalone financial statements of the company as a whole.

38. Taxation

- In view of the brought-forward business losses of the Company, also considering the brought-forward losses of the demerged undertaking (MRO business), no provision for current tax has been made in these standalone financial statements. The Company, post-merger, has filed the income tax return for the year ended March 31, 2019 on November 30, 2019 and for the year ended March 31, 2020 on January 31, 2021. During the quarter the company has received the refund order and adjustment has been made to the current tax provision for that financial year.



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- b. Matters relating to erstwhile GMR Hyderabad Air Cargo and Logistics Private Limited (GHACLPL) (Transferor company merged into the Company):
- i. The Company has undertaken necessary steps to comply with the transfer pricing regulations. The Management is of the opinion that the international and domestic transactions are at arm's length and believes that the aforesaid legislation will not have any impact on the Financial Statements, particularly on the amount of tax expense and that of provision for taxation.

During the financial year ended March 31, 2024, Considering the huge accumulated losses Rs. 38,820.21 Lakhs there is an un-certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. Hence, deferred tax asset is recognized to extent of deferred tax liability in the books.

39. Bureau of Civil Aviation (BCAS), through its order dated April 28, 2010, decided that there shall be a Sterile Cargo Holding Area at the airports. The access to cargo processing area will be regulated by airport entry permits issued by BCAS. Accordingly, Central Industrial Security Force (CISF) personnel were deployed as per the instructions of BCAS and the security charges includes accrual of security cost of CISF personnel. W.e.f. 1st July, 2019 vide AIC No.15/2019 dated 19th June, 2019, the collection of Passenger Service Fee (Security Component) is replaced with Aviation Security Fee (ASF). ASF will be collected and remitted by airlines to the National Aviation Security Fee Trust (NASFT). All expenses relating to CISF will be met through NASFT directly. Accordingly, based on the communication from Holding Company (GHIAL), the Company has discontinued recognition of salary provision of CISF personnel deputed at cargo terminal from 01st July, 2019. The Management is confident that there would be no additional liability other than the amount accrued in the books of account.

40. As at March 31, 2024, the Company has accumulated losses (including amalgamation adjustment deficit account) of Rs. 38,820.21 lakhs (as at March 31, 2023 is Rs. 45,025.50 lakhs). The Management has undertaken several initiatives to improve its income from operations and establish profitable operations including the composite scheme of arrangement. Based on the business plans for the current year including the cash flow projections, it has sufficient future cash flows to meet its liabilities as and when they fall due. The credit rating for the Company's Term loan against NIIF IFL has been confirmed by ICRA Limited with letter dated December 27, 2022 as [ICRA]AA(CE) (Positive). In view of the Management there is no significant uncertainty on the going concern assumption and that the Company will have positive net worth in the coming years.

GMR Hyderabad International Airport Limited ("GHIAL") has confirmed its continuous financial support to the Company to meet the operational requirements as they arise and to meet its liabilities as and when they fall due. Accordingly, these Financial Statements have been prepared on Going Concern basis and do not include any adjustments relating to the recoverability of assets or the amounts of liabilities that may be necessary if the entity is unable to continue as a going concern.

41. Financial risk management objectives and policies

The Company's principal financial liabilities, other than derivatives, comprise loans and borrowings, trade and other payables. The main purpose of these financial liabilities is to finance the Company's operations and to provide guarantees to support its operations. The Company's principal financial assets include loans, trade and other receivables, and cash and cash equivalents that derive directly from its operations.

The Company is exposed to market risk, credit risk and liquidity risk. The Company's senior management oversees the management of these risks. The Company's financial risk activities are governed by appropriate policies and procedures and that financial risks are identified, measured and managed in accordance with the Company's policies and risk objectives. All derivative activities for risk management purposes are carried out by specialist teams that have the appropriate skills, experience and supervision. It is the Company's policy that no trading in derivatives for speculative purposes may be undertaken. The Board of Directors reviews and agrees policies for managing each of these risks, which are summarised below

Market risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: interest rate risk, currency risk, equity risk, commodity risk



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and demand risk. Financial instruments affected by market risk include loans and borrowings, deposits and derivative financial instruments. The sensitivity analyses in the following sections relate to the position as at March 31, 2024.

The sensitivity analysis have been prepared on the basis that the amount of net debt, the ratio of fixed to floating interest rates of the debt and derivatives and the proportion of financial instruments in foreign currencies are all constant and on the basis of hedge designations in place at March 31, 2024.

The analyses exclude the impact of movements in market variables on: the carrying values of gratuity; provisions.

The following assumption have been made in calculating the sensitivity analyses:

The sensitivity of the relevant profit or loss item is the effect of the assumed changes in respective market risks. This is based on the financial assets and financial liabilities held at March 31, 2024.

Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company's exposure to the risk of changes in market interest rates relates primarily to the Company's long-term debt obligations with fixed interest rates. The Company does not have any long-term debt with floating interest rates.

The exposure of the Company's borrowing to fixed interest rate is mentioned below:

Particulars	March 31, 2024	March 31, 2023
Term Loan from NIIF IFL	26,550.00	28,650.00
Cisco Systems Capital India Private Limited	-	39.40
Total	26,550.00	28,689.40

Interest rate sensitivity

The following table demonstrates the sensitivity to a reasonably possible change in interest rates on that portion of loans and borrowings affected. With all other variables held constant, the Company's profit before tax is affected through the impact on floating rate borrowings, as follows:

	Increase/decrease in Interest rate	Effect on profit before tax
As at March 31, 2024		
Term Loans	+0.50%	(141.01)
	- 0.50%	141.01
Overdraft facility from bank	+0.50%	(9.88)
	- 0.50%	9.88

	Increase/decrease in Interest rate	Effect on profit before tax
As at March 31, 2023		
Overdraft facility from bank	+0.50%	(1757.22)
Overdraft facility from bank	- 0.50%	1757.22

The assumed movement in basis points for the interest rate sensitivity analysis is based on the currently observable market environment, showing a significantly higher volatility than in prior years.

Foreign currency risk

Foreign currency risk is the risk that the fair value or future cash flows of an exposure will fluctuate because of changes in foreign exchange rates. The Company's exposure to the risk of changes in foreign exchange rates relates primarily to the Company's operating activities (when revenue or expense is denominated in a foreign currency).



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The Company's exposure to foreign currency risk at the end of reporting year expressed in Indian Rupees are as follows:

Particulars	Currencies Exposure	As at March 31, 2024	
		Amount in Foreign currency	Rs in Lakhs
Trade payables	USD	7,74,471.79	645.95
	EURO	72,866.69	65.49
	SGD	22,938.79	14.16
	CHF	105.47	0.10
	GBP	14,550.25	15.28
Sundry Creditors Capital Goods	USD	20,831.38	17.37
Trade receivables	USD	86,54,415.03	7,218.21
Cash and cash equivalents	USD	8,69,706.90	725.38
Advances to Vendors	USD	3,54,756.89	295.88
Advance from customers	USD	82,116.25	68.49
Unbilled revenue	USD	12,47,609.54	1,040.57

Particulars	Currencies Exposure	As at March 31, 2023	
		Amount in Foreign currency	Rs in Lakhs
Trade payables	USD	4,36,170.74	358.55
	EURO	1,70,926.30	153.15
	SGD	1,182.40	0.73
	GBP	27,904.85	28.42
Trade receivables	USD	55,72,655.37	4,581.10
Cash and cash equivalents	USD	10,26,309.55	843.68
Advances to Vendors	USD	5,44,352.28	447.48
Advance from customers	USD	39,171.48	32.20
Capital Creditors	USD	15,619.82	12.84
Unbilled revenue	USD	34,06,504.52	2,800.31

Foreign currency sensitivity

The following tables demonstrate the sensitivity to a reasonably possible change in USD and other foreign currencies against company's functional currency. 5% represents the sensitivity rate used when reporting foreign currency risk internally to the key managerial personnel and represents management's assessment of the reasonably possible change in the foreign exchange rates. The sensitivity analysis considers only outstanding foreign currency denominated monetary items and adjusts their translation at the year-end for a 5% change in foreign currency rate.

As at March 31, 2024, A positive number below indicates an increase in profit when the functional currency weakening against the USD and when functional currency weakening for other foreign currencies. For a 5% strengthening of functional currency against USD and other foreign currencies, there would be a comparable opposite impact on the profit.



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Particulars	March 31, 2024	March 31, 2023
	Impact on profit after tax	Impact on profit after tax
USD Sensitivity		
INR/USD- Increase by 5%	427.41	413.45
INR/USD- Decrease by 5%	(427.41)	(413.45)
EURO Sensitivity		
INR/EURO-Increase by 5%	(3.27)	(7.66)
INR/EURO- Decrease by 5%	3.27	7.66
GBP sensitivity		
INR/GBP-Increase by 5%	(0.76)	(1.42)
INR/GBP- Decrease by 5%	0.76	1.42
SGD sensitivity		
INR/SGD-Increase by 5%	(0.71)	(0.04)
INR/SGD- Decrease by 5%	0.71	0.04
CHF sensitivity		
INR/CHF-Increase by 5%	(0.005)	-
INR/CHF- Decrease by 5%	0.005	-

Liquidity risk

Liquidity risk refers to the risk that the Company cannot meet its financial obligations. The objective of liquidity risk management is to maintain sufficient liquidity and ensure that funds are available for use as per requirements. The Company manages liquidity risk by maintaining adequate reserves, banking facilities and reserve borrowing facilities, by continuously monitoring forecast and actual cash flows, and by matching the maturity profiles of financial assets and liabilities. Also parent company will provide support in order to meet financial obligations of the Company.

The table below summarises the maturity profile of the Company's financial liabilities based on contractual undiscounted payments.

Year ended March 31, 2024	Up to 1 year	1 - 5 year	More than 5 year	Total Contracted cash flows
Term Loan - NIIF IFL	2,700.00	13,800.00	10,050.00	26,550.00
Trade payables	7,947.27	-	-	7,947.27
Leases	889.67	2,239.71	4,684.25	7,813.63
Payable for Lease-Hold Land Rights and CSB Lease	384.61	1,963.45	8,381.09	10,729.15
Other financial liabilities	6,417.52	-	-	6,417.52

Year ended March 31, 2023	Up to 1 year	1 - 5 year	More than 5 year	Total Contracted cash flows
Term Loan - NIIF IFL	2,100.00	12,300.00	14,250.00	28,650.00
Trade payables	7,874.78	-	-	7,874.78
Leases	745.54	1,554.98	5,105.34	7,405.85
Payable for Lease-Hold Land Rights and CSB Lease	431.75	1,784.96	8,944.19	11,156.96
Other financial liabilities	5,649.30	-	-	5,649.30

Credit Risk

Credit risk is the risk that counterparty will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. The Company is exposed to credit risk from its operating activities (primarily trade



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receivables) and from its financing activities, including deposits with banks and financial institutions, foreign exchange transactions and other financial instruments.

Trade receivables

Customer credit risk is managed by the Company as per approved debtors policy and established procedures and controls relating to customer credit risk management. Outstanding customer receivables are regularly monitored.

An impairment analysis is performed at each reporting date. The Company does not hold collateral as security. The Company evaluates the concentration of risk with respect to trade receivables as low, as its customers are located in several jurisdictions and operate in largely independent markets.

Excessive risk Concentration

Concentrations arise when a number of counterparties are engaged in similar business activities or activities in the same geographical region or have economic features that would cause their ability to meet contractual obligations to be similarly affected by changes in economic, political or other conditions. Concentrations indicate the relative sensitivity of the Company's performance to developments affecting a particular industry.

In order to avoid excessive concentrations of risk, the Company is trying to expand the customer base from Middle East and SAARC countries. Also additional revenue stream is in the pipeline i.e., from line maintenance.

42. Capital management

The Company's capital management objective is to maximise the total shareholder return by optimising cost of capital through flexible capital structure that supports growth. Further, the Company ensures optimal credit risk profile to maintain/enhance credit rating.

The Company determines the amount of capital required on the basis of annual operating plan and long-term strategic plans. The funding requirements are met through internal accruals and long-term/short-term borrowings. The Company monitors the capital structure on the basis of Net debt to equity ratio and maturity profile of the overall debt portfolio of the Company.

For the purpose of capital management, equity includes issued equity share capital and other equity. Net debt includes all long and short-term borrowings as reduced by cash and cash equivalents and other bank balances.

The following table summarises the capital of the Company:

Particulars	As at March 31, 2024	As at March 31, 2023
Borrowings	28,561.07	30,838.57
Cash and cash Equivalents & Other Bank Balances	(1,207.24)	(1200.01)
Net debt	27,353.83	29,638.56
Equity	8,614.05	2,408.76
Net debt to Equity ratio	3.18	12.30

In order to achieve this overall objective, the Company's capital management, amongst other things, aims to ensure that it meets financial covenants attached to the loans and borrowings that define capital structure requirements. Breaches in meeting the financial covenants would permit the bank to immediately call loans and borrowings. There have been no breaches in the financial covenants of any loans and borrowing in the current year.

No changes were made in the objectives, policies or processes for managing capital for the year ended March 31, 2024.

43. Fair values:

The carrying amount of all financial assets and liabilities (except for those instruments carried at fair value) appearing in the Financial Information is reasonable approximation of fair values.



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Particulars	Carrying value		Fair Value	
	March 31, 2024	March 31, 2023	March 31, 2024	March 31, 2023
Financial assets				
Valued at cost				
Investments	10.00	10.00	10.00	10.00
Valued at fair value through profit and loss				
Investments	9,303.52	5,516.86	9,303.52	5,516.86
Valued at amortized cost				
Investments	-	-	-	-
Trade receivable	7,911.71	4,766.64	7,911.71	4,766.64
Other financial assets	2,020.34	3,323.13	2,020.34	3,323.13
Cash and cash equivalent and other bank balances	1,207.24	1,200.01	1,207.24	1,200.01
Total Financial Assets	20,452.81	14,816.64	20,452.81	14,816.64
Financial liabilities				
Valued at amortized cost				
Borrowings	28,561.07	30,838.57	28,561.07	30,838.57
Lease Liabilities	4,245.01	8,190.90	4,245.01	8,190.90
Trade payables	7,947.27	3,642.75	7,947.27	3,642.75
Other financial liabilities	6,417.52	5,649.30	6,417.52	5,649.30
Total Financial Liabilities	47,170.87	48,321.52	47,170.87	48,321.52

The management assessed the cash and cash equivalent, trade receivables trade payables, bank overdrafts and other current liabilities approximate their carrying amounts largely due to the short-term maturities of these instruments. The fair value of the financial assets and liabilities is included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

44. Fair Value Hierarchy:

The following table provides the fair value measurement hierarchy of the Company's assets and liabilities#.

Quantitative disclosures fair value measurement hierarchy for assets and liabilities as at March 31, 2024:

Particulars	Date of valuation	Total	Fair value measurement using		
			Quoted prices in active markets	Significant observable inputs	Significant unobservable inputs
			(Level 1)#	(Level 2)	(Level 3)
Financial assets					
Investments held at fair value through profit and loss	March 31, 2024	9,303.52	9,303.52	-	-

There have been no transfers between Level 1, Level 2 and Level 3 during the year.



Quantitative disclosures fair value measurement hierarchy for assets and liabilities as at March 31 2023:

	Date of valuation	Total	Fair value measurement using		
			Quoted prices in active markets	Significant observable inputs	Significant unobservable inputs
			(Level 1)#	(Level 2)	(Level 3)
Financial assets					
Investments held at fair value through profit and loss	March 31, 2023	5,516.86	5,516.86	-	-

There have been no transfers between Level 1, Level 2 and Level 3 during the year ending March 31, 2024 and year ending March 31, 2023.

The mutual funds are valued using closing NAV.

45. During the previous year, the Management has identified the involvement of two employees favoring certain vendors with respect to the procurement of goods or services and thereby causing financial loss to the Company to the tune Rs.50 lakhs (approximately) based on internal estimates. Management has initiated an investigation and legal proceedings against the employees. The company has taken necessary measures to further strengthen the procurement process subsequent to above incidence.

46. Use of estimates and judgement

In the application of the Company's accounting policies, the directors of the Company are required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

The following are the key assumptions concerning the future, and other key sources of estimation uncertainty at the end of the reporting period that may have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

(A) Judgements

In the process of applying the company's accounting policies, management has made the following judgements, which have the most significant effect on the amounts recognized in the Financial Statements:

Service Concession Arrangements -

Management has assessed applicability of Appendix D to Ind AS 115 - "Service Concession Arrangements (SCA)" to operations and maintenance agreements entered into by the Company for provisioning of cargo services at Hyderabad Airport. In assessing the applicability, management has exercised significant judgement in relation to the underlying ownership of the assets, terms of the arrangement entered with the grantor, ability to determine prices, fair value of construction service, assessment of right to guaranteed cash etc. Based on detailed evaluation, management has determined that this arrangement meets the criteria for recognition as service concession arrangements.

(B) Estimates and Assumptions

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next



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financial year, are described below. The company based its assumptions and estimates on parameters available when the Financial Statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising that are beyond the control of the company. Such changes are reflected in the assumptions when they occur.

Impairment of Cash Generating Unit (CGU):

The Company reviews its carrying value of CGU, annually, or more frequently when there is an indication for impairment. For the purpose of impairment testing, estimated future cash flows are discounted to their present value using a discount rate that reflects current market assessments of the time value of money and risks specific to the assets for assessing the value in use. The recoverable amount of an asset is the greater of its value-in-use and its fair value less costs to sell.

Income tax and Deferred Tax

Significant judgements are required in determining the provision for income taxes, including the amount expected to be paid/recovered for uncertain tax provisions. Deferred tax assets are generally recognized for all deductible temporary difference to the extent that it is probable that sufficient future taxable profit will be available against which those deductible temporary difference can be utilized.

Defined benefit plans (gratuity benefits)

The cost of the defined benefit gratuity plan and the present value of the gratuity obligation are determined using actuarial valuations. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, future salary increases and mortality rates. Due to the complexities involved in the valuation and its long-term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date.

The parameter most subject to change is the discount rate. In determining the appropriate discount rate for plans operated in India, the management considers the interest rates of government bonds.

The mortality rate is based on publicly available mortality tables. Those mortality tables tend to change only at interval in response to demographic changes.

Fair value measurement of financial instruments

When the fair values of financial assets and financial liabilities recorded in the balance sheet cannot be measured based on quoted prices in active markets, their fair value is measured using valuation techniques including the Discounting cash flow model. The inputs to these models are taken from observable markets where possible, but where this is not feasible, a degree of judgement is required in establishing fair values. Judgements include considerations of inputs such as liquidity risk, credit risk and volatility. Changes in assumptions about these factors could affect the reported fair value of financial instruments.

Useful lives of property, plant and equipment

The Company reviews the useful life of property, plant and equipment and Intangible assets at the end of each reporting period. This assessment may result in change in the depreciation / amortization expense in future periods.

Provision for doubtful receivables

The Company makes provision for doubtful receivables based on a provision matrix which takes in to account historical credit loss experience and adjusted for current estimates.

Other estimates

The preparation of Financial Statements involves estimates and assumptions that affect the reported amount of assets, liabilities, disclosure of contingent liabilities at the date of Financial information and the reported amount of revenues and expenses for the reporting period.



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Standalone summary of significant accounting policies and other explanatory information for the year ended 31 March 2024
(All amounts in Indian Rupees lakhs, except as otherwise stated)

Note 47

A Ageing schedule of capital work-in-progress

As at 31 March 2024	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
Projects in progress	221.09	309.88	99.78	-	630.75

As at 31 March 2023	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
Projects in progress	2,143.06	258.90	2.16	-	2,404.12

B For capital-work-in progress, whose completion is overdue or has exceeded its cost compared to its original plan the project wise details of when the project is expected to be completed is given below as of:

As at 31 March 2024	To be completed in				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
GMR 147 School	630.75	-	-	-	630.75
Total	630.75	-	-	-	630.75

As at 31 March 2023	To be completed in				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
GMR 147 School	2,143.06	258.90	2.16	-	2,404.12
Total	2,143.06	258.90	2.16	-	2,404.12

Note 48

A Ageing schedule of intangible assets under development

As at 31 March 2024	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
Projects in progress	110.97	-	82.58	-	193.55
Projects temporarily suspended	-	-	-	-	-
Total	110.97	-	82.58	-	193.55

As at 31 March 2023	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
Projects in progress	82.71	13.71	-	69.37	165.79
Projects temporarily suspended	-	-	-	-	-
Total	82.71	13.71	-	69.37	165.79

B For intangible assets under development, whose completion is overdue or has exceeded its cost compared to its original plan the project wise details of when the project is expected to be completed is given below as of:

As at 31 March 2024	To be completed in				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Canteen & Toilet Building work	68.21	-	-	-	68.21
Cargo Terminal	-	109.98	-	-	109.98
Miscellaneous Project	15.36	-	-	-	15.36
Total	83.57	109.98	-	-	193.55

As at 31 March 2023	To be completed in				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Cargo terminal	-	-	82.58	-	82.58
Material Handling System (Ballmats and Roller Beds)	51.07	-	-	-	51.07
Miscellaneous Project	32.14	-	-	-	32.14
Total	83.21	-	82.58	-	165.79



49 Ageing schedule of trade receivables

As at 31 March 2024	Outstanding from the due date of payment						Total
	Not due*	Less than 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years	
Undisputed trade receivables - considered good	4,310.94	1,807.08	1,388.33	371.04	29.30	5.03	7,911.71
Undisputed trade receivables - credit impaired	-	-	-	22.62	0.25	41.44	64.31
Disputed trade receivables - which have significant increase in credit risk	-	-	-	-	-	-	-
Less: Allowance for credit loss							-64.31
Total trade receivables							7,911.71

As at 31 March 2023	Outstanding from the due date of payment						Total
	Not due	Less than 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years	
Undisputed trade receivables - considered good	1,555.42	2,606.29	517.75	78.87	6.44	1.87	4,766.64
Undisputed trade receivables - which have significant increase in credit risk	-	-	-	-	-	-	-
Undisputed trade receivables - credit impaired	50.00	-	-	-	0.25	41.44	91.69
Disputed trade receivables - which have significant increase in credit risk	-	-	-	-	-	-	-
Less: Allowance for credit loss							-91.69
Total trade receivables							4,766.64

50 Ageing schedule of trade payables

As at 31 March 2024	Outstanding from the due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Micro, small and medium enterprises	30.40	-	-	-	30.40
Others	5,077.38	69.36	125.39	2,644.74	7,916.87
Total trade payables					7,947.27

As at 31 March 2023	Outstanding from the due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Micro, small and medium enterprises	108.17	-	-	-	108.17
Others	3,373.16	11.00	33.68	4,348.77	7,766.61
Total trade payables					7,874.78



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Standalone summary of significant accounting policies and other explanatory information for the year ended 31 March 2024

51. Financial Ratios

S.No	Ratio	Numerator	Denominator	As at 31 March 2024	As at 31 March 2023	% Variance	Reason for variance
1	Current Ratio	Current Assets	Current Liabilities	1.25	1.28	-2.00%	
2	Debt-equity ratio	Total Debt Earnings available for debt service (Net Profit after taxes + Non-cash operating expenses like depreciation and other amortizations + Interest + other adjustments like loss on sale of Fixed assets etc.)	Shareholders's equity	3.32	12.80	-74.10%	Debt equity ratio has improved mainly due to significant increase in profit in current financial year
3	Debt Service Coverage Ratio		Debt Service = Interest & Lease Payments + Principal Repayments	2.10	1.04	101.23%	Debt service coverage ratio has improved mainly due to significant increase in profit in current financial year
4	Return on Equity (ROE)	Net Profits after taxes - Preference Dividend	Average Shareholder's Equity	114.82%	53.38%	115.11%	Return on equity has improved due to increase in profit in current year
5	Inventory Turnover Ratio	Cost of goods sold OR sales	Average Inventory	1.07	1.20	-10.25%	
6	Trade receivables turnover ratio	Net Credit Sales = Gross credit sales - Sales returns	Average Accounts Receivable	7.36	8.10	-9.11%	
7	Trade payables turnover ratio	Net Credit Purchases	Average Trade Payables	0.86	0.85	0.40%	
8	Net capital turnover ratio	Net Sales = Total Sales - Sales returns	Working Capital	866.13%	812.73%	6.57%	
9	Net profit ratio	Net Profit	Net Sales = Total Sales - Sales returns	13.56%	2.67%	407.18%	Net Profit ratio has improved mainly due to significant increase in profit in current financial year
10	Return on capital employed (ROCE)	Earning before interest and taxes	Capital Employed = Tangible Net Worth + Total Debt + Deferred tax liability	23.30%	10.43%	123.51%	Return on capital employed (ROCE) has improved mainly due to significant increase in profit in current financial year
11	Return on investment (ROI)	Income generated from investments	Time weighted average investments	20.23%	6.30%	221.06%	Increase in investments



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(All amounts are in ₹ lakhs, unless otherwise stated)

52. The following are the additional disclosures as per schedule III

- a. No Loan or advances given to the Directors, Promoters, KMPs and related parties which are repayable on demand or without any terms of repayment.
- b. The Company does not have any such transaction which is not recorded in books of account that has been surrendered or disclosed as income during the year in the tax assessments (such as, search or survey or any other relevant provisions) under Income Tax Act, 1961.
- c. The Company does not have any relationship with Struck off Companies.
- d. The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.
- e. The Company do not have any Benami property, where any proceeding has been initiated or pending against the Company for holding any Benami property.
- f. The Company has not advanced or loaned or invested funds (either borrowed funds or share premium or any other sources or kind of funds) to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall :
 - i. directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Group (Ultimate Beneficiaries) or
 - ii. provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries
- g. The Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understating (whether recorded in writing or otherwise) that the Group shall:
 - i. directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or
 - ii. provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.



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53. Previous year/period figures have been regrouped and reclassified wherever necessary to confirm to those of the current year.

For **K.S. Rao & Co.,**
Chartered Accountants
ICAI Firm Registration No.: 0031095



Hitesh Kumar P
Partner
Membership No: 233734



Place : Hyderabad
Date : April 26, 2024

For and on behalf of the Board of Directors
GMR Air Cargo and Aerospace Engineering Limited



P.S Nair
Director
DIN: 00063118

Place: Bengaluru
Date: April 26, 2024



Kandi Sreenivasulu
Chief Financial Officer

Place : Hyderabad
Date : April 26, 2024



Pradeep Panicker
Director
DIN: 02730418

Place: Hyderabad
Date: April 26, 2024



Rakhal Panigrahi
Company Secretary
M.No. ACS 39622

Place : Hyderabad
Date : April 26, 2024

