

**INDEPENDENT AUDITOR'S REPORT**

To the Members of Allcargo Terminals Limited

**Opinion**

We have audited the accompanying consolidated financial statements of Allcargo Terminals Limited ("the Holding Company") and its subsidiary (the Holding Company and its subsidiary together referred to as "the Group") and joint ventures, which comprise the consolidated Balance Sheet as at March 31, 2023 and the consolidated Statement of Profit and Loss, including other comprehensive income, consolidated Statement of Cash Flows and the consolidated Statement of Changes in Equity for the year then ended and notes to the consolidated financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated financial statements give the information required by the Companies Act, 2013, as amended ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India of the state of affairs of the Group as at March 31, 2023, its profits including other comprehensive income, its cash flows and the changes in equity for the year ended on that date.

**Basis for Opinion**

We conducted our audit of the consolidated financial statements in accordance with the Standards on Auditing (SAs), as 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 Consolidated Financial Statements section of our report. We are independent of the Group in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules 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 on the consolidated financial statements.

**Emphasis of Matter**

We draw attention to Note 43 of the consolidated financial statements regarding accounting of demerger of 'Container Freight Stations and Inland Container Depot' of Allcargo Logistics Limited ('Demerged Undertaking') into the Holding Company under the Scheme of Arrangement (the 'Scheme') approved by the National Company Law Tribunal ('NCLT'). In accordance with the provisions of Ind AS 103 notified under Companies (Indian Accounting Standards) Rules, 2015 as amended, the Demerger should have been accounted for from the date of transfer of control. However, the same has been accounted for with effect from appointed date i.e. April 1, 2022 in accordance with the Scheme and Circular No. 09/2019 dated August 21, 2019 issued by the Ministry of Corporate Affairs ('MCA'). Our opinion is not modified in respect of this matter.



## **Management's Responsibility for the Consolidated Financial Statements**

The Holding Company's Board of Directors is responsible for the preparation and presentation of these consolidated financial statements that give a true and fair view of the consolidated financial position, consolidated financial performance including other comprehensive income, consolidated cash flows and consolidated changes in equity of the Group including its joint ventures in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under Section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015, as amended. The respective Board of Directors of the companies included in the Group and of its joint ventures are also responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group and of its joint ventures and for preventing and detecting frauds and other irregularities; the selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial control, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Holding Company, as aforesaid.

In preparing the consolidated financial statements, the respective Board of Directors of the companies included in the Group its joint ventures are responsible for assessing the ability of the Group and jointly ventures to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless Management either intends to liquidate the Group or to cease operations or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group and of its joint ventures are also responsible for overseeing the financial reporting process of the Group and its joint ventures when reporting on consolidated financial statements.

## **Auditor's Responsibilities for the Audit of the Consolidated Financial Statements**

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

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

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



# S.R. BATLIBOI & ASSOCIATES LLP

Chartered Accountants

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- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Holding Company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management.
- Conclude on the appropriateness of Management's use of the going concern basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group and its joint ventures to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group and whose financial information we have audited, to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the audit of the financial statements of such entities included in the consolidated financial statements of which we are the independent auditors. For the other entities included in the consolidated financial statements, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

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

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

## Other matters

- We did not audit the financial statements and other financial information, in respect of a subsidiary, whose financial statements include total assets of Rs. 11,580.41 lakhs as at March 31, 2023 and total revenues of Rs. 24,005.36 lakhs and net cash outflows of Rs. 585.03 lakhs for the year ended on that date. These financial statement and other financial information have been audited by other auditors, whose financial statements, other financial information and auditor's reports have been furnished to us by the management.



- The consolidated financial statements also include the Group's share of net profit of Rs. 487.86 lakhs for the year ended March 31, 2023, as considered in the consolidated financial statements, in respect of 1 joint venture, whose financial statements, other financial information have been audited by other auditors and whose reports have been furnished to us by the Management. Our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiary and joint venture and our report in terms of sub-sections (3) of Section 143 of the Act, in so far as it relates to the aforesaid subsidiary and joint venture is based solely on the reports of such other auditors.
- The consolidated financial statements of the Group for the year ended March 31, 2022, included in these consolidated financial statements, have been audited by the predecessor auditor who expressed an unmodified opinion on those statements on May 23, 2022.

## Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Act, based on our audit and on the consideration of report of the other auditors on separate financial statements and the other financial information of the subsidiary company and joint venture company, incorporated in India, as noted in the 'Other Matter' paragraph we give in the "Annexure 1" a statement on the matters specified in paragraphs 3(xxi) of the Order.
2. As required by Section 143(3) of the Act, based on our audit and on the consideration of report of the other auditors on separate financial statements and the other financial information of subsidiary and joint ventures, as noted in the 'other matter' paragraph we report, to the extent applicable, that:
  - (a) We / the other auditors whose report we have relied upon 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 of the aforesaid consolidated financial statements;
  - (b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidation of the financial statements have been kept so far as it appears from our examination of those books and reports of the other auditors;
  - (c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss including the Statement of Other Comprehensive Income, the Consolidated Cash Flow Statement and Consolidated Statement of Changes in Equity dealt with by this Report are in agreement with the books of account maintained for the purpose of preparation of the consolidated financial statements;
  - (d) In our opinion, the aforesaid consolidated financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Companies (Indian Accounting Standards) Rules, 2015, as amended;
  - (e) On the basis of the written representations received from the directors of the Holding Company as on March 31, 2023 taken on record by the Board of Directors of the Holding Company and the reports of the statutory auditors who are appointed under Section 139 of the Act, of its subsidiary company and joint venture, none of the directors of the Group's companies, its joint ventures, incorporated in India, is disqualified as on March 31, 2023 from being appointed as a director in terms of Section 164 (2) of the Act;



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- (f) With respect to the adequacy of the internal financial controls with reference to consolidated financial statements of the Holding Company and its subsidiary company and joint venture company, incorporated in India and the operating effectiveness of such controls, refer to our separate Report in “Annexure 2” to this report;
- (g) In our opinion and based on the consideration of reports of other statutory auditors of the subsidiary and joint ventures incorporated in India, the managerial remuneration for the year ended March 31, 2023 has been paid / provided by the Holding Company, its subsidiaries, associates and joint ventures incorporated in India to their directors in accordance with the provisions of Section 197 read with Schedule V to the Act;
- (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 and based on the consideration of the report of the other auditors on separate financial statements as also the other financial information of the subsidiary and joint venture, as noted in the 'Other matter' paragraph:
- i. The consolidated financial statements disclose the impact of pending litigations on its consolidated financial position of the Group, its joint ventures in its consolidated financial statements – Refer Note 34 to the consolidated financial statements;
  - ii. The Group, its joint venture did not have any material foreseeable losses in long-term contracts including derivative contracts during the year ended March 31, 2023;
  - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Holding Company, its subsidiary and joint venture incorporated in India during the year ended March 31, 2023;
  - iv. a) The respective managements of the Holding Company and its subsidiary and joint venture which are companies incorporated in India whose financial statements have been audited under the Act have represented to us and the other auditors of such subsidiary and joint venture respectively that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested either from borrowed funds or share premium or any other sources or kind of funds by the Holding Company or any of such subsidiary and joint venture to or in any other person(s) or entity(ies), including foreign entities (“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 respective Holding Company or any of such subsidiary and joint venture (“Ultimate Beneficiaries”) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;



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- b) The respective managements of the Holding Company and its subsidiary and joint ventures which are companies incorporated in India whose financial statements have been audited under the Act have represented to us and the other auditors of such subsidiary and joint venture respectively that, to the best of its knowledge and belief, no funds have been received by the respective Holding Company or any of such subsidiary and joint venture from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Holding Company or any of such subsidiary and joint venture 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 the audit procedures that have been considered reasonable and appropriate in the circumstances performed by us and that performed by the auditors of the subsidiary and joint venture which are companies incorporated in India whose financial statements have been audited under the Act, nothing has come to our or other auditor's notice that has caused us or the other auditors to believe that the representations under sub-clause (a) and (b) contain any material mis-statement.
- v. The dividend declared and paid during the year by its subsidiary and joint venture companies incorporated in India and until the date of the respective audit reports of such subsidiary and joint venture companies is in accordance with section 123 of the Act.
- vi. No dividend has been declared or paid during the year by the Holding Company
- vii. As proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 is applicable only w.e.f. April 1, 2023 for the Holding Company, its subsidiary and joint venture company incorporated in India, hence reporting under this clause is not applicable.

For S.R. Batliboi & Associates LLP  
Chartered Accountants  
ICAI Firm Registration Number: 101049W/E300004

  
per Aniket Sohani  
Partner

Membership Number: 117142  
UDIN:23117142BGYJBI9903  
Mumbai  
July 05, 2023



# **S.R. BATLIBOI & ASSOCIATES LLP**

Chartered Accountants

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## **Annexure 1 to the Independent Auditor's Report**

**Re: Allcargo Terminals Limited ('the Company')**

**Referred to in Paragraph 1 under the heading "Report on other legal and regulatory requirements" of our report of even date**

In terms of the financials and explanations sought by us and given by the Holding Company, its subsidiary and joint venture which are companies incorporated in India and the books of account and records examined by us in the normal course of audit and to the best of our knowledge and belief, we state that:

- i. There are no qualifications or adverse remarks by the respective auditors in the Companies (Auditors Report) Order (CARO) reports of the companies included in the consolidated financial statements. Accordingly, the requirement to report on clause 3(xxi) of the Order is not applicable to the Holding.

For S.R. Batliboi & Associates LLP  
Chartered Accountants  
ICAI Firm Registration Number: 101049W/E300004

  
per Aniket Sohani  
Partner

Membership Number: 117142  
UDIN: 23117142BGYJBI9903  
Mumbai  
July 05, 2023



## **Annexure 2 to the Independent Auditor's Report of even date on the Consolidated Financial Statements of Allcargo Terminals Limited**

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

In conjunction with our audit of the consolidated financial statements of Allcargo Terminals Limited (hereinafter referred to as the "Holding Company") as of and for the year ended March 31, 2023, we have audited the internal financial controls with reference to consolidated financial statements of the Holding Company and its subsidiary (the Holding Company and its subsidiary together referred to as "the Group"), its joint venture, which are companies incorporated in India, as of that date.

#### **Management's Responsibility for Internal Financial Controls**

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

#### **Auditor's Responsibility**

Our responsibility is to express an opinion on the Holding Company's internal financial controls with reference to consolidated 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") and the Standards on Auditing, specified under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls, both, issued by ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to consolidated financial statements was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls with reference to consolidated financial statements and their operating effectiveness. Our audit of internal financial controls with reference to consolidated financial statements included obtaining an understanding of internal financial controls with reference to consolidated 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 judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.



# **S.R. BATLIBOI & ASSOCIATES LLP**

Chartered Accountants

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We believe that the audit evidence we have obtained and the audit evidence obtained by the other auditors in terms of their reports referred to in the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls with reference to consolidated financial statements.

## **Meaning of Internal Financial Controls with Reference to Consolidated Financial Statements**

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

## **Inherent Limitations of Internal Financial Controls with Reference to Consolidated Financial Statements**

Because of the inherent limitations of internal financial controls with reference to consolidated financial statements, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls with reference to consolidated financial statements to future periods are subject to the risk that the internal financial controls with reference to consolidated 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, the Group and its joint venture, which are companies incorporated in India, have, maintained in all material respects, adequate internal financial controls with reference to consolidated financial statements and such internal financial controls with reference to consolidated financial statements were operating effectively as at March 31, 2023, based on the internal control over financial reporting criteria established by the Holding Company considering the essential components of internal control stated in the Guidance Note issued by the ICAI.



# **S.R. BATLIBOI & ASSOCIATES LLP**

Chartered Accountants

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## **Other Matters**

Our report under Section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls with reference to consolidated financial statements of the Holding Company, in so far as it relates to 1 subsidiary and 1 joint venture, which are companies incorporated in India, is based on the corresponding reports of the auditors of such subsidiary and joint venture incorporated in India.

For S.R. Batliboi & Associates LLP  
Chartered Accountants  
ICAI Firm Registration Number: 101049W/E300004

  
per Aniket Sohani  
Partner

Membership Number: 117142  
UDIN: 23117142BGYJBI9903  
Mumbai  
July 05, 2023



**Allcargo Terminals Limited**  
Consolidated Balance Sheet as at 31st March 2023

(Rs. in Lakhs)

Particulars	Note	As at 31st March, 2023	As at 31st March, 2022
<b>ASSETS</b>			
<b>Non-current assets</b>			
(a) Property, Plant and Equipment	3	8,265.77	1,531.87
(b) Right of use assets	4	35,796.38	793.79
(c) Goodwill	42	3,257.58	3,257.58
(d) Other intangible assets	5	3,439.67	4,080.34
(e) Intangible under development	6	53.00	8.43
(f) Investments accounted for using the equity method			
(i) Investments in joint ventures	7	2,664.76	-
(g) Financial assets			
(i) Loans	8	52.20	-
(ii) Other financial assets	9	4,549.52	4,617.83
(h) Deferred tax assets (net)	10	6,481.87	-
(i) Non-current tax assets (net)	11	178.06	362.26
(j) Other non-current assets	12	52.61	39.61
<b>Current assets</b>			
(a) Contract Assets	21 A	1,598.64	643.17
(b) Financial Assets			
(i) Investments	13	932.76	-
(ii) Trade receivables	14	5,325.77	2,038.52
(iii) Cash and cash equivalents	15	1,312.70	937.93
(iv) Loans	8	64.81	31.97
(v) Other financial assets	9	2,998.78	160.50
(c) Other current assets	12	1,319.45	281.61
<b>TOTAL ASSETS</b>		<b>78,344.34</b>	<b>18,785.41</b>
<b>EQUITY</b>			
(a) Equity Share Capital	16	4,913.91	-
(b) Other equity	17	15,662.47	289.13
<b>Equity attributable to equity holders of the parent</b>		<b>20,576.38</b>	<b>289.13</b>
Non controlling Interest		1,215.72	1,255.62
<b>Total</b>		<b>21,792.10</b>	<b>1,544.75</b>
<b>Non-current liabilities</b>			
<b>(a) Financial liabilities</b>			
(i) Borrowings	18	2,717.41	10,227.30
(ii) Lease liabilities	32	36,333.94	739.80
(b) Employee benefit liabilities	19	330.73	218.13
(c) Deferred Tax Liabilities (net)	10	979.89	1,212.48
<b>Total</b>		<b>40,361.97</b>	<b>12,397.71</b>
<b>Current liabilities</b>			
(a) Contract Liabilities	21 B	506.19	198.38
<b>(b) Financial liabilities</b>			
(i) Borrowings	18	487.51	73.47
(ii) Lease liabilities	32	1,821.94	214.63
(iii) Trade payables			
(1) Total outstanding dues to Micro enterprises and Small enterprises (MSME)	20,36	126.09	-
(2) Total outstanding dues of creditors other than MSME	20	10,885.18	3,048.32
(iv) Other financial liabilities	22	393.56	491.11
(c) Employee benefit liabilities	19	310.61	109.98
(d) Other current liabilities	23	1,659.19	707.05
<b>Total</b>		<b>16,190.27</b>	<b>4,842.95</b>
<b>TOTAL LIABILITIES</b>		<b>78,344.34</b>	<b>18,785.41</b>

Notes to the financial statements

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Significant accounting policies and notes

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The notes referred to above are an integral part of these financial statements

As per our report of even date attached

As per our report of even date

For S.R. Batliboi & Associates LLP

ICAI firm registration No: 101049W/E300004

Chartered Accountants

per Aniket Anil Sohani  
Partner  
Membership No. 117142



For and on behalf of Board of directors of

CIN No: U60300MH2019PLC320697

Suresh Kumar  
Ramiah

Director  
DIN: 07019419

Vaishnavkiran Shashikiran  
Shetty

Director  
DIN: 07077444

Poornima Sreedhar

Chief Financial Officer  
M.N : 100545

Place : Mumbai  
Date : 5th July 2023

Place : Mumbai  
Date : 5th July 2023

A. J. Desai  
Hardik Desai  
Company Secretary &  
Compliance Officer  
M.N : A35491



**Allcargo Terminals Limited**  
Consolidated Statement of Profit and Loss for the year ended 31st March 2023

(Rs. in Lakhs, unless otherwise stated)			
Particulars	Note	31st March 2023	31st March 2022
<b>Income</b>			
Revenue From Operations	24	70,570.87	12,821.48
Other income	25	1,147.73	126.81
<b>Total income</b>		<b>71,718.60</b>	<b>12,948.29</b>
<b>Expenses</b>			
Cost of services rendered	26	43,760.22	8,964.95
Employee benefits expense	27	6,954.02	1,926.91
Depreciation and amortisation expenses	28	5,100.33	633.60
Finance costs	29	3,190.08	187.10
Other expenses	30	5,513.13	632.92
<b>Total expenses</b>		<b>64,517.78</b>	<b>12,345.49</b>
<b>Profit before tax and share of profit from joint ventures</b>		<b>7,200.82</b>	<b>602.80</b>
Share of profits of joint ventures	7	360.41	-
<b>Profit Before Tax</b>		<b>7,561.23</b>	<b>602.80</b>
<b>Tax expense:</b>			
Current tax	10	2,760.49	333.32
Deferred tax credit	10	(1,056.98)	(116.27)
Adjustment of Taxes relating to earlier years		(21.63)	-
<b>Total tax expense</b>		<b>1,681.88</b>	<b>217.05</b>
<b>Profit for the year (A)</b>		<b>5,879.35</b>	<b>385.75</b>
<b>Other Comprehensive Income:</b>			
<b>Items that will not be reclassified subsequently to profit or loss:</b>			
Re-measurement gains/(losses) on defined benefit plans (net of tax)	33	(31.21)	(18.89)
		(31.21)	(18.89)
<b>Other Comprehensive Income for the year, net of tax (B)</b>		<b>(31.21)</b>	<b>(18.89)</b>
<b>Total Comprehensive income for the period, net of tax (A) + (B)</b>		<b>5,848.14</b>	<b>366.87</b>
<b>Profit attributable to:</b>			
- Equity Holders of the Parent		5,756.19	306.51
- Non-controlling Interest		123.16	79.24
<b>Other Comprehensive Income attributable to:</b>			
- Equity Holders of the Parent		(31.34)	(16.06)
- Non-controlling Interest		0.13	(2.83)
<b>Total Comprehensive Income attributable to:</b>			
- Equity Holders of the Parent		5,724.85	290.45
- Non-controlling Interest		123.29	76.41
<b>Earnings per equity share</b>			
<b>Basic (in full Rs.)</b>	<b>31</b>	<b>1,64,46,257</b>	<b>8,75,836</b>
<b>Diluted (in full Rs.)</b>	<b>31</b>	<b>2.34</b>	<b>8,75,836</b>

Significant accounting policies  
Notes to the financial statements

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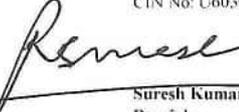
The notes referred to above are an integral part of these financial statements

As per our report of even date  
For S.R. Batliboi & Associates LLP  
ICAI firm registration No: 101049W/E300004  
Chartered Accountants

For and on behalf of Board of directors of  
CIN No: U60300MH2019PLC320697

  
per Aniket Anil Sohani  
Partner  
Membership No. 117142



  
Suresh Kumar  
Ramiah

Director  
DIN: 07019419

  
Vaidhyanathan  
Shashikaran  
Shetty

Director  
DIN: 07077444

  
Poornima Sreedhar

Chief Financial Officer  
M.N : 100545

  
Hardik Desai  
Company Secretary &  
Compliance Officer  
M.N : A35491

Place : Mumbai  
Date : 5th July 2023

Place : Mumbai  
Date : 5th July 2023



**Allcargo Terminals Limited**  
**Consolidated Statement of Cash Flows for the year ended 31 March 2023**

Particulars	(Rs. In Lakhs)	
	31 March 2023	31 March 2022
<b>Profit before tax</b>	<b>7,200.82</b>	<b>602.82</b>
<b>Adjustments to reconcile profit before tax to net cash flow:</b>		
Depreciation and amortisation	5,100.33	633.60
Fair value gain on financial instruments	(12.96)	-
Impairment loss recognized under expected credit loss model	342.65	(59.00)
Bad debts / advances written off	-	8.00
Liability no longer required written back	(790.77)	-
Finance costs	3,190.08	187.00
Finance income	(234.50)	(101.00)
Loss on disposal of property, plant and equipment (net)	10.54	57.00
(Profit) on sale of current investments (net)	(31.04)	-
	<b>14,775.15</b>	<b>1,328.42</b>
<b>Working capital adjustments:</b>		
(Increase) in trade receivables	(1,599.42)	(196.72)
Decrease / (increase) in loans and advances other financial assets	(347.14)	(4,442.00)
(Increase) in other current, non current assets (non financial assets)	(181.67)	4,807.00
Increase in trade payables, other current and non current liabilities	1,316.33	(549.00)
Decrease / (Increase) in contract assets	101.21	(643.00)
(Decrease) / Increase in Contract Liabilities	30.95	198.00
<b>Cash generated from operating activities</b>	<b>14,095.41</b>	<b>502.70</b>
Income tax paid (net of refunds) (net)	(1,605.29)	(452.00)
<b>Net cash flows from operating activities (A)</b>	<b>12,490.12</b>	<b>50.70</b>
<b>Investing activities</b>		
Proceeds from sale of property, plant and equipment	4.23	88.00
Purchase of property, plant and equipment (including capital work in progress and capital advances)	(1,074.62)	-
Purchase of Intangible Assets	(55.89)	-
Purchase of current investments (Net)	(889.17)	-
Dividend received from Joint Ventures	510.70	-
Interest income received	222.50	101.00
Acquisition of subsidiary	-	(10,201.00)
<b>Net cash flows (used in) investing activities (B)</b>	<b>(1,282.24)</b>	<b>(10,012.00)</b>
<b>Financing activities</b>		
Repayment of long term borrowings	(10,061.39)	-
Proceeds from long term borrowings	1,242.66	9,996.93
Proceeds from current borrowings	(62.00)	-
Lease Payments (including Interest)	(1,062.13)	(150.00)
Finance costs	(730.84)	-
Payment of dividend to minority shareholders	(163.20)	-
<b>Net cash flows from (used in) / from financing activities (C)</b>	<b>(10,836.90)</b>	<b>9,846.93</b>
<b>Net increase in cash and cash equivalents (A+B+C)</b>	<b>370.98</b>	<b>(114.37)</b>
<b>Cash and cash equivalents at the beginning of the year</b>	<b>937.93</b>	<b>-</b>
Transfer pursuant to demerger / Acquisition of Subsidiary	3.79	1,052.30
<b>Cash and cash equivalents at the end of year (Refer Note 15)</b>	<b>1,312.70</b>	<b>937.93</b>

As per our report of even date  
For S.R. Batliboi & Associates LLP  
ICAI firm registration No: 101049W/E300004  
Chartered Accountants

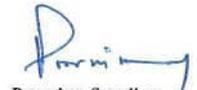
  
per Aniket Anil Sohani  
Partner  
Membership No. 117142



For and on behalf of Board of directors of  
CIN No: U60300MH2019PLC320697

  
Suresh Kumar Ramiah  
Director  
DIN: 07019419

  
Vaishnavdhan  
Shashikiran Shetty  
Director  
DIN: 07077444

  
Poornima Sreedhar  
Chief Financial Officer  
M.N : 100545

Place : Mumbai  
Date : 5th July 2023

Place : Mumbai  
Date : 5th July 2023

  
Hardik Desai  
Company Secretary  
& Compliance Officer  
M.N : A35491



**Alicargo Terminals Limited**  
**Statement of Changes in Equity for the year ended 31st March 2023**

(Rs. in Lakhs, unless otherwise stated)

	No.	Amount
<b>(A) Equity Share Capital:</b>		
<b>Equity shares of INR 10 each issued, subscribed and fully paid</b>		
At 1st April 2021	-	-
Issue of share capital (Rs. 70 only)	7	-
At 1st April 2022	7	-
Issue of share capital (Rs. 70 only)	-	-
At 31st March 2023*	35	-
*The equity shares have been sub-divided to Rs 2/- face value per share (35 equity shares of Rs 2/- each). Equity share issuable pursuant to demerger		
	24,56,95,524	4,913.91
	24,56,95,524	4,913.91

**(B) Other Equity:**

Particulars	Reserves & Surplus			Items of OCI	Total other equity attributable to equity holders of the holding Company	Non Controlling Interests	Total other equity
	Retained earnings	Capital Reserve (Pursuant to Demerger) (Refer Note-43)	Re-measurements of Gains / (Loss) on defined benefits plans				
Balance as at 1st April 2021	(1.36)	-	-	-	(1.36)	-	(1.36)
Net Profit / (Loss) for the year	306.55	-	-	-	306.55	79.24	385.79
Other comprehensive income	-	-	(16.06)	-	(16.06)	(2.83)	(18.89)
On Obtaining control in Subsidiary	-	-	-	-	-	1,179.22	1,179.22
<b>As at 31st March 2022</b>	<b>305.19</b>	<b>-</b>	<b>(16.06)</b>	<b>(16.06)</b>	<b>289.13</b>	<b>1,255.62</b>	<b>1,544.76</b>
Pursuant to demerger	-	9,648.49	-	-	9,648.49	-	9,648.49
Net Profit for the year	5,756.19	-	-	-	5,756.19	123.16	5,879.35
Other comprehensive income	-	-	(31.34)	-	(31.34)	0.13	(31.21)
Dividend Paid	-	-	-	-	-	(163.20)	(163.20)
<b>As at 31st March 2023</b>	<b>6,061.38</b>	<b>9,648.49</b>	<b>(47.40)</b>	<b>(47.40)</b>	<b>15,662.47</b>	<b>1,215.72</b>	<b>16,878.19</b>

As per our report of even date

For S.R. Batliboi & Associates LLP

ICAI firm registration No. 101049WVE100094

Chartered Accountants

*(Signature)*  
Dr. Aniket Anil Solanki  
Partner  
Membership No. 117142  
Place - Mumbai  
Date - 5th July 2023



For and on behalf of Board of directors of

CIN No. U60300MH2019PLC320697

*(Signature)*  
Suresh Kumar Rautiah  
Director  
DIN: 07019410  
Place - Mumbai  
Date - 5th July 2023

*(Signature)*  
Vishwakhiran Shashikiran  
Shetye  
Director  
DIN: 07097444  
Place - Mumbai  
Date - 5th July 2023

*(Signature)*  
Hardik Desai  
Company Secretary & Compliance Officer  
M.N.: A35491



**Allcargo Terminals Limited**  
**Notes to the consolidated financial statements as at and for the year ended 31 March 2023**

**1. Group Overview**

Allcargo Terminals Limited (hereinafter referred to as the 'Holding Company', 'Parent'), its subsidiaries (the holding Company and its subsidiaries together referred to as "the Group"), is engaged in the business of operating Container Freight Stations.

Allcargo Terminals Limited was formed with a vision to tap the opportunities that lie in the terminals space owing to the increasing EXIM trade opportunity in India. It operates on an asset light business model and the core business comprises of Container Freight Stations (CFS) and Inland Container Depots (ICD). CFS and ICDs are an extension of port infrastructure and offer activities like Customs inspection/clearance, Stuffing/Destuffing, Weighment and storage, among others. The Holding company is one of the largest CFS operator in India with combined installed capacity of over one million square feet.

Our Company was incorporated on February 05, 2019 as a Private Limited Company under the Companies Act, 2013 with the Registrar of Companies, Mumbai, Maharashtra and was converted into public limited w.e.f. January 10, 2022. The Corporate Identification Number of our Company is U60300MH2019PLC320697

**Demerger**

**Acquisition of Container Freight Stations/Inland Container Depots and other related logistics businesses of Allcargo Logistics Limited through (Scheme) of Demerger**

In accordance with the Scheme of Arrangement (Scheme) between the Holding Company and Allcargo Logistics Limited as approved by Hon'ble National Company Law Tribunal on 5th January 2023, Container Freight Stations/Inland Container Depots (logistics businesses), were demerged and transferred to the Holding Company with effect from the Appointed date of April 1, 2022 (appointed date), in consideration of 24,56,95,524 equity shares of the Holding Company of Rs. 2 each fully paid up for every equity shares held in All Cargo Logistics Limited (ALL) of Rs 2 each fully paid up. The effective date of the Scheme was 01st April 2022.

Pursuant to the scheme of demerger approved by NCLT, 24,56.95,524 equity shares of Rs. 2 each face value issuable to the shareholders of Allcargo Limited as per 1:1 share exchange ratio as consideration for the transfer of assets and liabilities to the Holding Company. The Holding Company in its Board Meeting held on April 24, 2023 has allotted 24,56,95,524 equity shares to the shareholders of Allcargo Logistics Limited holding as on record date April 18, 2023.

Along with issuance and allotment of equity shares by the Holding Company in accordance with the scheme of demerger as above, the initial issued and paid-up equity capital of the Holding Company comprising of 7 equity share of Rs.10 each, aggregating to Rs.70 shall stand cancelled. The equity shares have been subdivided to Rs 2/- face value per share (35 equity shares of Rs 2/- each). During the year ended 31st March 2023, the authorized share capital of the Holding Company has been increased to Rs.55,00,00,000 (Rupees fifty five crores only)

As per the provisions of the Scheme, transfer of the above business into the Holding Company have been accounted in the Financial Statements at book values as appearing in the books of the Demerged Company as on the close of business on the day immediately prior to the appointed date.

As and from the appointed date, upto and including the effective date, All Cargo Logistics Limited shall carry on and deemed to have carried on its business and activities and shall stand possessed of all assets and properties in trust for the Holding Company and shall account for the same to the Holding Company.



## 2. Significant accounting policies

### 2.1 Basis of preparation

The Consolidated Financial Statements “CFS” of the Group have been prepared in accordance with the Indian Accounting Standards (“Ind AS”) notified under the Companies (Indian Accounting Standards) (Amendment) Rules, 2015 (as amended from time to time) under the provisions of the Companies Act, 2013 (the ‘Act’) and Presentation requirements of the Division II of the schedule III to companies act 2013 (Ind AS Compliant Schedule III). These CFS are prepared under the historical cost convention on the accrual basis except for assets and liabilities that are acquired on account of business combinations, and certain other financial assets and liabilities which have been measured at fair value (refer accounting policy regarding financial instruments). The CFS have been prepared on a going concern basis.

The financial statements are presented in INR and all values are rounded to the nearest rupees in Lakhs except when otherwise indicated.

#### **Current versus non-current classification**

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

All other assets are classified as non-current.

A liability is treated as current when it is:

- 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

All other liabilities are classified 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 Group has identified twelve months as its operating cycle.

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

### 2.2 Basis of consolidation

#### **Subsidiaries**

The CFS comprise the financial statements of the holding Company and its subsidiary as at 31st March, 2023.

Subsidiary:

Speedy Multimodes Limited (subsidiary w.e.f. October 31, 2021) (85% holding)



**Allcargo Terminals Limited**  
**Notes to the consolidated financial statements as at and for the year ended 31 March 2023**

Control is achieved when the Group is exposed or has rights to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee. Specifically, the Group controls an investee if and only if the Group has all of the below:

- a) Power over the investee (i.e. existing rights that give it the current ability to direct the relevant activities of the investee)
- b) Exposure or rights to variable returns from its involvement with the investee and
- c) The ability to use its power over the investee to affect its returns

Generally, there is a presumption that a majority of voting rights result in control. To support this presumption and when the Group has less than a majority of the voting or similar rights of an investee, the Group considers all relevant facts and circumstances in assessing whether it has power over an investee, including:

- a) The contractual arrangement with the other vote holders of the investee
- b) Rights arising from other contractual arrangements
- c) The Group's voting rights and potential voting rights
- d) The size of the group's holding of voting rights relative to the size and dispersion of the holdings of the other voting rights holders

The Group re-assesses whether or not it controls an investee if facts and circumstances indicate that there are changes to one or more of the three elements of control. Consolidation of a subsidiary begins when the Group obtains control over the subsidiary and ceases when the Group loses control of the subsidiary. Assets, liabilities, income and expenses of a subsidiary acquired or disposed of during the period are included in the consolidated financial statements from the date the Group gains control until the date the Group ceases to control the subsidiary.

CFS are prepared using uniform accounting policies for like transactions and other events in similar circumstances. If a member of the group uses accounting policies other than those adopted in the consolidated financial statements for like transactions and events in similar circumstances, appropriate adjustments are made to that group member's financial statements in preparing the consolidated financial statements to ensure conformity with the Group's accounting policies.

The financial statements of all entities used for the purpose of consolidation are drawn up to same reporting date as that of the holding Company.i.e. period ended 31st March.

**Consolidation procedure:**

Combine like items of assets, liabilities, equity, income, expenses of the Parent with those of its subsidiaries. For this purpose, income and expenses of the subsidiary are based on the amounts of the assets and liabilities recognised in the consolidated financial statements at the acquisition date.

Offset (eliminate) the carrying amount of the parent's investment in each subsidiary and the parent's portion of equity of each subsidiary. Business combinations policy explains how to account for any related goodwill.

Eliminate in full intragroup assets and liabilities, equity, income, expenses and cash flows relating to transactions between entities of the group (profits or losses resulting from intragroup transactions that are recognised in assets, such as inventory and fixed assets, are eliminated in full). Intragroup losses may indicate an impairment that requires recognition in the consolidated financial statements. Ind AS12 *Income Taxes* applies to temporary differences that arise from the elimination of profits and losses resulting from intragroup transactions.

Profit or loss and each component of other comprehensive income (OCI) are attributed to the equity holders of the holding Company of the Group and to the non-controlling interests, even if this results in the non-controlling interests having a deficit balance. All intra-group assets and liabilities, equity, income, expenses and cash flows relating to transactions between members of the Group are eliminated in full on consolidation.

change in the ownership interest of a subsidiary, without a loss of control, is accounted for as an equity transaction. If the Group loses control over a subsidiary, it:



**Allcargo Terminals Limited**  
**Notes to the consolidated financial statements as at and for the year ended 31 March 2023**

- Derecognises the assets (including goodwill) and liabilities of the subsidiary at their carrying amounts at the date when control is lost
- Derecognises the carrying amount of any non-controlling interests
- Derecognises the cumulative translation differences recorded in equity
- Recognises the fair value of the consideration received
- Recognises the fair value of any investment retained
- Recognises any surplus or deficit in profit or loss
- Reclassifies the parent's share of components previously recognised in OCI to profit or loss or retained earnings, as appropriate, as would be required if the Group had directly disposed of the related assets or liabilities

### 2.3 Summary of significant accounting policies

#### a. Business combinations

Business combinations are accounted for using the acquisition method. The cost of an acquisition is measured as the aggregate of the consideration transferred measured at acquisition date fair value and the amount of any non-controlling interests in the acquiree. For each business combination, the Group elects whether to measure the non-controlling interests in the acquiree at fair value or at the proportionate share of the acquiree's identifiable net assets. Acquisition-related costs are expensed as incurred.

The Group determines that it has acquired a business when the acquired set of activities and assets include an input and a substantive process that together significantly contribute to the ability to create outputs. The acquired process is considered substantive if it is critical to the ability to continue producing outputs, and the inputs acquired include an organised workforce with the necessary skills, knowledge, or experience to perform that process or it significantly contributes to the ability to continue producing outputs and is considered unique or scarce or cannot be replaced without significant cost, effort, or delay in the ability to continue producing output.

At the acquisition date, the identifiable assets acquired, and the liabilities assumed are recognised at their acquisition date fair values. For this purpose, the liabilities assumed include contingent liabilities representing present obligation and they are measured at their acquisition fair values irrespective of the fact that outflow of resources embodying economic benefits is not probable. However, the following assets and liabilities acquired in a business combination are measured at the basis indicated below:

- Deferred tax assets or liabilities, and the liabilities or assets related to employee benefit arrangements are recognised and measured in accordance with Ind AS 12 *Income Tax* and Ind AS 19 *Employee Benefits* respectively.
- Potential tax effects of temporary differences and carry forwards of an acquiree that exist at the acquisition date or arise as a result of the acquisition are accounted in accordance with Ind AS 12.
- Liabilities or equity instruments related to share based payment arrangements of the acquiree or share – based payments arrangements of the Group entered into to replace share-based payment arrangements of the acquiree are measured in accordance with Ind AS 102 Share-based Payments at the acquisition date.
- Assets (or disposal groups) that are classified as held for sale in accordance with Ind AS 105 Non-current Assets Held for Sale and Discontinued Operations are measured in accordance with that Standard.
- Reacquired rights are measured at a value determined on the basis of the remaining contractual term of the related contract. Such valuation does not consider potential renewal of the reacquired right.

When the Group acquires a business, it assesses the financial assets and liabilities assumed for appropriate classification and designation in accordance with the contractual terms economic circumstances and pertinent conditions as at the acquisition date. If the business combination is achieved in stages, any previously held equity interest is re-measured at its acquisition date fair value and any resulting gain or loss is recognised in profit or loss or OCI, as appropriate.



**Allcargo Terminals Limited**  
**Notes to the consolidated financial statements as at and for the year ended 31 March 2023**

Any contingent consideration to be transferred by the acquirer is recognised at fair value at the acquisition date. Contingent consideration classified as an asset or liability that is a financial instrument and within the scope of Ind AS 109 Financial Instruments, is measured at fair value with changes in fair value recognised in profit or loss in accordance with Ind AS 109. If the contingent consideration is not within the scope of Ind AS 109, it is measured in accordance with the appropriate Ind AS and shall be recognized in profit or loss. Contingent consideration that is classified as equity is not re-measured at subsequent reporting dates and subsequent its settlement is accounted for within equity.

Goodwill is initially measured at cost, being the excess of the aggregate of the consideration transferred and the amount recognised for noncontrolling interests, and any previous interest held, over the net identifiable assets acquired and liabilities assumed. If the fair value of the net assets acquired is in excess of the aggregate consideration transferred, the Group re-assesses whether it has correctly identified all of the assets acquired and all of the liabilities assumed and reviews the procedures used to measure the amounts to be recognised at the acquisition date. If the reassessment still results in an excess of the fair value of net assets acquired over the aggregate consideration transferred, then the gain is recognised in OCI and accumulated in equity as capital reserve. However, if there is no clear evidence of bargain purchase, the entity recognises the gain directly in equity as capital reserve, without routing the same through OCI.

After initial recognition, goodwill is measured at cost less any accumulated impairment losses. For the purpose of impairment testing, goodwill acquired in a business combination is, from the acquisition date, allocated to each of the Group's cash-generating units that are expected to benefit from the combination, irrespective of whether other assets or liabilities of the acquiree are assigned to those units.

A cash generating unit to which goodwill has been allocated is tested for impairment annually, or more frequently when there is an indication that the unit may be impaired. If the recoverable amount of the cash generating unit is less than its carrying amount, the impairment loss is allocated first to reduce the carrying amount of any goodwill allocated to the unit and then to the other assets of the unit pro rata based on the carrying amount of each asset in the unit. Any impairment loss for goodwill is recognized in profit or loss. An impairment loss recognized for goodwill is not reversed in subsequent periods.

Where goodwill has been allocated to a cash-generating unit and part of the operation within that unit is disposed of, the goodwill associated with the disposed operation is included in the carrying amount of the operation when determining the gain or loss on disposal. Goodwill disposed in these circumstances is measured based on the relative values of the disposed operation and the portion of the cash-generating unit retained.

If the initial accounting for a business combination is incomplete by the end of the reporting period in which the combination occurs, the Group reports provisional amounts for the items for which the accounting is incomplete. Those provisional amounts are adjusted through goodwill during the measurement period, or additional assets or liabilities are recognised, to reflect new information obtained about facts and circumstances that existed at the acquisition date that, if known, would have affected the amounts recognized at that date. These adjustments are called as measurement period adjustments. The measurement period does not exceed one year from the acquisition date.

**b. Investment in joint ventures accounted for using the Equity Method**

**Investment in Joint Ventures**

Joint ventures:

Transnepal Freight Services Pvt.Ltd (50% holding) and Allcargo Logistics Park Pvt.Ltd. (ALPPL) (51% holding)

A joint venture is a type of joint arrangement whereby the parties that have joint control of the arrangement have rights to the net assets of the joint venture. Joint control is the contractually agreed sharing of control of an arrangement, which exists only when decisions about the relevant activities require unanimous consent of the parties sharing control.



**Alcargos Terminals Limited**  
**Notes to the consolidated financial statements as at and for the year ended 31 March 2023**

The considerations made in determining whether significant influence or joint control are similar to those necessary to determine control over the subsidiaries. The Group's investments in its associate and joint venture are accounted for using the equity method. Under the equity method, the investment in an associate or a joint venture is initially recognised at cost. The carrying amount of the investment is adjusted to recognise changes in the Group's share of net assets of the associate or joint venture since the acquisition date. Goodwill relating to the associate or joint venture is included in the carrying amount of the investment and is not tested for impairment individually.

The Consolidated Statement of Profit and Loss reflects the Group's share of the results of operations of the associate or joint venture. Any change in OCI of those investees is presented as part of the Group's OCI. In addition, when there has been a change recognised directly in the equity of the associate or joint venture, the Group recognises its share of any changes, when applicable, in the Statement of Changes in Equity. Unrealised gains and losses resulting from transactions between the Group and the associate or joint venture are eliminated to the extent of the interest in the associate or joint venture.

If an entity's share of losses of an associate or a joint venture equals or exceeds its interest in the associate or joint venture (which includes any long term interest that, in substance, form part of the Group's net investment in the associate or joint venture), the entity discontinues recognising its share of further losses. Additional losses are recognised only to the extent that the Group has incurred legal or constructive obligations or made payments on behalf of the associate or joint venture. If the associate or joint venture subsequently reports profits, the entity resumes recognising its share of those profits only after its share of the profits equals the share of losses not recognised.

The aggregate of the Group's share of profit or loss of an associate and a joint venture is shown on the face of the Consolidated Statement of Profit and Loss.

The financial statements of the associate or joint venture are prepared for the same reporting period as the Group. When necessary, adjustments are made to bring the accounting policies in line with those of the Group.

After application of the equity method, the Group determines whether it is necessary to recognise an impairment loss on its investment in its associate or joint venture. At each reporting date, the Group determines whether there is objective evidence that the investment in the associate or joint venture is impaired. If there is such evidence, the Group calculates the amount of impairment as the difference between the recoverable amount of the associate or joint venture and its carrying value, and then recognises the loss as 'Share of profit of an associate and a joint venture' in the Consolidated Statement of Profit and Loss.

Upon loss of significant influence over the associate or joint control over the joint venture, the Group measures and recognises any retained investment at its fair value. Any difference between the carrying amount of the associate or joint venture upon loss of significant influence or joint control and the fair value of the retained investment and proceeds from disposal is recognised in profit or loss.

**c. Foreign currencies**

Exchange differences arising on translation / settlement of foreign currency monetary items are recognised as income or expenses in the period in which they arise.

**d. Revenue recognition**

Revenue from contracts with customers is recognised when control of the goods or services are transferred to the customer at an amount that reflects the consideration to which the Group expects to be entitled in exchange for those goods or services.



**Allcargo Terminals Limited**  
**Notes to the consolidated financial statements as at and for the year ended 31 March 2023**

**Container freight station income**

Income from Container Handling is recognised on completion of its performance obligation.

Income from Ground Rent is recognised for the period the container is lying in the Container Freight Station as per the terms of arrangement with the customers.

Further, a subsidiary Company recognises revenue in case of one of the Customer (which is Government Undertaking) as per the Commercial arrangements agreed with them. The same is as per normal customary Trade Practice followed in the business of the Customers.

**Others**

Reimbursement of cost is netted off with the relevant expenses incurred, since the same are incurred on behalf of the customers.

Interest income is recognised on time proportion basis. Interest income is included in finance income in the Statement of Profit and Loss.

Dividend income is recognised when the Group's right to receive the payment is established i.e. the date on which shareholders approve the dividend.

Business support charges are recognized as and when the related services are rendered.

**e. Contract Balances**

Contract balances include trade receivables, contract assets and contract liabilities.

**Trade receivables**

A receivable represents the Group's right to an amount of consideration that is unconditional (i.e., only the passage of time is required before payment of the consideration is due). Trade receivables are separately disclosed in the financial statements.

**Contract assets**

Contract asset includes the costs deferred for Container freight stations operations relating to import handling and transport activities where the Group's performance obligation is yet to be completed.

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

**Contract liabilities**

A contract liability is the obligation to transfer services to a customer for which the Group has received consideration (or an amount of consideration is due) from the customer. If a customer pays consideration before the Group transfers services to the customer, a contract liability is recognised when the payment is made or the payment is due (whichever is earlier). Contract liabilities are recognised as revenue when the Group performs under the contract.

**f. Taxes**

**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 in accordance with the applicable tax laws. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date.



**Allcargo Terminals Limited**  
**Notes to the consolidated financial statements as at and for the year ended 31 March 2023**

Current income tax relating to items recognised outside the Statement of Profit and Loss is recognised outside the Statement of Profit and Loss (either in other comprehensive income or in equity). Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.

**Deferred tax**

Deferred tax is provided using liability approach on temporary differences between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date.

Deferred tax liabilities are recognised for all taxable temporary differences, except:

- a) When the deferred tax liability arises from the initial recognition of goodwill or an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss.

In respect of taxable temporary differences associated with investments in subsidiaries, associates and interests in joint ventures, when the timing of the reversal of the temporary differences can be controlled and it is probable that the temporary differences will not reverse in the foreseeable future.

Deferred tax assets are recognised for all deductible temporary differences, the carry forward of unused tax credits and any unused tax losses. Deferred tax assets are recognised to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilised, except:

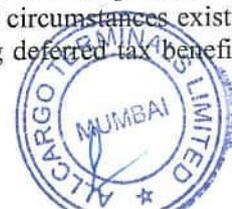
- a) When the deferred tax asset relating to the deductible temporary difference arises from the initial recognition of an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss
- b) In respect of deductible temporary differences associated with investments in subsidiaries, associates and interests in joint ventures, deferred tax assets are recognised only to the extent that it is probable that the temporary differences will reverse in the foreseeable future and taxable profit will be available against which the temporary differences can be utilised.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised. Unrecognised deferred tax assets are re-assessed at each reporting date and are recognised to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realised or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date.

Deferred tax relating to items recognised outside statement of profit and loss is recognised outside statement of profit and loss (either in other comprehensive income or in equity). Deferred tax items are recognised in correlation to the underlying transaction either in OCI (Other Comprehensive Income) or directly in equity.

Tax benefits acquired as part of a business combination, but not satisfying the criteria for separate recognition at that date, are recognised subsequently if new information about facts and circumstances change. Acquired deferred tax benefits recognised within the measurement period reduce goodwill related to that acquisition if they result from new information obtained about facts and circumstances existing at the acquisition date. If the carrying amount of goodwill is zero, any remaining deferred tax benefits are



**Allcargo Terminals Limited**  
**Notes to the consolidated financial statements as at and for the year ended 31 March 2023**

recognised in OCI/ capital reserve depending on the principle explained for bargain purchase gains. All other acquired tax benefits realised are recognised in Consolidated statement of profit and loss.

The Group offsets deferred tax assets and deferred tax liabilities if and only if it has a legally enforceable right to set off current tax assets and current tax liabilities and the deferred tax assets and deferred tax liabilities relate to income taxes levied by the same taxation authority on either the same taxable entity or different taxable entities which intend either to settle current tax liabilities and assets on a net basis, or to realise the assets and settle the liabilities simultaneously, in each future period in which significant amounts of deferred tax liabilities or assets are expected to be settled or recovered.

**Minimum Alternate Tax:**

According to section 115JAA of the Income Tax Act, 1961, Minimum Alternative Tax ('MAT' paid over and above the normal income tax in a subject year is eligible for carry forward for fifteen succeeding assessment years for set-off against normal income tax liability. The MAT credit asset is assessed against the normal income tax during the specified period.

Minimum alternate tax (MAT) paid in a year is charged to the statement of profit and loss as current tax for the year. The deferred tax asset is recognised for MAT credit available only to the extent that it is probable that the concerned Group will pay normal income tax during the specified period, i.e., the period for which MAT credit is allowed to be carried forward. In the year in which the Group recognizes MAT credit as an asset, it is created by way of credit to the statement of profit and loss and shown as part of deferred tax asset. The Group reviews the "MAT credit entitlement" asset at each reporting date and writes down the asset to the extent that it is no longer probable that it will pay normal tax during the specified period.

The net amount of tax recoverable from, or payable to, the taxation authority is included as part of receivables or payables in the balance sheet.

**g. Property, plant and equipment**

Property, Plant and Equipment are stated at cost less accumulated depreciation / amortisation and impairment loss, if any. Cost comprises the purchase price and any cost attributable to bringing the asset to its working condition for its intended use. Borrowing cost relating to acquisition of tangible assets which take substantial period of time to get ready for its intended use are also included to the extent they relate to the period till such assets are ready to be put to use. Capital work in progress is stated at cost.

When significant parts of plant and equipment are required to be replaced at intervals, the Group depreciates them separately based on their specific useful lives. Likewise, when a major inspection is performed, its cost is recognised in the carrying amount of the plant and equipment as a replacement if the recognition criteria are satisfied. All other repair and maintenance costs are recognised in Consolidated Statement of Profit and Loss as incurred.

**Depreciation**

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

Category	Useful lives ( in years )
Building	20 to 30
Plant and machinery	10 to 15
Heavy equipments	12



**Allcargo Terminals Limited**  
**Notes to the consolidated financial statements as at and for the year ended 31 March 2023**

Furniture and fixtures	10
Vehicles	8 to 10
Computers	3 to 6
Office equipments	5
Trucks and Trailors	8
Other tangible assets	3 to 7
Leasehold Land & Building	3 to 30
Leasehold improvements shorter of the estimated useful life of the asset or the lease term not exceeding 10 years	

Assets individually costing less than Rs. 5000 are fully depreciated in the year of acquisition.

The Group, based on internal assessment and management estimate, depreciates certain items of Heavy Equipments and Office Equipment over estimated useful lives which are different from 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.

An item of property, plant and equipment and any significant part initially recognised is derecognised 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 Consolidated statement of profit and loss when the asset is derecognised. 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.

**h. Intangible assets**

Intangible assets acquired separately are measured on initial recognition at cost. The cost of intangible assets acquired in a business combination is their fair value at the date of acquisition. Following initial recognition, intangible assets are carried at cost less any accumulated amortisation and accumulated impairment losses. Internally generated intangibles, excluding capitalised development costs, are not capitalised and the related expenditure is reflected in profit or loss in the period in which the expenditure is incurred.

**Amortisation**

Intangible assets with finite lives are amortised over the useful economic life and assessed for impairment whenever there is an indication that the intangible asset may be impaired. The amortisation period and the amortisation method for an intangible asset with a finite useful life are reviewed at least at the end of each reporting period. Changes in the expected useful life or the expected pattern of consumption of future economic benefits embodied in the asset are considered to modify the amortisation period or method, as appropriate, and are treated as changes in accounting estimates. The amortisation expense on intangible assets with finite lives is recognised in the Statement of Profit and Loss unless such expenditure forms part of carrying value of another asset.



**Allcargo Terminals Limited**  
**Notes to the consolidated financial statements as at and for the year ended 31 March 2023**

Category	Useful lives ( in years )
Customer relationships	5 to 10
Computer softwares	3 to 6
License Fees	6

An intangible asset is derecognised upon disposal (i.e., at the date the recipient obtains control) or when no future economic benefits are expected from its use or disposal. Any gain or loss arising upon derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the statement of profit and loss, when the asset is derecognised.

**i. Impairment of Non-Financial Assets**

The Group assesses, at each reporting date, whether there is an indication that an asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, the Group estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's or cash-generating unit's (CGU) fair value less costs of disposal and its value in use. 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 group of assets. When the carrying amount of an asset or CGU exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount.

In assessing the value in use, the estimated future cash flows are discounted to their present value using a post-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 costsof disposal, recent market transactions are taken into account. If no such transactions can be identified, an appropriate valuation model is used.

The Group bases its impairment calculation on detailed budgets and forecast calculations, which are prepared separately for each of the Group's CGUs to which the individual assets are allocated. These budgets and forecast calculations generally cover a period of five years. For longer periods, a long-term growth rate is calculated and applied to project future cash flows after the fifth year.

After impairment, depreciation is provided on the revised carrying amount of the asset over its remaining useful life.

For assets excluding goodwill, an assessment is made at each reporting date to determine whether there is an indication that previously recognised impairment losses no longer exist or have decreased. If such indication exists, the Group estimates the asset's or CGU's recoverable amount. A previously recognised 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 recognised. The reversal is limited so that the carrying amount of the asset exceeds neither its recoverable amount nor the carrying amount that would have been determined, net of depreciation, had no impairment loss been recognised for the asset in prior years. Such reversal is recognised in the Consolidated Statement of Profit and Loss unless the asset is carried at a revalued amount, in which case, the reversal is treated as a revaluation increase.

Impairment is determined for goodwill by assessing the recoverable amount of each CGU (or group of CGUs) to which the goodwill relates. When the recoverable amount of the CGU is less than its carrying amount, an impairment loss is recognised. Impairment losses relating to goodwill cannot be reversed in future periods.



**Allcargo Terminals Limited**  
**Notes to the consolidated financial statements as at and for the year ended 31 March 2023**

**j. Borrowing costs**

Borrowing costs includes interest and amortisation of ancillary cost over the period of loans which are incurred in connection with arrangements of borrowings.

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 capitalised 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.

**k. Leases**

The Group assesses at contract inception whether a contract is, or contains, a lease. That is, if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

**Group as a lessee**

The Group applies a single recognition and measurement approach for all leases, except for short-term leases and leases of low-value assets. The Group recognises lease liabilities to make lease payments and right-of-use assets representing the right to use the underlying assets.

**i) Right-of-use assets**

The Group recognises right-of-use assets at the commencement date of the lease (i.e., the date the underlying asset is available for use). Right of-use assets are measured at cost, less any accumulated depreciation and impairment losses, and adjusted for any remeasurement of lease liabilities. The cost of right-of-use assets includes the amount of lease liabilities recognised, initial direct costs incurred, and lease payments made at or before the commencement date less any lease incentives received. Group does not have any Right-of-use assets which are depreciated on a straight-line basis for the period shorter of the lease term. The right-of-use assets are also subject to impairment. Refer to the accounting policies in section for Impairment of non-financial assets.

**ii) Lease Liabilities**

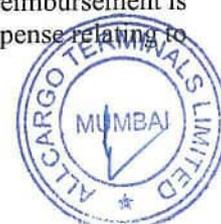
The Group recognises lease liabilities measured at the present value of lease payments to be made over the balance lease term. In calculating the present value of lease payments, the Group uses its incremental borrowing rate at the lease commencement date because the interest rate implicit in the lease is not readily determinable. After the transition date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made. In addition, the carrying amount of lease liabilities is remeasured if there is a modification, a change in the lease term, a change in the lease payments (e.g., changes to future payments resulting from a change in an index or rate used to determine such lease payments).

**iii) Short-term leases and leases of low-value assets**

The Group applies the short-term lease recognition exemption to its short-term leases i.e., those leases that have a lease term of 12 months or less from the date of transition. It also applies the lease of low-value assets recognition exemption to leases that are considered to be low value. Lease payments on short-term leases and leases of low-value assets are recognised as expense over the lease term.

**l. Provisions**

Provisions are recognised when the Group 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 Group expects some or all of a provision to be reimbursed, for example, under an insurance contract, the reimbursement is recognised 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 recognised as a finance cost.

**m. Contingent liabilities**

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

**n. Retirement and other employee benefits**

**Current employee benefits**

Employee benefits payable wholly within twelve months of availing employee services are classified as current employee benefits. These benefits include salaries and wages, bonus and ex-gratia. The undiscounted amount of current employee benefits such as salaries and wages, bonus and ex-gratia to be paid in exchange of employee services are recognized in the period in which the employee renders the related service.

**Post-employment benefits**

**Defined contribution plans:**

A defined contribution plan is a post-employment benefit plan under which an entity pays specified contributions to a separate entity and has no obligation to pay any further amounts. The Indian subsidiaries makes specified monthly contributions towards Provident Fund and Employees State Insurance Corporation ('ESIC'). The contribution of these Indian subsidiaries is recognized as an expense in the Statement of Profit and Loss during the period in which employee renders the related service. There are no other obligations other than the contribution payable to the Provident Fund and Employee State Insurance Scheme.

**Defined benefit plan:**

Gratuity liability, wherever applicable, is provided for on the basis of an actuarial valuation done as per projected unit credit method, carried out by an independent actuary at the end of the year. The Groups' gratuity benefit scheme is a defined benefit plan.

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

The Group 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. The Group presents the leave as a short-term provision in the balance sheet to the extent it does not have an unconditional right to defer its settlement for 12 months after the reporting date. Where Group has the unconditional legal and contractual right to defer the settlement for a period beyond 12 months, the same is presented as long-term provision.

Remeasurements, comprising of actuarial gains and losses, the effect of the asset ceiling, excluding amounts included in net interest on the net defined benefit liability and the return on plan assets (excluding amounts included in net interest on the net defined benefit liability), are recognised immediately in the balance sheet with a corresponding debit or credit to retained earnings through OCI in the period in which they occur. Remeasurements are not reclassified to Statement of Profit and Loss in subsequent periods.



**o. 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**

**Initial recognition and measurement**

All financial assets are recognised initially at fair value, plus in the case of financial assets not recorded at fair value through profit or loss, transaction costs 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 recognised on the trade date, i.e., the date that the Group commits to purchase or sell the asset.

**Subsequent measurement**

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

- Debt instruments at amortised 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)

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

**i. Debt instruments at amortised cost**

A 'debt instrument' is measured at the amortised cost if both the following conditions are met –

- The asset is held within a business model whose objective is to hold assets for collecting contractual cash flows, and
- 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 Group. After initial measurement, such financial assets are subsequently measured at amortised cost using the effective interest rate (EIR) method. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included in finance income in the Statement of Profit and Loss. The losses arising from impairment are recognised in the Statement of Profit and Loss. This category generally applies to trade and other receivables.

**ii. Debt instrument at FVTOCI**

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

- The objective of the business model is achieved both by collecting contractual cash flows and selling the financial assets, and
- 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). However, the Group 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 recognised in OCI is reclassified from the equity to the Statement of Profit and Loss. Interest earned whilst holding FVTOCI debt instrument is reported as interest income using the EIR method.



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

Debt instruments included within the FVTPL category are measured at fair value with all changes recognized in the Statement of Profit and Loss.

**iv. Equity investments**

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

If the Group 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 profit and loss, even on sale of investment. However, the Group may transfer the cumulative gain or loss within equity.

Equity instruments included within the FVTPL category are measured at fair value with all changes recognized in the Consolidated Statement of Profit and Loss.

Equity investments made by the Group in associates and joint ventures are carried at cost.

**Derecognition**

A financial asset (or, where applicable, a part of a financial asset or part of a Group of similar financial assets) is primarily derecognised (i.e. removed from a Group's balance sheet) when:

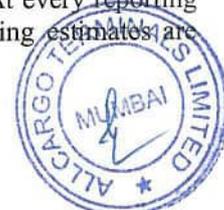
- The rights to receive cash flows from the asset have expired, or
- The Group has transferred its rights to receive cash flows from the asset and either (a) the Group has transferred substantially all the risks and rewards of the asset, or (b) the Group has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

**Impairment of financial assets**

In accordance with Ind AS 109, the Group applies expected credit loss (ECL) model for measurement and recognition of impairment loss on the financial assets which are not fair valued through Statement of Profit and Loss. Loss allowance for trade receivables with no significant financing component is measured at an amount equal to lifetime ECL at each reporting date, right from its initial recognition. For all other financial assets, expected credit losses are measured at an amount equal to the 12-month ECL, unless there has been a significant increase in credit risk from initial recognition in which case those are measured at lifetime ECL. 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 recognising impairment loss allowance based on 12-month ECL.

ECL impairment loss allowance (or reversal) recognized during the period is recognized as income/ expense in the Statement of Profit and Loss. This amount is reflected under the head 'other expenses' in the Statement of Profit and Loss.

As a practical expedient, The Group uses a provision matrix to determine impairment loss allowance on portfolio of its trade receivables. The provision matrix 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 analysed



**Allcargo Terminals Limited**  
**Notes to the consolidated financial statements as at and for the year ended 31 March 2023**

**Financial liabilities**

**Initial recognition and measurement**

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

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

The Groups' financial liabilities include trade and other payables, loans and borrowings.

**Subsequent measurement**

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

**Loans and borrowings**

After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortised cost using the EIR method. Gains and losses are recognised in Statement of Profit and Loss when the liabilities are derecognised as well as through the EIR amortisation process.

Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included as finance costs in the Statement of Profit and Loss.

This category generally applies to borrowings.

**Derecognition**

A financial liability is derecognised 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 recognised in the Statement of Profit and Loss.

**p. 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 three months 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.

**q. Segments**

As the Group operates a single business i.e Container Freight Stations, accordingly, segment reporting is not applicable to the Group.



**Allcargo Terminals Limited**  
**Notes to the consolidated financial statements as at and for the year ended 31 March 2023**

**r. Cash dividend and non-cash distribution to equity holders of the parent**

The Group recognises a liability to make cash or non-cash distributions to equity holders of the parent when the distribution is authorised and the distribution is no longer at the discretion of the Group. As per the corporate laws in India, a distribution is authorised when it is approved by the shareholders. A corresponding amount is recognised directly in equity.

Non-cash distributions are measured at the fair value of the assets to be distributed with fair value re-measurement recognised directly in equity.

Upon distribution of non-cash assets, any difference between the carrying amount of the liability and the carrying amount of the assets distributed is recognised in the Statement of Profit and Loss.

**s. Earnings per equity share**

Basic earnings per share (EPS) amounts is calculated by dividing the profit for the period attributable to equity holders by the weighted average number of equity shares outstanding during the period.

For the purpose of calculating diluted earnings per share, the net profit of the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

The number of equity shares and potentially dilutive equity shares are adjusted retrospectively for all periods presented for any share splits and bonus shares issues including for changes effected prior to the approval of the financial statements by the Board of Directors.



Allcargo Terminals Limited  
Notes to the Consolidated Financial Statements for the year ended 31st March 2023

(Rs. in Lakhs)

3 PROPERTY, PLANT AND EQUIPMENTS

Particulars	Building	Computers	Heavy Equipment	Furniture & Fixtures	Leasehold Improvements	Office Equipment	Plant & Machinery	Vehicles	Total
<b>Gross Block</b>									
Balance as at 1st April 2021	1,766.41	174.54	-	57.55	-	192.94	738.33	944.34	3,874.11
On Acquisition of a Subsidiary	0.38	15.04	-	1.81	-	3.73	-	42.00	62.96
Additions	-	-	-	-	-	-	(82.65)	(71.91)	(154.56)
Disposals	-	-	-	-	-	-	655.68	914.43	3,782.51
<b>Balance as at 31st March 2022</b>	<b>1,766.79</b>	<b>189.58</b>	-	<b>59.36</b>	-	<b>196.67</b>	<b>4,074.33</b>	<b>6.42</b>	<b>14,188.43</b>
Transferred pursuant to demerger scheme	6,083.18	316.94	2,061.34	857.00	337.80	451.42	-	-	-
Additions	0.26	124.85	-	24.94	-	37.79	897.81	6.97	1,092.62
Disposals	-	(40.12)	-	(15.65)	-	(71.78)	(58.26)	-	(185.81)
<b>Balance as at 31st March 2023</b>	<b>7,850.23</b>	<b>591.25</b>	<b>2,061.34</b>	<b>925.65</b>	<b>337.80</b>	<b>614.10</b>	<b>5,569.56</b>	<b>927.82</b>	<b>18,877.75</b>
<b>Accumulated Depreciation</b>									
Balance as at 1st April 2021	-	-	-	29.11	-	-	-	-	-
On Acquisition of a Subsidiary	1,267.23	137.71	-	2.99	-	130.33	180.30	385.63	2,130.31
Depreciation	71.69	8.74	-	-	-	11.10	27.10	53.13	174.75
Disposals	-	-	-	-	-	-	(6.36)	(48.06)	(54.42)
<b>Balance as at 31st March 2022</b>	<b>1,338.92</b>	<b>146.45</b>	-	<b>32.10</b>	-	<b>141.43</b>	<b>201.04</b>	<b>390.70</b>	<b>2,250.64</b>
Transferred pursuant to demerger scheme	1,401.26	273.03	1,676.19	692.66	148.50	402.51	2,621.93	6.08	7,221.56
Depreciation	406.67	73.48	209.12	69.47	22.27	51.80	354.44	124.02	1,311.27
Disposals	-	(40.59)	-	(14.22)	-	(71.74)	(44.94)	-	(171.49)
<b>Balance as at 31st March 2023</b>	<b>3,146.85</b>	<b>452.37</b>	<b>1,885.31</b>	<b>779.41</b>	<b>170.77</b>	<b>524.00</b>	<b>3,132.47</b>	<b>520.80</b>	<b>10,611.98</b>
<b>Net Block</b>									
As at 31st March 2023	4,703.38	138.88	176.03	146.24	167.03	90.10	2,437.09	407.02	8,265.77
As at 31st March 2022	427.87	43.13	-	27.26	-	55.24	454.64	523.73	1,531.87



**Allcargo Terminals Limited**  
Notes to the Consolidated Financial Statements for the year ended 31st March 2023

(Rs. in Lakhs)

**4 RIGHT OF USE ASSETS**

Particulars	Land	Building	Total
<b>Gross Block</b>			
Balance as at 1st April 2021	-	-	-
On Acquisition of a Subsidiary	-	803.35	803.35
Additions	-	100.28	100.28
<b>Balance as at 31st March 2022</b>	-	<b>903.63</b>	<b>903.63</b>
Transferred pursuant to demerger scheme	5,193.80	52.71	5,246.51
Additions	15,153.49	18,361.16	33,514.65
Disposals	-	-	-
<b>Balance as at 31st March 2023</b>	<b>20,347.29</b>	<b>19,317.50</b>	<b>39,664.79</b>
<b>Accumulated Depreciation</b>			
Balance as at 1st April 2021	-	-	-
Depreciation	-	109.84	109.84
<b>Balance as at 31st March 2022</b>	-	<b>109.84</b>	<b>109.84</b>
Transferred pursuant to demerger scheme	631.59	52.72	684.31
Depreciation	1,378.97	1,695.29	3,074.26
<b>Balance as at 31st March 2023</b>	<b>2,010.56</b>	<b>1,857.85</b>	<b>3,868.41</b>
<b>Net Block</b>			
<b>As at 31st March 2023</b>	<b>18,336.73</b>	<b>17,459.65</b>	<b>35,796.38</b>
<b>As at 31st March 2022</b>	-	<b>793.79</b>	<b>793.79</b>

**5 OTHER INTANGIBLE ASSETS**

Particulars	License Fees	Software	Customer Relationships	Total
<b>Gross Block</b>				
Balance as at 1st April 2021	-	-	-	-
On Acquisition of a Subsidiary	71.93	10.05	4,400.00	4,481.98
Additions	-	0.50	-	0.50
<b>Balance as at 31st March 2022</b>	<b>71.93</b>	<b>10.55</b>	<b>4,400.00</b>	<b>4,482.48</b>
Transferred pursuant to demerger scheme	-	183.60	-	183.60
Additions	33.43	0.33	-	33.76
<b>Balance as at 31st March 2023</b>	<b>105.36</b>	<b>194.48</b>	<b>4,400.00</b>	<b>4,699.84</b>
<b>Accumulated Amortization</b>				
Balance as at 1st April 2021	-	-	-	-
On Acquisition of a Subsidiary	51.01	2.13	-	53.14
Amortisation	3.14	0.86	345.00	349.00
<b>Balance as at 31st March 2022</b>	<b>54.15</b>	<b>2.99</b>	<b>345.00</b>	<b>402.14</b>
Transferred pursuant to demerger scheme	-	143.23	-	143.23
Amortisation	5.84	18.96	690.00	714.80
<b>Balance as at 31st March 2023</b>	<b>59.99</b>	<b>165.18</b>	<b>1,035.00</b>	<b>1,260.17</b>
<b>Net Block</b>				
<b>As at 31st March 2023</b>	<b>45.37</b>	<b>29.30</b>	<b>3,365.00</b>	<b>3,439.67</b>
<b>As at 31st March 2022</b>	<b>17.78</b>	<b>7.56</b>	<b>4,055.00</b>	<b>4,080.34</b>

**6 INTANGIBLE ASSETS UNDER DEVELOPMENT**

Particulars	As at 31st March 2023	As at 31st March 2022
Intangible Assets under development	53.00	8.43

\*Ageing of Intangible Assets under Development is as below :

Particulars	Less than 1 year	1-2 Year	2-3 Years	More than 3 Years	Total
<b>As at 31st March 2023</b>	53.00	-	-	-	<b>53.00</b>
<b>As at 31st March 2022</b>	8.43	-	-	-	<b>8.43</b>

\*Intangible Asset under development completion is not overdue



**Allcargo Terminals Limited**  
Notes to the Consolidated Financial Statements for the year ended 31st March 2023

(Rs. in Lakhs)

**7 Investments in joint ventures**

Particulars	31st March 2023	31st March 2022
	Amount	Amount
<b>Unquoted Equity Instrument (fully paid-up)</b>		
Investment in Allcargo Logistics Park Private Limited 38,67,840 (31 March 2022: NIL ) equity shares of Rs. 10 each	1,771.52	-
Investment in Transnepal Freight Services Private Limited 43,600 (31 March 2022: NIL ) equity shares of Nepalese Rupee 100 each	893.24	-
<b>Total</b>	<b>2,664.76</b>	<b>-</b>

The following table provides aggregated summarized financial information for the Group's joint ventures as it relates to the amounts recognized in the group income statement and on the group balance sheet:

Particulars	Investments in joint ventures as at		
	Allcargo Logistics Park Private Limited	Transnepal Freight Services Private Limited	Total
<b>As at March 31, 2022</b>	-	-	-
Transferred pursuant to Demerger (Refer Note 43)	1,767.14	1,047.91	2,815.05
Share of profit / (loss) for the year	487.86	(127.45)	360.41
Less: Dividend received	(483.48)	(27.22)	(510.70)
<b>As at March 31, 2023</b>	<b>1,771.52</b>	<b>893.24</b>	<b>2,664.76</b>

The following table provides the summarised financial information related to Joint Ventures :

Summarised Balance Sheet as at 31st March 2023:	Allcargo Logistics Park Private Limited	Transnepal Freight Services Private Limited
Current assets	1,900.58	550.45
Non-current assets	2,625.45	1,300.53
Current liabilities	(541.72)	(64.51)
Non-Current liabilities	(510.73)	-
<b>Equity</b>	<b>3,473.58</b>	<b>1,786.47</b>
Proportion of the Group's ownership	51.00%	50.00%
Groups' share of equity in Joint Venture	1,771.52	893.24
<b>Additional information:</b>		
Cash and cash equivalent	176.05	290.15
Non-current financial liabilities	(510.73)	-
<b>Reconciliation of Carrying amount of investments in joint ventures</b>		
<b>Group's share in total equity</b>	<b>1,771.52</b>	<b>893.24</b>
<b>Summarised statement of Profit and Loss:</b>	<b>Allcargo Logistics Park Private Limited</b>	<b>Transnepal Freight Services Private Limited</b>
<b>Revenue</b>		
Sale of services	4,718.25	1,347.43
Finance income	49.65	-
Other income	15.40	29.25
Cost of services rendered	(2,881.61)	(1,017.94)
Depreciation & amortization	(138.42)	(106.89)
Finance cost	(41.33)	-
Employee benefit	(357.92)	(249.39)
Other expense	(388.64)	(220.81)
<b>Profit / (loss) before tax</b>	<b>975.38</b>	<b>(218.35)</b>
Income tax expense	(18.79)	(36.55)
<b>Profit for the year</b>	<b>956.59</b>	<b>(254.90)</b>
<b>Group's net share of profit / (loss) the year recognised in Consolidated Statement of Profit and Loss</b>	<b>487.86</b>	<b>(127.45)</b>



**Allcargo Terminals Limited**  
Notes to the Consolidated Financial Statements for the year ended 31st March 2023

(Rs. in Lakhs)

**8 Loans**

Particulars	Non-Current		Current	
	31st March 2023	31st March 2022	31st March 2023	31st March 2022
	Amount	Amount	Amount	Amount
<b>Unsecured, considered good</b>				
Loans to employees	52.20	-	64.81	31.97
<b>Total</b>	<b>52.20</b>	<b>-</b>	<b>64.81</b>	<b>31.97</b>

**9 Other Financial assets**

Particulars	Non-Current		Current	
	31st March 2023	31st March 2022	31st March 2023	31st March 2022
	Amount	Amount	Amount	Amount
<b>Security deposits</b>				
Unsecured, considered good	300.80	11.15	81.20	6.23
(A)	<b>300.80</b>	<b>11.15</b>	<b>81.20</b>	<b>6.23</b>
<b>Other bank balances</b>				
Deposit with original maturity of more than 12 months	4,248.72	4,606.68	-	-
(B)	<b>4,248.72</b>	<b>4,606.68</b>	<b>-</b>	<b>-</b>
Recoverable from Allcargo Logistics Limited pursuant to demerger scheme	-	-	2,740.00	-
Interest accrued on fixed deposits	-	-	166.23	154.27
Others	-	-	11.35	-
(C)	<b>-</b>	<b>-</b>	<b>2,917.58</b>	<b>154.27</b>
<b>Total Other financial assets (A+B+C)</b>	<b>4,549.52</b>	<b>4,617.83</b>	<b>2,998.78</b>	<b>160.50</b>



Allcargo Terminals Limited  
Notes to the Consolidated Financial Statements for the year ended 31st March 2023

(Rs. in Lakhs)

10 Income Tax & Deferred tax Liabilities (net)

<b>A. Deferred tax:</b>		
Particulars	As at	As at
	31st March 2023	31 March 2022
<b>Deferred Tax Assets / (Liabilities)</b>		
Deferred tax relates to the following:		
Fixed assets and Lease Liability	(144.60)	(306.45)
Provision for doubtful trade receivables	129.17	16.38
Provision for compensated absences	93.42	18.86
Fair Valuation of Security Deposit	505.68	239.55
MAT Credit Entitlement	5,911.38	-
Others	(13.19)	-
Amortisation of Intangibles	(979.89)	(1,180.82)
<b>Deferred Tax Assets / (Liabilities)</b>	<b>5,501.98</b>	<b>(1,212.48)</b>
<b>Deferred Tax Assets</b>	<b>6,481.87</b>	<b>-</b>
<b>Deferred Tax (Liabilities)</b>	<b>(979.89)</b>	<b>(1,212.48)</b>
<b>Reconciliation of Deferred tax Assets / Liabilities</b>		
As of 31 March, 2022 (net)	(1,212.48)	-
Transferred pursuant to demerger	7,399.47	
Acquisition of subsidiary	-	(1,328.75)
Deferred tax credit	1,056.98	116.27
MAT credit utilisation	(1,741.99)	-
<b>As of 31 March, 2023 (net)</b>	<b>5,501.98</b>	<b>(1,212.48)</b>

The major components of income tax expense for the year ended 31st March, 2023 :

<b>Statement of profit and loss:</b>		
Profit or loss section	31st March 2023	31 March 2022
<b>Current income tax:</b>		
Current income tax charge	2,760.49	333.32
Adjustments in respect of current income tax of previous year	(21.63)	-
<b>Deferred tax:</b>		
Relating to origination and reversal of temporary differences	(1,056.98)	(116.27)
<b>Income tax expense reported in the statement of profit or loss</b>	<b>1,681.88</b>	<b>217.05</b>

Reconciliation of tax expense and the accounting profit multiplied by India's domestic tax rate for 31st March, 2023:

<b>Accounting profit before tax (before share of profit of Joint Venture)</b>	<b>7,200.82</b>	<b>602.80</b>
At India's statutory income tax rate of 34.944% (29.12% for 31st March, 2022)	2,516.25	175.54
<b>Computed tax expenses</b>		
Tax on Dividend from Joint Ventures & Subsidiary (eliminated in consolidation)	501.62	-
80 IA deduction for certain CFS facilities	(1,249.28)	-
Expenses not allowed for tax purpose	105.31	-
Tax Effect of earlier years	(21.63)	-
Setoff of brought forward losses	(50.04)	-
Others	(120.34)	41.51
<b>At the effective income tax rate</b>	<b>1,681.88</b>	<b>217.05</b>
Income tax expense reported in the statement of profit and loss	1,681.88	217.05
	<b>1,681.88</b>	<b>217.05</b>



Allcargo Terminals Limited  
Notes to the Consolidated Financial Statements for the year ended 31st March 2023

(Rs. in Lakhs)

11 Non-Current Tax Assets (net)

Particulars	31st March 2023	31st March 2022
	Amount	Amount
Advance tax recoverable (net of provision for tax)	178.06	362.26
<b>Total Non current tax Assets</b>	<b>178.06</b>	<b>362.26</b>

12 Other Assets

*Unsecured considered good, unless stated otherwise*

Particulars	Non-Current		Current	
	31st March 2023	31st March 2022	31st March 2023	31st March 2022
	Amount	Amount	Amount	Amount
Prepaid expenses	12.40	2.78	962.66	175.07
Receivables from Government Authorities	37.36	36.83	4.57	73.55
Advances for supply of services	2.85	-	286.69	32.99
Other advances	-	-	65.53	-
<b>Total Other Assets</b>	<b>52.61</b>	<b>39.61</b>	<b>1,319.45</b>	<b>281.61</b>

13 Current Investments (at fair value through profit and loss)

Particulars	31st March 2023	31st March 2022
	Amount	Amount
<b>Investments at fair value through statement of profit and loss (Market value of Investment at FVTPL is equal to carrying value) (Unquoted Mutual Fund)</b>		-
DSP Overnight Fund Regular Growth : 14767.449 Units (31 March 2022 : Nil Units)	176.68	-
ICICI Prudential Overnight Fund Growth : 14681.196 Units (31 March 2022 : Nil Units)	176.66	-
Nippon India Liquid Fund Growth : 1,655.958 Units (31 March 2022 : Nil Units)	90.30	-
Nippon India Overnight Fund : 147164.489 Units (31 March 2022 : Nil Units)	176.40	-
Tata Liquid Fund Regular Plan : 3876.833 Units (31 March 2022 : Nil Units)	136.40	-
Tata Overnight Fund Regular Plan Growth : 14974.121 Units (31 March 2022 : Nil Units)	176.32	-
<b>Total Investments</b>	<b>932.76</b>	<b>-</b>



Allcargo Terminals Limited  
Notes to the Consolidated Financial Statements for the year ended 31st March 2023

(Rs. in Lakhs)

Particulars	31st March 2023	31st March 2022
	Amount	Amount
(a) Unsecured, Considered good	4,521.80	1,857.79
(b) Unsecured, which have significant increase in Credit Risk	471.34	65.10
	<b>4,993.14</b>	<b>1,922.89</b>
Less: Provisions	(471.34)	(65.10)
Allowance for doubtful trade receivables	<b>(471.34)</b>	<b>(65.10)</b>
Receivables from related Parties (Refer Note.37 C)	803.97	180.73
	<b>5,325.77</b>	<b>2,038.52</b>

Ageing of Trade Receivables and credit risk arising there from is as below:  
As at March 31, 2023

Particulars	Current but not due	Outstanding for					Total
		Less than 6 Months	6 months - 1 year	1-2 Years	2-3 Years	More than 3 Years	
Undisputed- Trade Receivable considered good	2,406.46	2,471.45	83.52	361.88	2.46	5,325.77	
Undisputed - Trade Receivable significant increase in credit risk	-	11.40	28.26	50.71	6.43	107.00	
Disputed- Trade Receivable considered good	-	-	-	0.54	8.87	41.42	
Disputed - Trade Receivable significant increase in credit risk	-	289.00	-	-	-	322.92	
	<b>2,406.46</b>	<b>2,771.85</b>	<b>111.78</b>	<b>413.13</b>	<b>17.76</b>	<b>5,797.11</b>	
Less: Allowance for doubtful trade receivables						<b>(471.34)</b>	
<b>Total Trade Receivables</b>						<b>5,325.77</b>	

As at March 31, 2022

Particulars	Current but not due	Outstanding for					Total
		Less than 6 Months	6 months - 1 year	1-2 Years	2-3 Years	More than 3 Years	
Undisputed- Trade Receivable considered good	1,046.86	889.35	39.80	55.50	7.01	2,038.52	
Undisputed - Trade Receivable significant increase in credit risk	-	-	6.76	17.46	-	24.22	
Disputed- Trade Receivable considered good	-	-	-	-	8.87	40.88	
Disputed - Trade Receivable significant increase in credit risk	-	889.35	46.56	72.96	15.88	2,103.62	
	<b>1,046.86</b>	<b>889.35</b>	<b>46.56</b>	<b>72.96</b>	<b>15.88</b>	<b>2,103.62</b>	
Less: Allowance for bad & doubtful debts						<b>(65.10)</b>	
<b>Total Trade Receivables</b>						<b>2,038.52</b>	



**Allcargo Terminals Limited**  
**Notes to the Consolidated Financial Statements for the year ended 31st March 2023**

(Rs. in Lakhs)

**15 Cash and cash equivalents\***

Particulars	31st March 2023	31st March 2022
	Amount	Amount
<b>Balances with banks</b>		
- On current accounts	1,300.94	935.82
Cash on hand	11.76	2.11
<b>Total</b>	<b>1,312.70</b>	<b>937.93</b>

\*Refer note 43. The management is in process of changing bank accounts name from Allcargo Logistics Limited to Holding Company.



16 Equity Share capital

(Rs. in Lakhs)

	31-Mar-23 Amount	31-Mar-22 Amount
<b>Authorised capital:</b>		
2750,00,000 (31 March 2022: 1,00,000 equity shares of Rs 10 each) equity shares of Rs. 2 each **	5,500.00	10.00
	5,500.00	10.00
<b>Issued equity capital:</b>		
<b>Issued, subscribed and fully paid-up:</b>		
35 (31 March 2022: 7 equity shares of Rs 10 each) equity shares of Rs. 2 each (*Less than Rs. 1 Lakh)	-	-
**The equity shares have been sub-divided to Rs 2/- face value per share (35 equity shares of Rs 2/- each).		
<b>Total issued, subscribed and fully paid up share capital</b>	-	-
<b>Equity share issuable pursuant to demerger (Refer note 43)</b>	4,913.91	-

**Terms/ rights attached to equity shares**

The Holding Company has only one class of equity shares having par value of Rs. 2 per share. Each holder of equity shares is entitled to one vote per share. The equity shares are entitled to receive dividend as declared from time to time. Voting rights cannot be exercised in respect of shares on which any call or other sums payable have not been paid. Failure to pay any amount called up on shares may lead to forfeiture of the shares.

In the event of liquidation of the Holding Company, the holders of equity shares will be entitled to receive remaining assets of the Holding Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

**(ii) Reconciliation of number of the equity shares outstanding at the beginning and for the year ended:**

Particulars	As at 31 March 2023		As at 31 March 2022	
	No. of shares	Amount	No. of shares	Amount
Equity Shares				
At the beginning of the period (*Less than Rs. 1 Lakh)	35	-	7	-
<b>Outstanding for the year ended **</b>	35	-	7	-

\*\*The equity shares have been sub-divided to Rs 2/- face value per share (35 equity shares of Rs 2/- each).

**(i) Details of shareholders holding more than 5% shares of a class of shares**

Name of shareholders	No. of shares	% holding in the class
Allcargo Logistics Ltd**	35	100%

**(iii) Details of Promoter shareholding**

Particulars	At the beginning of the year	Changes during the year	At the end of the year	% of Total Shares	% Change during the year
Allcargo Logistics Limited **	7	-	35	100%	0%

\*During the year 31st March, 2023, the authorised share capital of the Holding Company has been increased to Rs.5,500 lakhs.



**Allcargo Terminals Limited**  
**Notes to the Consolidated Financial Statements for the year ended 31st March 2023**

(Rs. in Lakhs)

**17 Other Equity**

Particulars	Amount	Amount
	31st March 2023	31st March 2022
Retained earnings	6,061.38	305.19
Capital Reserve (Pursuant to Demerger)	9,648.49	-
Remeasurements of Gains / (Loss) on defined benefits plans	(47.40)	(16.06)
<b>Total</b>	<b>15,662.47</b>	<b>289.13</b>

**Nature and Purpose of Reserves**

**Retained earnings**

Retained earnings represents all accumulated net income as reduced by all dividends paid to shareholders.

**Remeasurements of gains / (losses) on defined benefit plans (OCI)**

It comprises of actuarial gains and losses, differences between the return on plan assets and interest income on plan assets and changes in the asset ceiling (outside of any changes recorded as net interest).

**Capital Reserve (Pursuant to demerger) (Refer Note 43)**

This reserve represents the difference between net assets taken over and shares issuable to the shareholders of Allcargo Logistics Limited pursuant to demerger



**Allcargo Terminals Limited**  
Notes to the Consolidated Financial Statements for the year ended 31st March 2023

(Rs. in Lakhs)

(a) **Financial liabilities**

18 **Borrowings**

Particulars	Non-Current		Current**	
	Amount	Amount	Amount	Amount
	31st March 2023	31st March 2022	31st March 2023	31st March 2022
<b>Non-current borrowings</b>				
<b>Borrowings (secured)</b>				
Term Loan from Banks	1,785.53	10.39	487.51	73.47
<b>Other borrowings (unsecured)</b>				
Loan from Related party (Refer note 37C)	931.88	10,216.91	-	-
<b>Total borrowings</b>	<b>2,717.41</b>	<b>10,227.30</b>	<b>487.51</b>	<b>73.47</b>

\*\*Short-term borrowings include

Name of the Bank	Rate of Interest	31st March 2023	31st March 2022	Terms of Repayment
HSBC Bank (secured against the fixed assets)	8.96%	891.74	-	Repayable in 18 quarterly instalments
Axis Bank*	6.80%	1,370.91	-	Repayable yearly in four years
ICICI Bank (secured against assets of subsidiary)	9.19%	10.39	21.86	Repayable in 60 monthly instalments
ICICI Bank (secured against assets of subsidiary)	8.50%	-	0.50	Repayable in 60 monthly instalments
ICICI Bank (secured against assets of subsidiary)	8.50%	-	0.50	Repayable in 60 monthly instalments
ICICI Bank (secured against assets of subsidiary)	9.25%	-	22.16	Repayable in 35 monthly instalments
Yes Bank (secured against assets of subsidiary)	10.25%	-	38.84	Repayable in 30 monthly instalments
		<b>2,273.04</b>	<b>83.86</b>	

\* Consequent to the Scheme of Demerger the Axis Bank term loan has been allocated between the Holding Company, TransIndia Reality and Logistics Parks Limited and Allcargo Logistics limited. As per the terms of borrowing it is secured against land and buildings of Allcargo Logistics Limited, pursuant to demerger scheme, these assets have been transferred to TransIndia Reality and Logistics Parks Limited. Accordingly this borrowing is not secured by the Holding Company Assets and secured by land and building of TransIndia Reality Limited pursuant to demerger. The Borrowing is disclosed as secured. The Company is in the process of transfer of borrowing in name of ATL.

19 **Employee benefit liabilities**

Particulars	Non-Current		Current	
	Amount	Amount	Amount	Amount
	31st March 2023	31st March 2022	31st March 2023	31st March 2022
Provision for gratuity	330.73	218.13	-	33.19
Provision for Compensated absences	-	-	310.61	76.79
<b>Total Employee benefit liabilities</b>	<b>330.73</b>	<b>218.13</b>	<b>310.61</b>	<b>109.98</b>



**Alcargio Terminals Limited**  
Notes to the Consolidated Financial Statements for the year ended 31st March 2023

(Rs. in Lakhs)

**20 Trade payables**

Particulars	Amount	
	31st March 2022	31st March 2023
Trade payables		
a) Total outstanding dues of micro enterprises and small enterprises; (Refer Note 36)	126.09	-
b) Total outstanding dues of creditors other than micro enterprises and small enterprises	7,074.12	2,783.18
c) Trade payables to related parties (Refer Note.37C)	3,811.06	265.14
<b>Total</b>	<b>11,011.27</b>	<b>3,048.32</b>

**Ageing schedule of Trade Payables is as below:**

As at March 31, 2023

Particulars	Unbilled	Current but not due	Outstanding for				Total
			Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	
Undisputed Dues - Others		-	5,943.97	940.96	-	0.45	10,885.18
Undisputed Dues - MSME	3,999.80	-	123.11	-	-	-	123.11
Disputed Dues - Others	-	-	-	-	-	-	-
Disputed Dues - MSME	-	-	2.15	0.82	-	-	2.98
<b>Total Trade Payables</b>	<b>3,999.80</b>	<b>-</b>	<b>6,069.23</b>	<b>941.78</b>	<b>-</b>	<b>0.45</b>	<b>11,011.27</b>

As at March 31, 2022

Particulars	Unbilled	Current but not due	Outstanding for				Total
			Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	
Undisputed Dues - Others		3.14	1,852.57	190.64	20.88	41.50	3,048.32
Undisputed Dues - MSME	939.59	-	-	-	-	-	-
Disputed Dues - Others	-	-	-	-	-	-	-
Disputed Dues - MSME	-	-	-	-	-	-	-
<b>Total Trade Payables</b>	<b>939.59</b>	<b>3.14</b>	<b>1,852.57</b>	<b>190.64</b>	<b>20.88</b>	<b>41.50</b>	<b>3,048.32</b>



**Allcargo Terminals Limited**  
**Notes to the Consolidated Financial Statements for the year ended 31st March 2023**

(Rs. in Lakhs)

**21 A Contract Assets**

Particulars	Amount	Amount
	-	<b>31st March 2022</b>
Contract Assets (ageing less than 1 year)	1,598.64	643.17
	<b>1,598.64</b>	<b>643.17</b>

**21 B Contract Liabilities**

Particulars	31st March 2023	31st March 2022
Contract Liabilities (ageing less than 1 year)	506.19	198.38
	<b>506.19</b>	<b>198.38</b>

**22 Other Financial liabilities**

Particulars	Amount	Amount
	31st March 2023	31st March 2022
<b>Other financial liabilities at amortised cost</b>		
Security Deposits received	82.33	28.25
Capital Creditors	18.47	-
Employee Related Liabilities	282.53	339.22
Interest Accrued but not due on Borrowings	10.23	123.64
<b>Total other financial liabilities at amortised cost</b>	<b>393.56</b>	<b>491.11</b>

**23 Other current liabilities**

Particulars	Amount	Amount
	31st March 2023	31st March 2022
Statutory dues payable	526.30	256.33
Advances received from customers	1,132.89	412.39
Others	-	38.32
<b>Total Other Current Liabilities</b>	<b>1,659.19</b>	<b>707.05</b>



**Alcargio Terminals Limited**  
Notes to the Consolidated Financial Statements for the year ended 31st March 2023

(Rs. in Lakhs)

**24 Revenue from operations**

Particulars	Amount	
	31 March 2023	31 March 2022
<b>Sale of services</b>		
Services relating to Container freight stations	70,385.99	12,821.48
(A)	<b>70,385.99</b>	<b>12,821.48</b>
<b>Other operating revenue</b>		
Business support charges	68.47	-
Other ancillary services	116.41	-
(B)	<b>184.88</b>	<b>-</b>
(A) + (B)	<b>70,570.87</b>	<b>12,821.48</b>

**25 Other Income**

Particulars	Amount	
	31 March 2023	31 March 2022
<b>Other non-operating income</b>		
Liability no longer required written back (net)	790.77	25.80
Profit on sale of mutual funds (net)	31.05	-
Rental income	39.06	-
Fair value gain on financial instruments through profit or loss	12.96	-
Others	8.80	-
(A)	<b>882.64</b>	<b>25.80</b>
<b>Finance Income</b>		
Interest income on		
- Fixed deposits with banks	227.58	100.42
- Others Interest Income	4.26	0.57
- Income Tax Refund	29.97	-
- Loan given to other parties	1.00	-
Miscellaneous income	2.27	0.02
(B)	<b>265.09</b>	<b>101.01</b>
(A) + (B)	<b>1,147.73</b>	<b>126.81</b>

**26 Cost of services rendered**

Particulars	Amount	
	31 March 2023	31 March 2022
<b>Container freight stations expenses</b>		
Handling and Transportation charges	40,686.25	7,750.31
Power and fuel costs	2,612.89	792.11
Repairs and maintenance-Others	461.08	422.53
(A)	<b>43,760.22</b>	<b>8,964.95</b>

**27 Employee benefits expense**

Particulars	Amount	
	31 March 2023	31 March 2022
Salaries, wages and bonus	6,248.62	1,758.58
Contributions to provident and other funds (Refer Note 33)	255.85	68.23
Gratuity expenses (Refer Note 33)	104.74	27.33
Compensated absences	164.72	31.22
Staff welfare expenses	180.09	41.55
(A)	<b>6,954.02</b>	<b>1,926.91</b>



**Allcargo Terminals Limited**  
Notes to the Consolidated Financial Statements for the year ended 31st March 2023

**28 Depreciation and amortisation**

Particulars	Amount	
	31 March 2023	31 March 2022
Depreciation of property, plant and equipment	1,311.27	174.75
Amortisation of intangible assets	714.80	349.00
Depreciation on Right of Use Assets	3,074.26	109.84
	<b>5,100.33</b>	<b>633.60</b>

**29 Finance costs**

Particulars	Amount	
	31 March 2023	31 March 2022
<b>Interest expense</b>		
Bank term loan	145.78	6.18
Vehicle finance loan	2.78	-
Lease obligations	2,569.22	44.19
Loan from related party (Refer note 37B)	468.54	136.73
Others	3.76	-
	<b>3,190.08</b>	<b>187.10</b>

**30 Other expenses**

Particulars	Amount	
	31 March 2023	31 March 2022
Rent	118.31	93.22
Travelling expenses	389.55	32.84
Legal and professional fees	1,071.94	50.83
Repairs to Building	33.87	7.98
Repairs to Others	436.05	142.29
Security expenses	674.72	71.39
Electricity charges	341.76	1.55
Insurance	430.29	83.96
Business promotion	106.64	15.20
Business Support Charges	419.36	-
Office expenses	305.05	23.57
Rates and taxes	342.68	30.84
Communication charges	86.17	11.94
CSR expenses (Refer Note 46)	36.28	18.38
Donations	3.69	-
Loss on sale of Property, Plant and Equipment (net)	10.53	56.63
Payment to auditors (Refer note below)	57.60	25.29
Provision for doubtful debts /(reversal) under Expected credit loss (ECL)	326.11	(58.66)
Bad debts/advances written off	16.55	-
Miscellaneous expenses	305.98	25.67
	<b>5,513.13</b>	<b>632.92</b>
<b>Payment to auditors :-</b>		
As auditor :		
Audit fee	45.00	16.62
Tax audit fee	10.00	2.50
GST audit fee	1.10	1.25
Other Capacity :		
Other Services	1.50	4.92
	<b>57.60</b>	<b>25.29</b>



**Allcargo Terminals Limited**  
**Notes to the Consolidated Financial Statements for the year ended 31st March 2023**

**31 Earnings per share (EPS)**

(Rs. in Lakhs, unless otherwise stated)

Basic EPS amounts are calculated by dividing the profit for the year attributable to equity holders of the Holding Company by the weighted average number of Equity shares outstanding during the year.

Diluted EPS amounts are calculated by dividing the profit attributable to equity holders of the parent by the weighted average number of Equity shares outstanding during the year plus the weighted average number of Equity shares that would be issued on conversion of all the dilutive potential Equity shares into Equity shares.

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

	31st March 2023	31st March 2022
Profit attributable to equity holders:		
Weighted average number of Equity shares for basic EPS	5,756.19	306.51
Nominal Value of Shares, Fully Paid up*	35	35
Basic EPS (In Full Rupees)	2	2
*The equity shares have been sub-divided to Rs 2/- face value per share (35 equity shares of Rs 2/- each).	1,64,46,257	8,75,836
<p>Pursuant to the scheme of demerger approved by NCLT, 24,56,95,524 equity shares of Rs. 2 each face value are issuable to the shareholders of Allcargo Limited as per 1:1 share exchange ratio as consideration for the transfer of assets and liabilities to the Holding Company. The Holding Company in its Board Meeting held on April 24, 2023 has allotted 24,56,95,524 equity shares to the shareholders of Allcargo Logistics Limited holding as on record date April 18, 2023.</p>		
	31st March 2023	31st March 2022
Profit attributable to equity holders:		
No. of equity shares for diluted EPS calculation	5,756.19	306.51
	24,56,95,524	35
Diluted EPS (considering the shares issuable to shareholders of Allcargo Limited pursuant to demerger) (In Full Rupees)	2.34	8.75.836



**Allcargo Terminals Limited**  
**Notes to the Consolidated Financial Statements for the year ended 31st March 2023**

(Rs. in Lakhs)

**32 Leases:**

- (a) The following is the break up of lease liabilities:

Particulars	As at 31st March 2023	As at 31st March 2022
Current lease liabilities	1,821.94	214.63
Non-Current lease liabilities	36,333.94	739.80
<b>Closing Balances</b>	<b>38,155.88</b>	<b>954.43</b>

- (b) The following is the movement in lease liabilities:-

Particulars	As at 31st March 2023	As at 31st March 2022
Opening Balance	954.43	-
On Acquisition of Subsidiary	-	954.37
Transferred pursuant to demerger scheme	4,844.71	-
Additions	33,514.65	97.40
Finance cost accrued during the year (Refer Note No.29)	2,569.22	44.19
Payable to TransIndia Reality and Logistics Parks Limited (for Lease rentals (net))	(2,665.00)	-
Lease payments made during the year	(1,062.13)	(141.53)
<b>Closing Balances</b>	<b>38,155.88</b>	<b>954.43</b>

On 28th April 23, the Holding Company has entered into long term lease contract with Transindia Reality and Logistics Parks Limited wherein the rent is payable with effect from 1st April 22, for lease of Land and buildings at certain locations.

- (c) The table below provides details regarding the contractual maturities of lease liabilities on an undiscounted basis for the entire lease period :

Particulars	As at 31st March 2023	As at 31 March 2022
Within 1 year	4,094.19	293.30
Between 1 to 5 years	25,889.39	838.99
More than 5 years	30,999.86	-

The Group does not face a significant liquidity risk with regard to its lease liabilities as the current assets are sufficient to meet the obligations related to lease liabilities as and when they fall due.

- (d) Total Expense on Leases for the year ended

Particulars	31 March 2023	31 March 2022
Lease expense on short term leases (rent)	118.31	93.22
Interest expense on lease liabilities	2,569.22	44.19
Depreciation on ROU Assets	3,074.26	109.84
<b>Total</b>	<b>5,761.79</b>	<b>247.25</b>



**33 EMPLOYEE BENEFITS:**

The Group has classified the various benefits provided to employees as under:

**I. Defined Contribution Plans**

- a. Employers' Contribution to Provident Fund and Employee's Pension Scheme
- b. Employers' Contribution to Employee's State Insurance

During the year, the Group has incurred and recognised the following amounts in the Statement of Profit and Loss for the year ended:

Particulars	31st March 2023	31st March 2022
Employers' Contribution to Provident Fund and Employee's Pension Scheme	254.93	68.23
Employers' Contribution to Employee's State Insurance	0.92	-
<b>Total Expenses recognised in the Statement of Profit and Loss</b>	<b>255.85</b>	<b>68.23</b>

**II. Defined Benefit Plan\***

As per the Payment of Gratuity Act, 1972, the Group has a defined benefit gratuity plan. Every employee who has completed five years or more of service gets a gratuity on resignation or retirement at 15 days salary (last drawn salary) for each completed year of service.

Contribution to Gratuity Fund	As at 31st March 2023	As at 31st March 2022
<b>a. Major Assumptions</b>	(% p.a.)	(% p.a.)
Discount Rate	7.44%-7.50%	7.31%
Salary Escalation Rate @	5% to 8%	5.00%
Expected Rate of Return on Asset	7.50%	7.31%
Employee Turnover	Service Based:	2.00%
	Service <= 4 years: 16% p.a.	
	Service > 4 years: 8% p.a.	
Retirement Age (Years)	58 to 60	60
<b>b. Change in Present Value of Obligation</b>		
Present Value of Obligation as at the beginning of the year	402.63	-
On Acquisition of Subsidiary	-	387.96
Transfer pursuant to demerger	278.83	-
Current Service Cost	87.09	14.54
Interest Cost	48.48	12.79
Benefit paid	(49.97)	(27.55)
Actuarial (Gain)/ Loss on Obligations	18.53	14.89
<b>Present Value of Obligation as at the end of the year</b>	<b>785.59</b>	<b>402.63</b>
<b>c. Reconciliation of Present Value of Plan Assets</b>		
Fair Value of Plan Assets as at the beginning of the year	151.31	-
Transfer pursuant to demerger	-285.41	-
On Acquisition of Subsidiary	-	154.44
Expected Return of Plan Assets	30.83	-
Actuarial Gain/ (Loss)	(12.68)	(3.99)
Employer's Contribution	-	2.00
Benefits Paid	-	(1.14)
<b>Fair Value of Plan Assets as at year end</b>	<b>454.86</b>	<b>151.31</b>
<b>d. Reconciliation of Present Value of Defined Benefit Obligation and the Fair Value of Assets</b>		
Present Value of Funded Obligation	785.59	402.63
Fair Value of Plan Assets	454.86	151.31
<b>Funded Status</b>	<b>330.73</b>	<b>251.32</b>
<b>e. Actuarial Gain/ (Loss) recognized during the year</b>		
Actuarial Gain/ (Loss) on Plan Assets	(12.68)	(3.99)
Actuarial Gain/ (Loss) on Obligation	30.83	-
<b>Net Total</b>	<b>18.15</b>	<b>(3.99)</b>
<b>f. Total Cost recognised in Total Comprehensive Income</b>	(Amount in Rs.)	(Amount in Rs.)
Cost recognised in P&L	104.74	27.33
Remeasurements effects recognised in OCI (gain) / Loss	31.21	18.89
<b>g. Investment details of Plan Assets</b>		
Insurer Managed Funds & T-Bills	454.86	151.31
<b>h. Maturity profile of Defined Benefit Obligation</b>		
Year 1	77.39	34.38
Year 2	73.39	28.01
Year 3	74.34	43.87
Year 4	69.34	36.78
Year 5	65.65	32.75
Year 6-10	356.62	168.58
<b>i. Sensitivity Analysis for the significant assumptions are as follows</b>		
Delta effect of +1% change in the rate of discounting	728.78	30.54
Delta effect of -1% change in the rate of discounting	850.57	35.15
Delta effect of +1% change in the rate of salary increase	851.88	33.43
Delta effect of -1% change in the rate of salary increase	726.38	29.79
Delta effect of +1% change in the employee turnover rate	787.79	5.17
Delta effect of -1% change in the employee turnover rate	791.98	5.94

\*Refer note 43. The management is in process of transferring plan assets from Allcargo Logistics Limited to the Holding Company.



**Allcargo Terminals Limited**  
Notes to the Consolidated Financial Statements for the year ended 31st March 2023

(Rs. in Lakhs)

**34 Contingent Liabilities :**

Particulars	As at 31st March 2023	As at 31st March 2022
Disputed Liabilities in respect of Service Tax (Refer note 3)	38.25	38.25
Disputed Liabilities in respect of Service Tax (Refer note 4)	163.63	163.63
Arrears on Land Revenue (Refer note 5)	146.86	120.94
Disputed Liabilities in respect of Commissioner of Customs (Refer note 6)	227.17	-
<b>Total (A)</b>	<b>575.91</b>	<b>322.82</b>
There are certain litigations / civil cases against the Holding Company. Based on the assessment, Management is confident that these would not result in any material financial obligations against the Holding Company.	555.75	-
<b>Guarantees</b>		
Bank Guarantee Remaining in Force executed in favour of Jawaharlal Nehru Port Trust towards Performance Guarantee (refer note 1)	3,736.00	3,724.00
Bank Guarantee Remaining in Force executed in favour of Central Warehousing Corporation towards Performance Guarantee	504.23	475.69
Bank Guarantee Remaining in Force executed in favour of The Regional Officer Maharashtra Pollution Control Board towards Compliance for Pollution Control Board Regarding Pollution Equipment	5.50	5.50
Bank Guarantee Remaining in Force executed in favour of Custom Bond, Export MCC Movement, Project Cargo & Transportation	5.00	-
Bond remaining in force executed in favour of president of India, through the Commission of Customs - [Custodian-Cum-Carrier Bond] for Export Clause No. 5 (4) (refer note 2)	0.05	0.11
Bond remaining in force executed in favour of president of India, through the Commissioner of Customs - [Custodian-Cum-Carrier Bond] for Import Clause No. 5(3) (refer note 2)	12,288.78	19,727.54
Bond remaining in force executed in favour of president of India, through the Commission of Customs - [Custodian-Cum-Carrier Bond] for Export Clause No. 5 (4) (refer note 2)	4,843.06	10,541.00
Bond remaining in force executed in favour of president of India, through the Commission of Customs - [Custodian-Cum-Carrier Bond] for Import/Export Clause No. 5(4) (refer note 2)	-	10,541.00
Bond remaining in force executed in favour of president of India, through the Commissioner of Customs - [General Bond for Close Bonded Warehouse] (refer note 2)	2,100.00	2,100.00
Guarantee given to HDFC Bank for providing bank guarantee to subsidiary company	4,510.00	-
Bond remaining in force executed in favour of president of India, through the Commissioner of Customs - [General Bond for Open Bonded Warehouse] (refer note 2)	24,000.00	24,000.00
<b>Total (B)</b>	<b>52,548.37</b>	<b>71,114.83</b>
<b>Grand Total (A+B)</b>	<b>53,124.28</b>	<b>71,437.65</b>

**Note:**

- Bank Guarantee given against Lease Rent, Royalty and Electricity Charges for the period Dec, 2022 to Dec, 2023.
- The Group has executed bonds in favour of Commissioner of Customs as per clause 5(3) & 5(4) of Cargo Handling in Customs Area Regulation, 2009, notification no.26/2009-Cus (NT), dated 17-03-2009. Further, during the year, company has not executed the bond towards for Handling of Cargo in Custom Area Regulation, 2009 (Notification No 26/2009 Clause 5(4))
- The said matter is pending at CESTAT (Appeals) vide appeal no.ST/85615/2018-SM against the order passed by Commissioner (Appeals) vide order no MKK/160/RGD/APP/2017 dttd 01.11.2017. Hearing in this Matter is awaited.
- The said matter is pending at Adjudicating Authority of Central Excise & Service Department, Raigarh, as CESTAT (Appeals) has set aside the impugned order passed by Commissioner Appeals and remand the said matter to the adjudicating authority for passing a fresh de novo adjudication order. Hearing in this Matter is awaited.
- The subject matter is pending at Hon'ble High Court of Judicature at Bombay. The State of Maharashtra Department of Revenue & ORS issued "Demand Notice" on 13.12.2019 and demanded arrears of Land Revenue amounting to Rs. 120.94 Lakhs for the period 2006-07 to 2019-2020. In against, the company has made an Writ Petition before HIGH COURT OF JUDICATURE AT BOMBAY. The company has stated in its petition that the company is not a legal owner of the subject land. Further, Jawahar Lal Nehru Port Trust (JNPT) is the legal owner of the subject land which is also exempted from land revenue vide Notification dated 8th October, 1973 vide Ref. No. L&F/1677/34614/H1 issued by the Govt. of Maharashtra. Further, based on opinion of the legal consultant and the facts of the case, the company firmly believes that the said case will be decided in favor of the Company and there will not be any outflow of resources and hence classified as a contingent liability. Further, during the year, company has increased the contingent liability for the period 2020-21 to 2022-23 amounting to Rs.25.92 Lakhs.
- The Group had obtained a stay order from the Hon'ble Bombay High Court against the order passed by The Commissioner of Customs (G) JNCH, Nhatasheva dated 5th April 2023 against Speedy Multimodes Limited, Container freight station (CFS), Uran interalia suspending the approval granted for operation as Customs Cargo Service Providers (CCSP) for the period 16th April, 2023 to 30th April, 2023 on an allegation of pilferage of goods kept in the CFS. The said stay order also stays the directions of The Commissioner of Customs to deposit the amount equivalent to the valuation of the cargo in the said Container amounting to Rs. 222.67 Lakhs along with the penalty of Rs.4.50 Lakhs. The Hon'ble Bombay High Court in its hearing held on 19th June 2023, disposed off the petition and directed the group to file and appeal before CESTAT and extended the stay till disposal of stay application by CESTAT. The Group is in the process of filing the appeal before CESTAT.
- With reference to the Strategic Alliance Management Operation (SAMO) contract with CWC, The Central Bureau of Investigation ("CBI") has filed the First Information Report ("FIR") dated March 16, 2023 against the key management personnel and certain employees of Speedy Multimodes Limited alleging violation of certain terms of the contract. The Management has evaluated the matter and believes that no wrongful act was conducted, and it has adequate evidence and supporting documentation to support its claim. Management is in the process of seeking legal advice on the same for responding to the allegations, and also working with the CWC Regional office and the CBI in providing the required information to support its case.

**35 Commitments**

Particulars	As at 31st March 2023	As at 31st March 2022
Estimated amount of contracts remaining to be executed on capital accounts (net of advances)	61.79	-
<b>Grand Total</b>	<b>61.79</b>	<b>-</b>



**Allcargo Terminals Limited**  
**Notes to the Consolidated Financial Statements for the year ended 31st March 2023**

(Rs. in Lakhs)

36 Under the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED) which came into force from 02 October 2006, certain disclosures are required to be made relating to MSME. On the basis of the information and records available with the Company, the following disclosures are made for the amounts due to the Micro and Small Enterprises. The information given is based on the information available with the Company and has been relied upon by the auditors.

Particulars	31st March 2023	31st March 2022
Principal amount remaining unpaid to any supplier as at the year end	126.09	-
Interest due thereon 31 March 2023: Nil (31 March 2022: Rs. Nil )	-	-
Amount of interest paid by the Company in terms of section 16 of the MSMED, along with the amount of the payment made to the supplier beyond the appointed day during the accounting period.	-	-
Amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the period) but without adding the interest specified under the MSMED.	-	-
Amount of interest accrued and remaining unpaid at the end of the financial year 31 March 2023 : Rs. Nil (31 March 2022: Rs. Nil )	-	-
The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowances as a deductible expenditure under the MSMED Act, 2006	-	-



**Allcargo Terminals Limited**  
**Notes to the Consolidated Financial Statements for the year ended 31st March 2023**

**37 (A) Related Party Disclosure:**

**(i) Joint ventures (direct and indirect)**

**Direct joint venture :**

Transnepal Freight Services Private Limited (Joint Venture)
Allcargo Logistics Park Private Limited (Joint Venture)

**(ii) Entities over which key managerial personnel or their relative's exercises significant influence:**

1. Shashi Kiran Shetty HUF	102. Ecu Worldwide Italy S.r.l. (formerly known as Ecu-Line Italia srl.)
2. Shloka Shetty Trust	103. Eurocentre Milan srl.
3. ACGL Benefit Trust	104. Ecu Worldwide (Cote d'Ivoire) sarl (formerly known as Ecu-Line Côte d'Ivoire Sarl)
4. Avvashya Foundation	105. Ecu Worldwide (Japan) Ltd.(formerly known as Ecu-Line Japan Ltd.)
5. Allcargo Logistics Limited	106. Jordan Gulf for Freight Services and Agencies Co. LLC
6. AGL Warehousing Private Limited	107. Ecu Worldwide (Kenya) Ltd. (formerly known as Ecu-Line Kenya Ltd.)
7. Contech Logistics Solution Private Limited	108. Ecu Shipping Logistics (K) Ltd.
8. ECU International (Asia) Private Limited	109. Ecu Worldwide (Malaysia) SDN. BHD. (formerly known as Ecu-Line Malaysia SDN. BHD)
9. Avvashya Supply Chain Private Limited	110. Ecu Worldwide (Mauritius) Ltd.(formerly known as Ecu-Line Mauritius Ltd.)
10. TransIndia Logistic Park Private Limited	111. CELM Logistics SA de CV
11. Avvashya CCI Logistics Private Limited	112. Ecu Worldwide Mexico SA de CV (formerly known as Ecu Logistics de Mexico SA de CV)
12. Altcargo Oil & Gas Private Limited (under the process of strike-off)	113. Ecu Worldwide Morocco S.A. (formerly known as Ecu-Line Maroc S.A.)
13. ALX Shipping Agencies India Private Limited	114. Ecu Worldwide (Netherlands) B.V.(Ecu-Line Rotterdam BV)
14. Comptech Solutions Private Limited	115. Rotterdam Freight Station BV
15. Gati Limited	116. FCL Marine Agencies B.V.
16. Gati Kintetsu Express Private Limited	117. Ecu Worldwide New Zealand Ltd. (formerly known as Ecu-Line NZ Ltd.)
17. Gati Import Export Trading Private Limited	118. Ecu Worldwide (Panama) S.A. (formerly known as Ecu-Line de Panama SA)
18. Zen Cargo Movers Private Limited	119. Ecu-Line Paraguay SA
19. Gati Logistics Parks Private	120. Flamingo Line del Peru SA
20. Gati Projects Private Limited	121. Ecu-Line Peru SA
21. TransIndia Realty & Logistics Parks Limited	122. Ecu Worldwide (Philippines) Inc.(formerly known as Ecu-Line Philippines Inc.)
22. Allcargo Inland Park Private Limited	123. Ecu Worldwide (Poland) Sp zoo (formerly known as Ecu-Line Polska SP. Z.o.o.)
23. Allcargo Multimodal Private Limited	124. Ecu-Line Doha W.L.L.
24. Jhajar Warehousing Private Limited	125. Ecu-Line Saudi Arabia LLC
25. Bhiwandi Multimodal Private Limited	126. Ecu - Worldwide (Singapore) Pte. Ltd. (formerly known as Ecu-Line Singapore Pte. Ltd.)



26.	Allcargo Warehousing Management Private Limited	127.	Ecu Worldwide (South Africa) Pty Ltd. (formerly known as Ecu-Line South Africa (Pty.) Ltd.)
27.	Madanahatti Logistics and Industrial Parks Private Limited	128.	Ecu-Line Spain S.L.
28.	Marasandra Logistics and Industrial Parks Private Limited	129.	ECU Worldwide Lanka (Private) Ltd. (formerly known as Ecu Line Lanka (Pvt) Ltd.)
29.	Avvashya Projects Private Limited	130.	Ecu Worldwide (Thailand) Co. Ltd.(formerly known as Ecu-Line (Thailand) Co. Ltd.)
30.	Avvashya Inland Park Private Limited	131.	Société Ecu-Line Tunisie Sarl
31.	Dankuni Industrial Parks Private Limited	132.	Ecu Worldwide Turkey Taşımacılık Limited Şirketi (formerly known as Ecu Uluslarası Tas. Ve Ticaret Ltd. Sti.)
32.	Hoskote Warehousing Private Limited	133.	Ecu-Line Middle East LLC
33.	Koprolu Warehousing Private Limited	134.	Ecu-Line Abu Dhabi LLC
34.	Allcargo Shipping Services Private Limited	135.	Eurocentre FZCO
35.	Alltrans Logistics Private Limited	136.	Star Express Company Ltd.
36.	Allnet Financial Services Private Limited	137.	Ecu Worldwide (UK) Ltd. (formerly known as Ecu-Line UK Ltd)
37.	Avash Builders and Infrastructure Private Limited	138.	Ecu Worldwide (Uruguay) S.A. (formerly known as DEOLIX S.A.)
38.	Avashya Corporation Private Limited	139.	CLD Compania Logistica de Distribucion SA
39.	Avashya Holdings Private Limited	140.	Guldary S.A.
40.	Indport Maritime Agencies Private Limited	141.	PRISM GLOBAL, LLC
41.	Jupiter Precious Gems and Jewellery Private Limited	142.	Ecu worldwide (USA) Inc. [formerly Econocaribe Consolidators, Inc.]
42.	Meridien Tradeplace Private Limited	143.	Econoline Storage Corp.
43.	N. R. Holdings Private Limited	144.	ECI Customs Brokerage, Inc.
44.	Prominent Estate Holdings Private Limited	145.	OTI Cargo, Inc.
45.	Sealand Crane Private Limited	146.	Ports International, Inc.
46.	Talentos (India) Private Limited	147.	Administradora House Line C.A.
47.	Talentos Entertainment Private Limited	148.	Ecu Worldwide Vietnam Joint Stock Company (Formerly known as Ecu Worldwide Vietnam Co. Ltd and Ecu-Line Vietnam Co.Ltd)
48.	TransIndia Freight Services Private Limited	149.	Ecu-Line Zimbabwe (Pvt) Ltd.
49.	Pirkon Properties Private Limited	150.	Asia Line Ltd
50.	Hoskote Warehousing & Industrial Parks Private Limited	151.	Contech Transport Services (Pvt) Ltd
51.	Talentos Warehousing & Industrial Parks Private Limited	152.	Prism Global Ltd.



52.	SKS Netgate LLP	153.	Eculine Worldwide Logistics Co. Ltd.
53.	Panna Estates LLP	154.	FMA-LINE Nigeria Ltd.
54.	SKS Realty LLP	155.	Ecu Worldwide (Uganda) Limited
55.	Contech Estate LLP	156.	FMA Line Agencies Do Brasil Ltda
56.	Panna Infracon Projects LLP	157.	FCL Marine Agencies Belgium bvba
57.	Poorn Estates LLP	158.	Allcargo Hong kong Limited (formerly known as Oconca Shipping (HK) Ltd.)
58.	Poorn Buildcon LLP	159.	Oconca Container Line S.A. Ltd.
59.	Allcargo Movers (Bombay) LLP	160.	Almacen y Maniobras LCL SA de CV
60.	TransIndia Freight LLP	161.	ECU WORLDWIDE SERVICIOS SA DE CV
61.	Avadh Marketing LLP	162.	ECU TRUCKING, INC.
62.	Verain Commercials LLP	163.	ECU Worldwide CEE SRL
63.	Allcargo Logistics Park Private Limited	164.	Allcargo Logistics Africa (PTY) LTD (formerly known as FMA Line SA (PTY) LTD)
64.	Panvel Industrial Parks Private Limited	165.	Ecu Worldwide Baltics
65.	Allcargo Belgium N.V.	166.	AGL Bangladesh Private Limited
66.	Transnepal Freight Services Private Limited	167.	Ecu Worldwide (Bahrain) Co. W.L.L.
67.	AGL Bangladesh Private Limited	168.	East Total Logistics B.V.
68.	Allcargo Logistics Lanka (Private) Limited	169.	PAK DA (HK) LOGISTIC Ltd
69.	Ecu-Line Algeria sarl	170.	ECU Worldwide Tianjin Ltd.
70.	Ecu Worldwide (Argentina) SA (formerly known as Ecu Logistics SA)	171.	Allcargo Logistics FZE
71.	Ecu Worldwide Australia Pty Ltd (formerly known as Ecu-Line Australia Pty Ltd.)	172.	Allcargo Logistics China Ltd.
72.	Integrity Enterprises Pty Ltd.	173.	Asiapac Logistics Mexico SA de CV
73.	Ecu Worldwide (Belgium) N.V. (formerly known as Ecu-Line N.V)	174.	Gati Asia Pacific Pte Ltd.
74.	FMA-Line Holding N.V. (formerly known Ecubro N.V.)	175.	Gati HongKong Limited
75.	Ecuhold N.V.	176.	Gati Cargo Express (Shanghai) Co. Ltd.
76.	Ecu International N.V.	177.	Ecu Worldwide (BD) Limited
77.	Antwerp Freight Station NV (formerly known as Ecu Global Services N.V.)	178.	EcuNordicon AB



78.	HCL Logistics N.V.	179.	Nordicon AB
79.	AGL N.V.	180.	NORDICON A/S
80.	Allcargo Belgium N.V.	181.	Nordicon Terminals AB
81.	Ecu Worldwide Logistics do Brazil Ltda (formerly known as Ecu Logistics do Brasil Ltda.)	182.	RailGate Nordic AB
82.	Ecu Worldwide (Canada) Inc (formerly known as Ecu-Line Canada Inc).	183.	Fair Trade Gmbh Schiffahrt, handel und Logistik
83.	Ecu Worldwide (Chile) S.A (formerly known as Ecu-Line Chile S.A)	184.	Asia Express Line GmbH
84.	Flamingo Line Chile S.A.	185.	Asiapac Equity Investment Limited
85.	Ecu Worldwide (Guangzhou) Ltd.(formerly known as Ecu-Line Guangzhou Ltd)	186.	ASIAPAC TURKEY TASIMACILIK ANONIM SIRKETI
86.	China Consolidation Services Ltd	187.	Allcargo Tanzania
87.	Ecu Worldwide China Ltd. (formerly known as China Consolidation Services Shipping Ltd.)	188.	Asiapac Logistics El Salvador
88.	Ecu Worldwide (Colombia) S.A.S.(formerly known as Ecu-Line de Colombia S.A.S)	189.	Transnepal Freight Services Pvt.Ltd
89.	Ecu Worldwide (Cyprus) Ltd.(formerly known as Ecu-Line Mediterranean Ltd.)	190.	Ecu Worldwide Peru S.A.C. (formerly known as Ecu Logistics Peru SAC)
90.	Ecu Worldwide (CZ) s.r.o. (formerly known as Ecu-Line (CZ) s.r.o).	191.	Fasder S.A.
91.	Ecu Worldwide (Ecuador) S.A.(formerly known as Ecu-Line del Ecuador S.A.)	192.	Ecu Worldwide Korea Co., Ltd.
92.	Flamingo Line del Ecuador SA	193.	Allcargo Logistics Korea Co., Ltd.
93.	Ecu World Wide Egypt Ltd. (formerly known as Ecu Line Egypt Ltd.)	194.	Aladin Group Holdings Limited
94.	Ecu Worldwide (El Salvador) S.P. Z.o.o S.A. de CV (formerly known as Flamingo Line El Salvador SA de CV)	195.	Aladin Express DMCC
95.	Ecu Worldwide (Germany) GmbH (formerly known as Ecu-Line Germany GmbH)	196.	ALX Shipping Agency LLC
96.	ELWA Ghana Ltd.	197.	FCL Marine Agencies Gmbh (Bermen)
97.	Ecu Worldwide (Guatemala) S.A.(formerly known as Flamingo Line de Guatemala S.A.)	198.	Allcargo Logistics Lanka (Private) Limited
98.	Ecu Worldwide (Hong Kong) Ltd.(formerly known as Ecu-Line Hong Kong Ltd.)	199.	Trade Xcelerators LLC
99.	Ecu International Far East Ltd.	200.	RailGate Europe B.V
100.	CCS Shipping Ltd.	201.	Haryana Orbital Rail Corporation Limited
101.	PT Ecu Worldwide Indonesia	202.	Allcargo Logistics LLC
		203.	SPECHEM SUPPLY CHAIN MANAGEMENT (ASIA) PTE. LTD



(iv) **Key Management Personnel**

(For Allcargo Terminals Limited)
Mr. Shashi Kiran Shetty
Mrs. Arathi Shetty
Mr. Ravi Jakhar
Mr. Ashish Vijayprakash Chandna

(v) **Relatives of Key Management Personnel**

Mr. Vaishnav Kiran Shetty
Mr. Umesh Kumar Shetty
Mrs. Usha Shetty
Mrs. Subhashini Shetty
Mrs. Shobha Shetty
Mrs. Asha Shetty
Mrs. Sushila Shetty
Mr. Adarsh Hegde
Mrs. Leelavati Hegde
Mr. Sudhakar Hegde
Mr. Ram Swaroop Jakhar
Mrs. Pratibha Ravi Jakhar
Mrs. Vimla Jakhar
Ms. Advaya Jakhar
Ms. Araanya Jakhar

(vi) **Key Management Personnel**

(For Speedy Multimodes Limited)
Mr. Ashish Vijayprakash Chandna (Managing Director)
Mr. Arvind Tribhuvan Tiwari (Non Executive Director) [Upto December 24, 2021]
Mr. Paul Joseph Pudusserry (Non Executive Director) [Upto December 24, 2021]
Mr. Satish Mahesh Gupta (Non-Executive Independent Director)
Mr. Dinesh Kumar Lal (Non-Executive Independent Director)
Mr. Najim Usman Shaikh (Chief Financial Officer w.e.f. 19-01-2020)
Ms. Prachi Vijay Vaidya (Company Secretary from 25-01-2021)
Mr. Suresh Kumar Ramiah (w.e.f. December 24, 2021)

(vii) **Enterprises in which Key Management personnel and relatives of Key Management personnel have significant influence :**

Meridian Tradeplace Pvt. Ltd.
E-Cipher Technologies LLP
Conserve Buildcon LLP
Jessy Paul (Relative of Mr. Paul Joseph Pudusserry) (Upto 24th Decemeber 2021)
All Cargo Logistics Limited
ALX Shipping Agencies India Private Limited
TransIndia Reality and Logistics Parks Limited
Avvashya CCI Logistics Private Limited
Contech Logistics Solutions Pvt. Ltd



**Allcargo Terminals Limited**  
Notes to the Consolidated Financial Statements for the year ended 31st March 2023

(Rs. in Lakhs)

**37 B) Transaction with Related Parties during the year ended:**

Particulars	31-Mar-23	31-Mar-22
<b>Directors' and KMPs' Remuneration</b>		
Mr. Ashish Vijayprakash Chandna	386.79	912.85
Ms. Prachi Vijay Vaidya	6.64	-
Mr. Najim Usman Shaikh	3.78	-
	<b>397.22</b>	<b>912.85</b>
<b>Reimbursement of Expenses to Director &amp; KMP</b>		
Mr. Ashish Vijayprakash Chandna	4.40	1.43
Mr. Jitendra Kumar Garg	-	-
Mr. Najim Usman Shaikh	0.02	-
	<b>4.42</b>	<b>1.43</b>
<b>Purchase of Services</b>		
Mr. Ashish Vijayprakash Chandna	47.94	47.30
Meridian Tradeplace Pvt. Ltd.	1,332.58	222.25
TransIndia Reality and Logistics Parks Limited	2,071.48	-
Jessy Paul	6.00	-
Allcargo Logistics Limited	4,154.99	490.93
Transnepal Frieght Services Private Limited	18.50	-
Asia Line Ltd	62.64	-
Contech Logistics Solutions Pvt. Ltd	670.66	-
Ecu - Worldwide (Singapore) Pte. Ltd.	127.45	-
Koprolli Warehousing Private Limited	47.22	-
Avvashya CCI Logistics Pvt Ltd	14.75	0.06
	<b>8,554.20</b>	<b>760.54</b>
<b>Sale of Services</b>		
Meridian Tradeplace Pvt. Ltd.	16.76	0.01
Allcargo Logistics Ltd	2,874.82	316.56
Contech Logistics Solutions Pvt. Ltd	420.63	-
Avvashya CCI Logistics Pvt Ltd	336.16	25.21
Alladin Express DMCC	3.90	-
ALX Shipping Services Pvt Ltd	3.85	0.06
	<b>3,656.12</b>	<b>341.84</b>
<b>Business Support Charges received</b>		
Allcargo Logistics Limited	1.23	-
TransIndia Reality and Logistics Parks Limited	27.88	-
	<b>27.88</b>	<b>-</b>
<b>Business Support Charges paid</b>		
Allcargo Logistics Limited	505.26	-
	<b>505.26</b>	<b>-</b>
<b>Lease Rent</b>		
TransIndia Reality and Logistics Parks Limited	3,075.84	-
	<b>3,075.84</b>	<b>-</b>
<b>Other Expenses</b>		
Container Freight Station Association of India	5.50	-
	<b>5.50</b>	<b>-</b>
<b>Interest Paid</b>		
Allcargo Logistics Limited	468.54	136.73
	<b>468.54</b>	<b>136.73</b>
<b>Dividend Income</b>		
Transnepal Frieght Services Private Limited	27.22	-
Allcargo Logistics Park Pvt Limited	483.48	-
	<b>510.70</b>	<b>-</b>
<b>Guarantee security fee</b>		
TransIndia Reality and Logistics Parks Limited	7.18	-
	<b>7.18</b>	<b>-</b>
<b>Transactions pursuant to demerger</b>		
Allcargo Logistics Limited	14,478.71	-
TransIndia Reality and Logistics Parks Limited	82.61	-
	<b>14,561.32</b>	<b>-</b>
<b>Business management cost allocation for managing the CFS division on behalf of the Company (pursuant to demerger)</b>		
Allcargo Logistics Limited	2,197.23	-
	<b>2,197.23</b>	<b>-</b>



C) Balance outstanding with Related Parties:

Particulars	31-Mar-23	31-Mar-22
<b>Trade Payables</b>		
Meridian Tradeplace Pvt. Ltd.	80.24	83.74
Allcargo Logistics Ltd	710.87	177.77
Avvashya CCI Logistics Pvt Ltd	2.11	3.63
Contech Logistics Solutions Pvt. Ltd	55.86	-
Koprolli Warehousing Private Limited	50.99	-
Allcargo Shipping Services Private Limited	0.24	-
Transnepal Frieght Services Private Limited	18.50	-
TransIndia Reality and Logistics Parks Limited* (Including lease rent payable)	2,892.23	-
	<b>3,811.06</b>	<b>265.14</b>
<b>Trade Receivables</b>		
Meridian Tradeplace Pvt. Ltd	29.88	18.00
ALX Shipping Services Pvt Ltd	4.20	-
Avvashya CCI Logistics Private Limited	71.20	-
TransIndia Reality and Logistics Parks Limited	245.50	-
Contech Logistics Solutions Pvt. Ltd	14.00	-
Allcargo Logistics Limited	439.19	162.73
	<b>803.97</b>	<b>180.73</b>
<b>Interest Payable</b>		
Allcargo Logistics Limited	10.15	123.14
	<b>10.15</b>	<b>123.14</b>
<b>Loan Payable</b>		
Allcargo Logistics Limited	931.88	10,216.91
	<b>931.88</b>	<b>10,216.91</b>
<b>Recoverable pursuant to demerger scheme</b>		
Allcargo Logistics Limited	2,740.00	-
	<b>2,740.00</b>	<b>-</b>
<b>Remuneration Payable</b>		
Mr. Ashish Vijayprakash Chandna	-	49.33
Ms. Prachi Vijay Vaidya	-	-
	<b>-</b>	<b>49.33</b>

\*On 28th April 23, the Holding Company has entered into long term lease contract with Transindia Reality and Logistics Parks Limited wherein the rent is payable with effect from 1st April 22, for lease of Land and buildings at certain locations.



**Allcargo Terminals Limited**  
**Notes to the Consolidated Financial Statements for the year ended 31st March 2023**

(Rs. in Lakhs)

**38 Fair value hierarchy**

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

**Quantitative disclosures fair value measurement hierarchy as at 31 March 2023:**

Particulars	Total	Quoted price in active market (Level 1)	Significant observable inputs (Level 2)	Significant unobservable inputs (Level 3)
FVTPL Financial Investments - Mutual funds	932.76	932.76	-	-
<b>Total Financial Assets measured at fair value</b>	<b>932.76</b>	<b>932.76</b>	<b>-</b>	<b>-</b>

**Quantitative disclosures fair value measurement hierarchy as at 31 March 2022:**

Particulars	Total	Quoted price in active market (Level 1)	Significant observable inputs (Level 2)	Significant unobservable inputs (Level 3)
FVTPL Financial Investments - Mutual funds	-	-	-	-
<b>Total Financial Assets measured at fair value</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

The management assessed that cash and cash equivalents, trade receivables, trade payables, short-term borrowings, 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.



**Allcargo Terminals Limited**  
Notes to the Consolidated Financial Statements for the year ended 31st March 2023

**39 Financial risk management objectives and policies**

i) The Group's activities expose it to a variety of financial risks, including market risk, credit risk and liquidity risk. The Group's primary risk management focus is to minimize potential adverse effects of market risk on its financial performance. The Group's risk assessment and policies and processes are established to identify and analyse the risks faced by the Group, to set appropriate risk limits and controls, and to monitor such risks and compliance with the policies and processes. Risk assessment and policies and processes are reviewed regularly to reflect changes in market conditions and the Group's activities. The Board of Directors and the management is responsible for overseeing the Group's risk assessment and policies and processes.

ii) **Market Risk**

Market risk is the risk of loss of future earnings, fair values or future cash flows that may result from adverse changes in market rates and prices (such as interest rates and foreign currency exchange rates) or in the price of market risk-sensitive instruments as a result of such adverse changes in market rates and prices. Market risk is attributable to all market risk-sensitive financial instruments, all foreign currency receivables and payables and all short term and long-term debt. The Group is exposed to market risk primarily related to foreign exchange rate risk and interest rate risk. Thus, the Group's exposure to market risk is a function of investing and borrowing activities and its revenue generating and operating activities.

a) **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 Group's exposure to the risk of changes in market interest rates relates primarily to the Group's long-term debt obligations with floating interest rates.

The Group's policy is to keep maximum of its borrowings at fixed rates of interest. At 31 March 2023, 100% of the Group's borrowings are at a fixed rate of interest

iii) **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 Group is exposed to credit risk from its operating activities (primarily trade 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 subject to the Group's established policy, procedures and control relating to customer credit risk management. Credit quality of a customer is assessed and individual credit limits are defined in accordance with this assessment. Outstanding customer receivables are regularly monitored.

An impairment analysis is performed at each reporting date on an individual basis for major clients. In addition, a large number of minor receivables are grouped into homogenous groups and assessed for impairment collectively. The calculation is based on historical data. The maximum exposure to credit risk at the reporting date is the carrying value of each class of financial assets. The Group does not hold collateral as security.

iv) **Liquidity risk**

The Group's objective is to maintain a balance between continuity of funding and flexibility through the use of bank overdrafts, bank loans etc. 15 % of the Group's borrowings including current maturities of non-current borrowings will mature in less than one year at 31 March 2023 based on the carrying value of borrowings including current maturities of non-current borrowings reflected in the financial statements. The Group assessed the concentration of risk with respect to refinancing its debt and concluded it to be low. The Group has access to a sufficient variety of sources of funding and debt maturing within 12 months can be rolled over with existing lenders.

(Rs. in Lakhs)

The table below provides details regarding the contractual maturities of significant financial liabilities as at 31 March 2023

Particulars	Less than 1 year	More than 1 Year
Borrowings	487.51	2,717.41
Lease Liability	1,821.94	36,333.94
Trade and Other Payables	11,011.27	-

The table below provides details regarding the contractual maturities of significant financial liabilities as at 31 March 2022

Particulars	Less than 1 year	More than 1 Year
Borrowings	73.47	10,227.30
Lease Liability	214.63	739.80
Trade and Other Payables	2,108.73	-

**Excessive risk**

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 Group's performance to developments affecting a particular industry.

In order to avoid excessive concentrations of risk, the Group's policies and procedures include specific guidelines to focus on the maintenance of a diversified portfolio. Identified concentrations of credit risks are controlled and managed accordingly.

**40 Capital Management**

For the purpose of the Group's capital management, capital includes issued equity capital, securities premium and all other equity reserves attributable to the equity holders of the Group. The Group manages its capital structure and makes adjustments in light of changes in economic conditions and the requirements of the financial covenants. The funding requirement is met through a mixture of equity, internal accruals, long term borrowings and short term borrowings.



**Allcargo Terminals Limited**  
Notes to the Consolidated Financial Statements for the year ended 31st March 2023

**41 List of Entities Consolidated**

Particulars	% Equity Interest	
	As at 31st March 2023	As at March 31, 2022
<b>a) The list of subsidiary Companies, controlled by the group, which are included in the CFS are as under :</b>		
<b>Indian subsidiaries (Companies incorporated/registered in India) :-</b>		
<b>Partially owned subsidiaries</b>		
1. Speedy Multimodes Limited (w.e.f. October 1, 2021)	85%	85%
<b>b) The list of Joint ventures (directly) considered in CFS is as under*:</b>		
1. Allcargo Logistics Park Private Limited	51%	
2. Transnepal Freight Services Private Limited	50%	

\*Pursuant to demerger scheme above JVs are transferred from Allcargo Logistics Limited to the Holding Company

**42 Material Business combinations**

In October 2021, The Holding Company has acquired 85% of equity stake in Speedy Multimodes Limited at a total consideration of Rs.10,200 Lakhs. The fair values of the identifiable assets and liabilities as at the date of acquisition were:

(Rs. in Lakhs)

Particulars	Fair value recognised on acquisition
	Amount
<b>Assets Acquired</b>	
Tangible assets (including ROU Assets)	2,547.14
Intangible Assets (Identified)	4,428.84
Cash and cash equivalents	1,052.30
Net Working Capital	2,144.05
Others	399.72
<b>Fair Value of assets acquired (A)</b>	<b>10,572.05</b>
<b>Liabilities Taken up</b>	
Debt	167.29
Lease Liability	954.37
Deferred Tax Liability	47.47
<b>Fair value of liabilities acquired (B)</b>	<b>1,169.13</b>
Deferred tax on Acquisition (C)	1,281.28
<b>Total identified Net Assets acquired (D) = (A) -(B) - ( C)</b>	<b>8,121.64</b>
Consideration Transferred	10,200.00
Non Controlling interest	1,179.22
Less: Net identifiable assets	(8,121.64)
<b>Goodwill on Acquisition</b>	<b>3,257.58</b>

Goodwill has been tested for impairment as at 31st March, 2023 and there is no impairment in goodwill.

The recoverable amount of the Speedy CFS business has been determined to be the higher of: (a) carrying value (b) value in use determined by using the discounted cash flow (DCF method) based on projections from financial budgets approved by senior management covering a five-year period. The pre tax discount rate applied to cash flow projections for impairment testing is 16.5% and cash flows beyond the five-year period are extrapolated using perpetuity factor.



**Allcargo Terminals Limited**  
Notes to the Consolidated Financial Statements for the year ended 31st March 2023

**43 Demerger**

**Demerger of Container Freight Station and Inland Container Depots business from Allcargo Logistics Limited:**

The Holding Company along with Allcargo Logistics Limited and Transindia Realty and Logistics Parks Limited had filed a Scheme of Demerger ("Scheme") with the National Company Law Tribunal ("NCLT") whereby Container Freight Station ("CFS") and Inland Container Depots ("ICD") business of Allcargo Logistics Limited would be transferred to the Holding Company with effect from appointed date April 01, 2022. As a consideration, 24,56,95,524 equity shares of the Holding Company of Rs. 2 each fully paid up would be issued to the shareholders of Allcargo Logistics Limited (Share Exchange Ratio 1:1). The Holding Company in its Board Meeting held on April 24, 2023 has allotted 24,56,95,524 equity shares to the shareholders of Allcargo Logistics Limited holding as on record date April 18, 2023.

Further, with issuance and allotment of equity shares by the Holding Company, in accordance with the Scheme the initial issued and paid-up equity capital comprising of 7 equity share of Rs.10 each, aggregating to Rs.70 shall stand cancelled. The equity shares have been sub-divided to Rs 2/- face value per share (35 equity shares of Rs 2/- each).

NCLT vide its order dated January 05, 2023 approved the Scheme. Certified Copy of the Scheme was filed with ROC on April 01, 2023.

As per the accounting treatment specified in the Scheme and Ministry of Corporate Affairs General Circular No. 09/2019 dated 21st August 2019 ("MCA circular"), assets and liabilities relating to CFS and ICD business have been recognised (at book values as appearing in the books of the Allcargo Logistics Limited) in the books of Holding Company from the appointed date. Pending legal formalities for issue of shares, the face value of equity shares to be issued has been credited to "Equity Shares Pursuant to Demerger" and balance is credited to Capital Reserve.

During the year ended 31st March, 2023, the authorised share capital of the Holding Company has been increased to Rs.5,500 Lakhs.

<b>Assets acquired and liabilities assumed by the Company as at April 1, 2022 are as follows:</b>	<b>(Rs. in Lakhs)</b>
<b>ASSETS</b>	<b>Amount</b>
<b>Non-current assets</b>	
Property, Plant and Equipment	6,966.87
Right of use (net)	4,562.20
Other intangible assets	40.37
Intangible under development	14.86
(i) Investments in Joint Ventures (including consolidation adjustments upto 31st March, 22)	2,815.05
(ii) Loans	36.87
(iii) Other financial assets	292.03
Deferred tax assets (net)	7,399.47
Other non-current assets	196.11
<b>Current assets</b>	
Trade and other receivables	2,211.60
Cash and cash equivalents	3.79
Loans	16.27
Recoverable from Allcargo Logistics Limited pursuant to demerger	1,139.35
Other financial assets	25.12
Contract Asset	1,056.68
Other current assets	673.05
<b>TOTAL ASSETS (A)</b>	<b>27,449.69</b>
<b>Non-current liabilities</b>	
Financial liabilities	
(i) Borrowings	1,795.96
(ii) Lease liability	4,453.87
<b>Total</b>	<b>6,249.83</b>
<b>Current liabilities</b>	
Financial liabilities	
(i) Borrowings	16.38
(ii) Lease liability Current	390.84
Trade payables	1,638.25
Other Payables	2,938.83
Other financial liabilities (Current)	111.47
Employment defined benefit liabilities (net)	135.42
Contract Liability	276.90
Other current liabilities	1,129.37
<b>Total</b>	<b>6,637.46</b>
<b>TOTAL LIABILITIES (B)</b>	<b>12,887.29</b>
<b>Net assets transferred (A)-(B)</b>	<b>14,562.40</b>
<b>Represented by:</b>	
Equity share issuable pursuant to demerger	4,913.91
Capital Reserve pursuant to demerger	9,648.49
<b>Total</b>	<b>14,562.40</b>



**Allcargo Terminals Limited**  
**Notes to the Consolidated Financial Statements for the year ended 31st March 2023**

**44 Other Statutory Information**

- i) The Group does not have any Benami property, where any proceeding has been initiated or pending against the Group for holding any Benami property.
- ii) The Group has not advanced or loaned or invested funds to any other persons or entities, including foreign entities (Intermediaries) with the understanding that the Intermediary shall:
  - a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or
  - b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries
- iii) The Group has not received any fund from any persons or entities, including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Group shall:
  - a) 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
  - b) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries,
- iv) The Group has not entered any such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961
- v) The Group do not have any transactions with companies struck off.
- vi) The Group have not traded or invested in Crypto currency or Virtual Currency during the financial year.



Allcargo Terminals Limited  
Notes to the Consolidated Financial Statements for the year ended 31st March 2023

45 Additional Information to be disclosed as required under Schedule III to the Companies Act 2013, of enterprises consolidated as subsidiaries / jointly controlled entities (before elimination of inter group transactions):

Name of the entity	Net Assets ie Total Assets less total liabilities		Share in profit or loss		Share in other comprehensive income		Share in total comprehensive income	
	As a % of Consolidated Net Assets	Amount	As % of consolidated profit or loss	Amount	As % of consolidated other comprehensive income	Amount	As % of total comprehensive income	Amount
<b>Parent</b> Allcargo Terminals Limited Less : Standalone cost of investment in JVs	83.25% -2.00%	18,141.54 (436.41)	104.32%	6,133.38	102.84%	(32.10)	104.33%	6,101.28
<b>Subsidiaries</b> <b>Indian:</b> Speedy Multimodes Limited	27.44%	5,980.57	20.19%	1,187.00	-3.27%	1.02	20.31%	1,188.02
Less: Eliminations / consolidation adjustments <b>Non-controlling interest in all subsidiaries:</b> <b>Indian:</b> Speedy Multimodes Limited	-26.50%	(5,774.10)	-32.73%	(1,924.60)	0.00%	-	-32.91%	(1,924.60)
<b>Joint ventures</b> <b>Indian:</b> Allcargo Logistics Park Private Limited	5.58%	1,215.72	2.09%	123.16	0.43%	(0.13)	2.10%	123.03
<b>Foreign:</b> Transnepal Freight Services Private Limited	8.13%	1,771.52	8.30%	487.86	0.00%	-	8.34%	487.86
	4.10%	893.24	-2.17%	(127.45)	0.00%	-	-2.18%	(127.45)
<b>Total</b>	<b>100%</b>	<b>21,792.10</b>	<b>100%</b>	<b>5,879.35</b>	<b>100%</b>	<b>(31.21)</b>	<b>100%</b>	<b>5,848.14</b>



**Allcargo Terminals Limited**  
**Notes to the Consolidated Financial Statements for the year ended 31st March 2023**

**46 Corporate Social Responsibility**

CSR is not applicable to the Holding company. As per section 135 of the Act, a CSR committee has been formed by the subsidiary Company. The funds are utilised throughout the year on activities which are specified in Schedule VII of the Act. The utilisation is done by way of direct contribution towards various activities.

(a) Gross amount required to be spent by Subsidiary of the Company during the period ended 31 March 2023 Rs.36.26 lakhs (31 Mar 2022 Rs.17.72 lakhs)

(b) The areas of CSR activities and contributions made thereto are as follows:

Amount spent during the year on	31-Mar-23	31-Mar-22
1) Construction / Acquisition of any assets	-	-
2) For purposes other than (1) above:		
- Promoting education, health & safety of underprivileged children	27.98	12.75
- Contributing towards COVID-19 Relief activity, setting of medical camps for eye and general health checkup	-	0.45
3) Others	8.30	5.18
<b>Total</b>	<b>36.28</b>	<b>18.38</b>

(Rs. in Lakhs)

47 Previous year figures have been regrouped/reclassified, where necessary, to conform to this year's classification.

48 The previous year's financial statements have been audited by another firm of Chartered Accountants.

49 As per Management assessment, there are no adjusting events subsequent to March 31, 2023 other than those disclosed in the financial statements.

As per our report of even date

For S.R. Batliboi & Associates LLP

ICAI firm registration  
No: 101049W/E300004  
Chartered Accountants

For and on behalf of Board of directors of

CIN No: U60300MH2019PLC320697

*Aniket Anil Sohani*  
per Aniket Anil Sohani  
Partner  
Membership No. 117142



Place : Mumbai  
Date : 5th July 2023

*Suresh Kumar Ramiah*  
Suresh Kumar  
Ramiah  
Director  
DIN: 07019419

Place : Mumbai  
Date : 5th July 2023

*Vaishnavkiran Shashikiran Shetty*  
Vaishnavkiran  
Shashikiran Shetty  
Director  
DIN: 07077444

*Poornima Sreedhar*  
Poornima Sreedhar  
Chief Financial Officer  
M.N : 100545

*Hardik Desai*  
Hardik Desai  
Company Secretary &  
Compliance Officer  
M.N : A35491

