



**HEC**

**INFRA PROJECTS LIMITED**

---

---

# ANNUAL REPORT

---

---

2022-23

# INDEX

DESCRIPTION	PAGE
COMPANY INFORMATION	3
LETTER FROM MANAGING DIRECTOR	4
NOTICE TO THE MEMBER	5
DIRECTOR'S REPORT	22
ANNEXURES TO DIRECTORS REPORT	31-36
REPORT ON CORPORATE GOVERNANCE	37
AUDITOR'S CERTIFICATE ON CORPORATE GOVERNANCE	53
MANAGEMENT DISCUSSION & ANALYSIS REPORT	54
INDEPENDENT AUDITORS REPORT	59
BALANCE SHEET	69
STATEMENT OF PROFIT & LOSS ACCOUNT	79
STATEMENT OF CASH FLOW STATEMENT	71
NOTES FORMING PART OF ACCOUNTS	73
RATIO ANALYSIS	98
ATTENDANCE SLIP	99
PROXY FORM	100
ROUTE MAP	102

## COMPANY INFORMATION

**HEC INFRA PROJECTS LIMITED**  
**(CIN: L45200GJ2005PLC046870)**  
**ISIN: INE558R01013**

**BANKERS:**  
 Bank of India

**LISTED IN STOCK EXCHANGE**  
 National Stock Exchange (NSE)

### BOARD OF DIRECTORS

Mr. Gaurang Shah	Managing Director
Mrs. Rupal Shah	Executive Director
Mr. Rahul Shah	Executive Director
Mrs. Neetu Jalan	Independent Director
Mrs. Dipika Soni	Independent Director
Mrs. Raina Singh	Independent Director

### REGISTERED OFFICE

Sigma-1 Corporates, Corporate  
 House No. 6, Nr. Maan Party  
 Plot Cross Road, Sindhu Bhavan Road,  
 Bodakdev, Ahmedabad- 380054  
 Email Id: [cs@hecproject.com](mailto:cs@hecproject.com)  
 Website: [www.hecprojects.in](http://www.hecprojects.in)  
 Tel: +91-79-4008 6771-74

### CHIEF FINANCIAL OFFICER

Mr. Pannalal J. Surti

### COMPANY SECRETARY

Ms. Khushi Bhatt

### STATUTORY AUDITOR

M/s. Paresh Thothawala & Co.  
 Chartered Accountants

### SECRETARIAL AUDITOR

M/s Jalan Alkesh & Associates  
 Practicing Company Secretary

### INTERNAL AUDITOR

M/s Shah Shah and Co.  
 Chartered Accountants

### REGISTRAR AND TRANSFER AGENT

Cameo Corporate Services Limited  
 Subramanian Building No.1, Club House  
 Road, Chennai-600002, Tamil Nadu  
 Tel: +91-44-28460390  
 Fax: +91-44-28460129  
 E-mail: [cameo@cameoindia.com](mailto:cameo@cameoindia.com)

## LETTER FROM MANAGING DIRECTOR

Dear Shareholders,

The most awaited moment has come again, another chance to express my views & share my feeling of rejoice with you all as we have already completed 18<sup>th</sup> year of success and stepped into 19<sup>th</sup> year of our existence as a company “HEC Infra Projects Limited”. Our objective is to guide and oversee management in the creation of long-term value through execution of a sound business strategy, thoughtful succession planning, a commitment to corporate ethics, careful risk oversight, prudent risk management, talent development and creating societal impact.

“I take this opportunity to thank the management team and all the employees for coming together to deliver the improved performance throughout the year. I would also like to take this opportunity to express my gratitude to our shareholders, banker and all the stakeholders who have continued to support us during the transition phase.”

Thank you for the confidence, you continue to repose in our Company. I look forward to the same in the years ahead.

Best Wishes

**Gaurang P Shah**

**Managing Director**

## NOTICE TO MEMBERS

Notice is hereby given that the **18<sup>th</sup> Annual General Meeting** of the Members of **HEC Infra Projects Limited** will be held on **Friday, September 29, 2023 at 11:00 a.m.** (IST) at the registered office of the Company Sigma-1 Corporates, Corporate House No. 6, Nr. Mann Party Plot Cross Road, Sindhu Bhavan Road, Bodakdev, Ahmedabad- 380054 to transact the following business:

### **ORDINARY BUSINESS:**

#### **ITEM NO. 1 ADOPTION OF FINANCIAL STATEMENTS:**

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

To receive, consider and adopt the Audited Financial Statement for the financial year ended on March 31, 2023, together with the Reports of the Board of Directors and the Auditors thereon.

“RESOLVED THAT, the Audited financial report along with Balance sheet, the Statement of Profit and Loss and the Cash Flow Statement, notes attached thereto along with the report of Board of Directors and annexures thereon for the Financial Year ended March 31, 2023 and the Financial Statement as at that date together with the Independent Auditors’ Report thereon be and is hereby considered, and adopted.”

#### **ITEM NO. 2 TO APPOINT MRS. RUPAL GAURANG SHAH (DIN: 01756092) AS A DIRECTOR OF THE COMPANY LIABLE TO RETIRE BY ROTATION:**

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

“RESOLVED THAT pursuant to Section 152 of the Companies Act 2013 and other applicable provisions, MRS. RUPAL GAURANG SHAH (DIN: 01756092) who retires by rotation and being eligible, offers herself for re-appointment, be and is hereby re-appointed as a Director of the Company liable to retire by rotation.”

#### **ITEM NO. 3 TO APPOINT MR. RAHUL SHAH (DIN: 06862697) AS A DIRECTOR OF THE COMPANY LIABLE TO RETIRE BY ROTATION:**

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

“RESOLVED THAT pursuant to Section 152 of the Companies Act 2013 and other applicable provisions, MR. RAHUL SHAH (DIN: 06862697) who retires by rotation and being eligible, offers himself for re-appointment, be and is hereby re-appointed as a Director of the Company liable to retire by rotation.”

**SPECIAL BUSINESS:****ITEM NO.4 TO REGULARIZE MRS.RAINA SINGH (DIN:09637543) AS THE DIRECTOR OF THE COMPANY DESIGNATED AS NON-EXECUTIVE DIRECTOR:**

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

"RESOLVED THAT, pursuant to provision of Section 149,150,152 read with Schedule IV to the Companies Act,2013 , and all other applicable provisions of the Companies Act, 2013 and the Companies (Appointment and Qualification of Directors) Rules,2014 (including any statutory **modification(s) or re-enactment thereof for the time being in force**) and **Regulation 17 of SEBI (Listing Obligation and Disclosure Requirements) Regulations,2015, MRS.RAINA SINGH (DIN:09637543)**,an Independent director\_who was appointed as an Additional Director of the Company in the category of Independent director w.e.f 24th August 2023 in terms of Section 161(1) of the Companies Act,2013 and Article of Association of the Company and who holds office up to the date of this 18th Annual General Meeting and in respect of whom the Company has received a notice in writing under Section 160 of the Act proposing her candidature for the office of the Director that the Company has received and declaration that she meets the criteria for independence as provided in Section 149(6) of the Act and is eligible for appointment , be and hereby appointed as an Independent Director of the Company to hold office for five (5) consecutive years from the date of the appointment i.e. 24<sup>th</sup> August 2023 for the period upto 23<sup>rd</sup> August 2028."

"RESOLVED FURTHER THAT, any Director or Key Managerial Personnel of the company be and is hereby authorized to do all such acts, things and deeds that may be necessary in the matter."

**ITEM NO.5 TO APPROVE THE APPOINTMENT OF M/S PARESH THOTHAWALA & CO.,CHARTERED ACCOUNTANTS,AHMEDABAD AS A STATUTORY AUDITOR OF THE COMPANY TO FILL CASUAL VACANCY CAUSED DUE TO THE RESIGNATION AND ALSO APPROVE THE APPOINTMENT FOR A TERM OF 5(FIVE) CONSECUTIVE FINANCIAL YEARS, FROM THE CONCLUSION OF 18<sup>TH</sup> ANNUAL GENERAL MEETING OF THE COMPANY UNTIL THE CONCLUSION OF 23<sup>RD</sup> ANNUAL GENERAL MEETING OF THE COMPANY AND FIX THEIR REMUNERATION:**

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

"RESOLVED THAT pursuant to provisions of Section 139(8),141, 142 and other applicable provisions if any of the Companies Act, 2013 and rules thereof as amended from time to time or any other law for the time being in force, (including any statutory modification(s) or amendment thereto or re-enactment thereof), **M/S Pares Thothawala & CO.**, Chartered Accountants (**FRN: 114777W**), Ahmedabad, be and are hereby appointed as Statutory Auditors of the Company to fill the casual vacancy caused due to resignation of M/s. Parth P Shah & Co., Chartered Accountants (FRN.: 141540W), Ahmedabad and they shall hold office as Statutory Auditors of the Company until the conclusion of this 23rd Annual General Meeting at a remuneration as may be determined by the Board of Directors in consultation with the said Auditors."

FURTHER RESOLVED THAT pursuant to provisions of Section 139,142 and other applicable provisions of the Companies Act, 2013, if any, read with the Companies (Audit & Auditors) Rules, 2014, including any statutory enactment or modification thereof, **M/S Paresh Thothawala & CO.,** Chartered Accountants (**FRN: 0136876W**),, be and is hereby appointed as the Statutory Auditors of the Company for a period of 5 (Five) consecutive years and to hold the office from the conclusion of this Eighteenth Annual General Meeting until the conclusion of Twenty Third Annual General Meeting of the Company and on a remuneration as mutually agreed and reimbursement of actual expenses that may be incurred by the auditors in the performance of their duty as auditors of the Company.

FURTHER RESOLVED THAT any Director of the Company or Company Secretary, be and is hereby severally authorized to do all such acts, deeds, matters and things as it may in its absolute discretion deem necessary or desirable for such purpose to give effect to the aforesaid resolution.”

**“RESOLVED FURTHER THAT** the Board be and is hereby authorized to take all such steps as may be deemed necessary, proper or expedient to give effect to this resolution.”

**Date: 02/09/2023**

**Place: Ahmedabad**

<p><b>Registered Office:</b> Sigma 1 Corporate, Corporate House No. 6, Sindhu Bhavan Road, Nr. Mahan Party Plot Cross Road, Bodakdev, Ahmedabad- 380054.</p> <p>Tel: - +91-79-40086771-74;</p> <p>Web: - www.hecprojects.in; Email: - elect@hecproject.com</p>	<p>By order of the Board of Directors</p> <p><b>For, HEC Infra Projects Limited</b> <b>SD/-</b> <b>Khushi Bhatt</b> <b>(Company Secretary)</b> <b>M.No:A51011</b></p>
--	---

**NOTES:**

1. A member entitled to attend and vote is entitled to appoint a proxy to attend and vote instead of himself/herself and the proxy need not be a member. The instrument appointing the proxy, in order to be effective, must be deposited at the Company’s registered office, duly completed and signed, not less than forty-eight hours (48) hours before the meeting. Proxies submitted on behalf of limited companies, societies etc. must be supported by appropriate resolutions/authority, as applicable. A person can act as a proxy on behalf of Members not exceeding fifty (50) and holding in the aggregate not more than 10% of the total Share capital of the Company. In case a proxy is proposed to be appointed by a member holding more than 10% of the total share capital of the Company carrying voting rights, then such proxy shall not act as a proxy for any other person or shareholder.

2. Corporate members intending to send their authorized representatives to attend the Annual General meeting (AGM) pursuant to Section 113 of the Companies Act,2013 are requested to send a duly certified copy of the Board resolution together with their specimen

signatures authorizing their representative(s) to attend and vote on behalf at the AGM.

3. The Register of members and Share Transfer Books of the Company will remain close from **Thursday, September 23,2023 to Friday, September 29,2023**(both days inclusive).During the period beginning 24 hours before the time fixed for the commencement of meeting and ending with conclusion of the meeting, a member would be entitled to inspect the proxies lodged with the Company, at any time during the business hours of the Company, provided that not less than three(3) days of notice in writing is given to the company.

4. The Explanatory Statement pursuant to Section 102(1) of the Act, with respect to the Ordinary/ Special Business to be transacted at the meeting set out in the Notice is annexed hereto. Further, the Explanatory Statement relating to Ordinary Business and Special Business in Item No. 2 to 5 be transacted at the AGM is also annexed hereto. The relevant details as required under Regulations 36(3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations,2015 and Secretarial Standard on General meetings issued by The Institute of Company Secretaries of India as approved by the Central Government, of the persons seeking appointment/re- appointment as Directors, is also annexed to this notice.

5. Institutional shareholders/corporate shareholders (i.e., other than individuals, HUF's, NRI's, etc.) are required to send a scanned copy (PDF/JPG Format) of their respective Board or governing body Resolution/Authorization etc., authorizing their representative to attend and vote on their behalf at the meeting. The said Resolution/Authorization shall be sent on [cs@hecproject.com](mailto:cs@hecproject.com).

6. Pursuant to the provisions of Section 108 of the Act read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of the Listing Regulations and circulars issued by Ministry of Corporate affairs dated April 8,2020, April 13,2020 and May 5,2020, January 13,2021, December 8,2021 and December 14,2021 the Company is providing facility of remote e-voting to its Members in respect of the businesses to be transacted at the AGM. For this purpose, necessary arrangements have been made by the Company with National Securities Depository Limited (NSDL) to facilitate Remote e-Voting and e-Voting during AGM. The instructions for the process to be followed for Remote e-Voting and e-Voting during AGM is forming part of this Notice.

**Commencement of e-voting: From 9.00 a.m. on September 26,2023(Tuesday)**

**End of e-voting: Up to 5.00 p.m. on September 28,2023(Thursday)**

E-voting shall not be allowed beyond **September 28,2023**. During the E-voting period, the shareholders of the company, holding shares either in physical form or dematerialized form, as on the closing of business hours of the cutoff date, may cast their vote electronically. The cut-off date for eligibility for e-voting is **Friday, September 22,2023**.

7. In compliance with the aforesaid MCA Circulars and SEBI Circular dated May 12, 2020, Notice of the AGM along with the Annual Report 2022-23 is being sent only through electronic mode to those Members whose email addresses are registered with the Company/ Depositories. Members may note that the Notice and Annual Report 2022-23 will also be available on the Company's website [www.hecprojects.in](http://www.hecprojects.in), websites of the Stock Exchange



i.e., NSE Limited at [www.nseindia.com](http://www.nseindia.com). Shareholders who have not registered their e-mail address and in consequence the Annual Report, Notice of AGM and e- voting notice could not be serviced, may also temporarily provide their email address and mobile number to the Company's Registrar and Share Transfer Agent. Alternatively, member may send an e-mail request at the email id [cameo@cameoindia.com](mailto:cameo@cameoindia.com) along with scanned copy of the signed copy of the request letter providing the email address, mobile number, self-attested PAN copy and Client Master copy in case of electronic folio and copy of share certificate in case of physical folio for sending the Annual report, Notice of AGM and the e-voting instructions. Section 20 of the Companies Act, 2013 permits service of documents on Members by a Company through electronic mode.

8. Members who are holding shares in demat mode are requested to notify any change in their residential address, Bank A/c details and/ or email address immediately to their respective Depository Participants.

9. As per the provisions of Section 72 of the Act, the facility for making nomination is available for the Members in respect of the shares held by them. Members who have not yet registered their nomination are requested to register the same by submitting Form No. SH-13. The said form can be downloaded from the Company's website [www.hecprojects.in](http://www.hecprojects.in). Members are requested to submit the said details to their Depository Participant in case the shares are held by them in electronic form.

10. In case of joint holders, Members whose name appears as the first holder in the order of names as per the Register of Members of the Company will be entitled to vote at the AGM. For administrative convenience, an attempt would be made to consolidate multiple folios. Members who hold shares in identical names and in the same order of names in more than one folio are requested to write to the Company to consolidate their holdings in one folio.

11. Members desirous for any information or queries on accounts / financial statements or relating thereto are requested to send their queries at least seven days in advance to the Company at its registered office address to enable the Company to collect the relevant information and answer them in the Meeting.

12. The relevant details pursuant to regulation 36(3) of the SEBI Listing Regulations and Secretarial Standard on General meetings issued by the Institute of Company Secretaries of India, in respect of the Director seeking re-appointment at this AGM is annexed with the notice.

13. All the Shareholders of the Company are holding Shares in Demat mode, and none of the Shareholders are having Shares in Physical Mode. Bifurcation of holding of Shares in Depositories as on March 31, 2023 is forming part of this report. Members are requested to bring their attendance slips duly completed and signed mentioning therein details of their DP ID and Client ID/Folio No. Members are also requested to kindly carry their own soft copy of the Annual report as no physical copy of Annual report would be made available at the Annual General meeting and are requested to quote their Folio numbers in all correspondences. The Notice of AGM along with Annual Report for the financial year 2022-23, is available on the website of the Company at [www.hecprojects.in](http://www.hecprojects.in), on the websites of the

Stock Exchange i.e., National Stock Exchange of India Limited at [www.nseindia.com](http://www.nseindia.com), and on the website of National Securities Depository Limited (NSDL) at [www.evoting.nsdl.com](http://www.evoting.nsdl.com).

14. All documents referred to in the notice and the explanatory statement requiring the approval of the Members at the meeting and other statutory registers shall be available for inspection by the Members at the Registered Office of the Company during office hours on all working days between 10:00 a.m. to 5:00 p.m. from the date of hereof up to the date of the Annual General Meeting.

15. SEBI has mandated the submission of Permanent Account Number (PAN) for participating in the securities market deletion of name of deceased holder, transmission/transposition of shares. Members are requested to submit the PAN details to their Depository Participant (DP) in case of the holdings in dematerialization form or to Cameo Corporate Services Limited.

16. Shri. Alkesh Jalan, Practicing Company Secretary, (Membership No.: F10620 and CP No.: 4580) has been appointed as the Scrutinizer to scrutinize the e-voting process in a fair and transparent manner. Based on the Scrutinizer report, the company shall submit within 2 working days of the conclusion of AGM, to the Stock Exchanges, details of the voting results as required under Regulation 44(3) of the Listing regulations. The Chairman shall forthwith on receipt of the Scrutinizer's Report, declare the result of the voting. The Results declared, along with the Scrutinizer's Report, shall be placed on the Company's website [www.hecprojects.in](http://www.hecprojects.in) and on the website of NSDL immediately after their declaration, and communicated to the Stock Exchanges where the shares of the Company are listed, viz. NSE Ltd.

17. Route map and prominent land mark for easy location of venue of the AGM is provided at the end of the Notice.

## INSTRUCTIONS FOR REMOTE E-VOTING AND E-VOTING DURING

Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 (as amended), and MCA Circulars dated April 08, 2020, April 13, 2020 and May 05, 2020 the Company is providing facility of remote e-voting to its Members in respect of the business to be transacted at the AGM. For this purpose, the Company has entered into an agreement with National Securities Depository Limited (NSDL) for facilitating voting through electronic means, as the authorized e-Voting's agency. The facility of casting votes by a member using remote e-voting as well as the e-voting system on the date of the EGM/AGM will be provided by NSDL. The remote e-voting period begins on **September 26, 2023 at 09:00 A.M.** and ends on **September 28, 2023 at 05:00 P.M.** The remote e-voting module shall be disabled by NSDL for voting thereafter. The Members, whose names appear in the Register of Members / Beneficial Owners as on the record date (**cut-off date**) i.e., **September 22, 2023** may cast their vote electronically. The voting right of shareholders shall be in proportion to their share in the paid-up equity share capital of the Company as on the cut-off date, being **September 22, 2023**.

### **How do I vote electronically using NSDL e-Voting system?**





*The way to vote electronically on NSDL e-Voting system consists of "Two Steps" which are mentioned below:*

#### **Step 1: Access to NSDL e-Voting system**

##### **A) Login method for e-Voting for Individual shareholders holding securities in demat mode**

In terms of SEBI circular dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email Id in their demat accounts in order to access e-Voting facility.

Login method for Individual shareholders holding securities in demat mode is given below:

Type of shareholders	Login Method
<p>Individual Shareholders holding securities in demat mode with NSDL.</p>	<p>Existing <b>IDeAS</b> user can visit the e-Services website of NSDL Viz. <a href="https://eservices.nsdl.com">https://eservices.nsdl.com</a> either on a Personal Computer or on a mobile. On the e-Services home page click on the “<b>Beneficial Owner</b>” icon under “<b>Login</b>” which is available under ‘<b>IDeAS</b>’ section , this will prompt you to enter your existing User ID and Password. After successful authentication, you will be able to see e-Voting services under Value added services. Click on “<b>Access to e-Voting</b>” under e-Voting services and you will be able to see e-Voting page. Click on company name or <b>e-Voting service provider i.e. NSDL</b> and you will be re-directed to e-Voting website of NSDL for casting your vote during the remote e-Voting period If you are not registered for IDeAS e-Services, option to register is available at <a href="https://eservices.nsdl.com">https://eservices.nsdl.com</a>. Select “<b>Register Online for IDeAS Portal</b>” or click at <a href="https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp">https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp</a></p> <p>Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <a href="https://www.evoting.nsdl.com/">https://www.evoting.nsdl.com/</a> either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholder/Member’ section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or <b>e-Voting service provider i.e. NSDL</b> and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period.</p> <p>Shareholders/Members can also download NSDL Mobile App “<b>NSDL Speede</b>” facility by scanning the QR code mentioned below for seamless voting experience.</p> <p><b>NSDL Mobile App is available on</b></p> <p> App Store       Google Play</p> <div style="display: flex; justify-content: space-around; align-items: center;">   </div>

<p>Individual Shareholders holding securities in demat mode with CDSL</p>	<p>Users who have opted for CDSL Easi / Easiest facility, can login through their existing user id and password. Option will be made available to reach e-Voting page without any further authentication. The users to login Easi / Easiest are requested to visit CDSL website <a href="http://www.cdslindia.com">www.cdslindia.com</a> and click on login icon &amp; New System Myeasi Tab and then user your existing my easi username &amp; password.</p> <p>After successful login the Easi / Easiest user will be able to see the e-Voting option for eligible companies where the evoting is in progress as per the information provided by company. On clicking the evoting option, the user will be able to see e-Voting page of the e-Voting service provider for casting your vote during the remote e-Voting period. Additionally, there is also links provided to access the system of all e-Voting Service Providers, so that the user can visit the e-Voting service providers' website directly.</p> <p>If the user is not registered for Easi/Easiest, option to register is available at CDSL website <a href="http://www.cdslindia.com">www.cdslindia.com</a> and click on login &amp; New System Myeasi Tab and then click on registration option.</p> <p>Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN No. from a e-Voting link available on <a href="http://www.cdslindia.com">www.cdslindia.com</a> home page. The system will authenticate the user by sending OTP on registered Mobile &amp; Email as recorded in the Demat Account. After successful authentication, user will be able to see the e-Voting option where the evoting is in progress and also able to directly access the system of all e-Voting Service Providers.</p>
<p>Individual Shareholders (holding securities in demat mode) login through their depository participants</p>	<p>You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. upon logging in, you will be able to see e-Voting option. Click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider i.e. NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period.</p>

**Important note:** Members who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at abovementioned website.

**Helpdesk for Individual Shareholders holding securities in demat mode for any technical issues related to login through Depository i.e. NSDL and CDSL.**

<b>Login type</b>	<b>Helpdesk details</b>
Individual Shareholders holding securities in demat mode with NSDL	Members facing any technical issue in login can contact NSDL helpdesk by sending a request at <a href="mailto:evoting@nsdl.co.in">evoting@nsdl.co.in</a> or call at 022 - 4886 7000 and 022 - 2499 7000
Individual Shareholders holding securities in demat mode with CDSL	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at <a href="mailto:helpdesk.evoting@cdslindia.com">helpdesk.evoting@cdslindia.com</a> or contact at toll free no. 1800 22 55 33

**B) Login Method for e-Voting for shareholders other than Individual shareholders holding securities in demat mode and shareholders holding securities in physical mode.**

**How to Log-in to NSDL e-Voting website?**

1. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <https://www.evoting.nsdl.com/> either on a Personal Computer or on a mobile.
2. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder/Member' section.
3. A new screen will open. You will have to enter your User ID, your Password/OTP and a Verification Code as shown on the screen.

*Alternatively, if you are registered for NSDL eservices i.e. IDEAS, you can log-in at <https://eservices.nsdl.com/> with your existing IDEAS login. Once you log-in to NSDL eservices after using your log-in credentials, click on e-Voting and you can proceed to Step 2 i.e. Cast your vote electronically.*

4. Your User ID details are given below :

<b>Manner of holding shares i.e. Demat (NSDL or CDSL) or Physical</b>	<b>Your User ID is:</b>
a) For Members who hold shares in demat account with NSDL.	8 Character DP ID followed by 8 Digit Client ID  For example if your DP ID is IN300*** and Client ID is 12***** then your user ID is IN300***12*****.
b) For Members who hold shares in demat account with CDSL.	16 Digit Beneficiary ID  For example if your Beneficiary ID is 12***** then your user ID is
c) For Members holding shares in Physical Form.	EVEN Number followed by Folio Number registered with the company  For example if folio number is 001*** and EVEN is 101456 then user ID is 101456001***

5. Password details for shareholders other than Individual shareholders are given below:

A) If you are already registered for e-Voting, then you can use your existing password to login and cast your vote.

B) If you are using NSDL e-Voting system for the first time, you will need to retrieve the 'initial password' which was communicated to you. Once you retrieve your 'initial password', you need to enter the 'initial password' and the system will force you to change your password.

C) How to retrieve your 'initial password'?

i) If your email ID is registered in your demat account or with the company, your 'initial password' is communicated to you on your email ID. Trace the email sent to you from NSDL from your mailbox. Open the email and open the attachment i.e. a .pdf file. Open the .pdf file. The password to open the .pdf file is your 8 digit client ID for NSDL account, last 8 digits of client ID for CDSL account or folio number for shares held in physical form. The .pdf file contains your 'User ID' and your 'initial password'.

ii) If your email ID is not registered, please follow steps mentioned below in **process for those shareholders whose email ids are not registered.**

6. If you are unable to retrieve or have not received the "Initial password" or have forgotten your password:

A) Click on "**Forgot User Details/Password?**" (If you are holding shares in your demat account with NSDL or CDSL) option available on [www.evoting.nsdl.com](http://www.evoting.nsdl.com).

B) **Physical User Reset Password?**" (If you are holding shares in physical mode) option available on [www.evoting.nsdl.com](http://www.evoting.nsdl.com).

C) If you are still unable to get the password by aforesaid two options, you can send a request at [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in) mentioning your demat account number/folio number, your PAN, your name and your registered address etc.

D) Members can also use the OTP (One Time Password) based login for casting the votes on the e-Voting system of NSDL.

7. After entering your password, tick on Agree to "Terms and Conditions" by selecting on the check box.

8. Now, you will have to click on "Login" button.

9. After you click on the "Login" button, Home page of e-Voting will open.

**Step 2: Cast your vote electronically on NSDL e-Voting system.**

**How to cast your vote electronically on NSDL e-Voting system?**

After successful login at Step 1, you will be able to see all the companies "**EVEN**" in which you are holding shares and whose voting cycle is in active status.

Select "125648" of company for which you wish to cast your vote during the remote e-Voting period.

Now you are ready for e-Voting as the Voting page opens.

Cast your vote by selecting appropriate options i.e. assent or dissent, verify/modify the number of shares for which you wish to cast your vote and click on "Submit" and also "Confirm" when prompted.

Upon confirmation, the message "Vote cast successfully" will be displayed.

You can also take the printout of the votes cast by you by clicking on the print option on the confirmation page.



**PROCESS FOR THOSE SHAREHOLDERS WHOSE EMAIL IDS ARE NOT REGISTERED WITH THE DEPOSITORIES FOR PROCURING USER ID AND PASSWORD AND REGISTRATION OF EMAIL IDS FOR E-VOTING FOR RESOLUTIONS SET OUT IN THIS NOTICE:**

1. In case shares are held in physical mode please provide Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self-attested scanned copy of PAN card), AADHAR (self-attested scanned copy of Aadhar Card) by email to [cs@hecproject.com](mailto:cs@hecproject.com).
2. In case shares are held in demat mode, please provide DPID-CLID (16-digit DPID + CLID or 16-digit beneficiary ID), Name, client master or copy of Consolidated Account statement, PAN (self-attested scanned copy of PAN card), AADHAR (self-attested scanned copy of Aadhar Card) to [cs@hecproject.com](mailto:cs@hecproject.com). If you are an Individual shareholder holding securities in demat mode, you are requested to refer to the login method explained at step 1 (A) i.e., Login method for e-Voting and joining virtual meeting for Individual shareholders holding securities in demat mode.
3. Alternatively shareholder/members may send a request to [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in) for procuring user id and password for e-voting by providing above mentioned documents.
4. In terms of SEBI circular dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are required to update their mobile number and email ID correctly in their demat account in order to access e-Voting facility.

**THE INSTRUCTIONS FOR MEMBERS FOR E-VOTING ON THE DAY OF THE AGM ARE AS UNDER:**

- The procedure for e-Voting on the day of the AGM is same as the instructions mentioned above for remote e-voting.
- Only those Members/ shareholders, who will be present in the AGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system in the AGM.
- Members who have voted through Remote e-Voting will be eligible to attend the AGM. However, they will not be eligible to vote at the AGM.
- In case of any queries, you may refer the Frequently Asked Questions (FAQs) for Shareholders and e-voting user manual for Shareholders available at the download section of [www.evoting.nsdl.com](http://www.evoting.nsdl.com) or call on toll free no.: 1800 1020 990 and 1800 22 44 30 or send a request to Pratik Bhatt (Tel No.: 022-24994738) at [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in)
- The details of the person who may be contacted for any grievances connected with the facility for e-voting on the day of the AGM shall be the same person mentioned for remote e-voting.

**GENERAL GUIDELINES FOR THE SHAREHOLDERS**

1. Institutional shareholders (i.e., other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution/ Authority letter etc. with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer by e-mail to [jalankesh@gmail.com](mailto:jalankesh@gmail.com) <Please mention the e-mail ID of Scrutinizer> with a copy marked to [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in). Institutional shareholders (i.e., other than individuals, HUF, NRI etc.) can also upload their Board Resolution / Power of Attorney / Authority Letter etc. by clicking on "Upload Board Resolution / Authority Letter" displayed under "e-Voting" tab in their login.
2. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential. Login to the e-voting website will be disabled upon five unsuccessful attempts to key in the correct password. In such an event, you will need to go through the "Forgot User Details/Password?" or "Physical User Reset Password" option available on [www.evoting.nsdl.com](http://www.evoting.nsdl.com) to reset the password.
3. In case of any queries, you may refer the Frequently Asked Questions (FAQs) for Shareholders and e-voting user manual for Shareholders available at the download section of [www.evoting.nsdl.com](http://www.evoting.nsdl.com) or call on toll free no.: 1800 1020 990 and 1800 22 44 30 or send a request to [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in).

**Date: 02/09/2023****Place: Ahmedabad**

<p><b>Registered Office:</b> Sigma 1 Corporate, Corporate House No. 6, Sindhu Bhavan Road, Nr. Mahan Party Plot Cross Road, Bodakdev, Ahmedabad- 380054.</p> <p>Tel: - +91-79-40086771-74; Web: - <a href="http://www.hecprojects.in">www.hecprojects.in</a>; Email: - <a href="mailto:elect@hecproject.com">elect@hecproject.com</a></p>	<p>By order of the Board of Directors</p> <p><b>For, HEC Infra Projects Limited</b> <b>SD/-</b> <b>Khushi Bhatt</b> <b>(Company Secretary)</b> <b>M.No.:A51011</b></p>
---	--

**ANNEXURE TO THE NOTICE DETAILS OF DIRECTORS SEEKING RE-APPOINTMENT AT THE 18<sup>TH</sup> ANNUAL GENERAL MEETING [PURSUANT TO REGULATION 36(3) OF THE SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015]**

Name of Director	Mrs. Rupal Gaurang Shah	Mr. Rahul Gaurang Shah	Mrs.Raina Singh
Director Identification Number (DIN)	01756092	06862697	09637543
Date of Birth	18/11/1965	13/11/1992	22/06/1991
Date of First Appointment	06/10/2005	25/06/2021	24/08/2023
Qualification	M.Com	Master in Construction Management	Company Secretary
Nature of Expertise	She is having 33 years of experience in accounts, finance and administration department of the company. She also actively takes part in decision making process related to our operations and provides useful inputs for formulation of various strategies.	He is having an experience of working as site engineer and Quality Engineer for Quality Control. He is having an expertise in the Construction field.	She is a qualified Member of Institute of Company Secretaries of India. She has good knowledge of Company Law including matters pertaining to Secretarial, accounts and listing Regulations.
Shareholding in the Company as on March 31,2022	1217000 Equity Shares of Rs. 10/- each (12.00%)	11590 Equity Shares of Rs. 10/- each (0.11%)	--
Directorship in other Company	-Highvolt Power and Control Systems Private Limited	-Paras Engen India Private Limited -Brainscape Solutions Private Limited -Kalp Agritech Private Limited (w.e.f 25.06.2022)	-Independent Director in Air Control chemical and Engineering Company Limited -Independent Director in Aprameya Engineering Limited
Chairman/ Member of Committee in other Public Companies	Nil	Nil	-Chairperson of Audit committee of Air Control Chemical and Engineering Company Limited -Chairperson of CSR committee of Air Control Chemical and Engineering Company Limited -Member of Nomination and Remuneration committee of Aprameya Engineering Limited
Relationship with Other Director	Mr. Gaurang Shah (Spouse) and Mr.Rahul Gaurang Shah(Son)	Mr. Gaurang Parmanand Shah (Father) and Mrs. Rupal Gaurang Shah (Mother)	Not Applicable

**Explanatory statement pursuant to section 102 of Companies Act 2013****ITEM NO.4 TO REGULARIZE Mrs.Raina Singh(DIN:09637543) AS THE DIRECTOR OF THE COMPANY DESIGNATED AS NON-EXECUTIVE DIRECTOR:**

The Board of Directors of the company had appointed **Mrs.Raina Singh(DIN:09637543)** as an Additional (Non-Executive) Director of the Company with effect from August 24,2023. Pursuant to the provisions of Section 161(1), Regulation 17 (1C) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Section 149 of the Companies Act, 2013 and the Articles of Association and is eligible for appointment. The Company has received a notice in writing under Section 160 of the Act from a Member of the Company proposing Mr., as a candidate for the office of a Director. The brief profile is as below:

Sr.No.	Particulars	Details
1.	Age	32 years
2.	Date of Birth	22/06/1991
3.	Qualification	Company Secretary-Member of ICSI Bachelors of Commerce
4.	Experience	She has experience in field of Corporate laws namely Companies Act,2013,Income tax and Accounting matters and Secretarial matters of more than 4 years
5.	Terms and Conditions of Appointment	As per the provisions of Companies Act,2013
6.	Remuneration sought to be paid	Presently Nil. However Board reserves the right to pay Sitting fees within the limits prescribed under the Companies Act, 2013
7.	Date of first appointment on the Board	August 24,2023
8.	Details of shareholding in the company	Nil
9.	Details of relationship with other Directors, Managers and Key managerial personnel	Not Applicable
10.	Number of Board meeting attended during the financial year	Not Applicable
11.	Details of Directorship in other companies	-Independent Director in Air Control Chemical and Engineering Company Limited -Independent Director in Aprameya Engineering Limited
12.	Membership/Chairmanship of Committees of other Company's Board	-Chairperson of Audit Committee of Air Control Chemical and Engineering Company Limited - Chairperson of CSR Committee of Air Control Chemical and Engineering Company Limited -Member of Nomination and Remuneration Committee of Aprameya Engineering Limited

None of Directors, Key Managerial Personnel of the Company or their relatives, except Mrs. Raina Singh to whom the resolution relates, is interested or concerned in the aforesaid resolution.

**ITEM NO.5 TO APPROVE THE APPOINTMENT OF M/S PARESH THOTHAWALA & CO.,CHARTERED ACCOUNTANTS,AHMEDABAD AS A STATUTORY AUDITOR OF THE COMPANY TO FILL CASUAL VACANCY CAUSED DUE TO THE RESIGNATION AND ALSO APPROVE THE APPOINTMENT FOR A TERM OF 5(FIVE) CONSECUTIVE FINANCIAL YEARS, FROM THE CONCLUSION OF 18<sup>TH</sup> ANNUAL GENERAL MEETING OF THE COMPANY UNTIL THE CONCLUSION OF 23<sup>RD</sup> ANNUAL GENERAL MEETING OF THE COMPANY AND FIX THEIR REMUNERATION**

Since the previous Statutory Auditors M/s. Parth P Shah & Co., Chartered Accountants have resigned as Statutory Auditors of the Company which has caused casual vacancy. To fill such casual vacancy, the Board of Directors of the Company, has proposed M/s. Paresh Thothawala & Co., Chartered Accountants, (Firm Registration No. 114777W) as the Statutory Auditors of the Company upto the Eighteenth Annual General Meeting of the Company and thereafter for 5 (five) consecutive Financial Years. The Company has also received consent and eligibility letter to act as the Statutory Auditors of the Company, in accordance with the provisions of Section 139 and Section 141 of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014.

**Additional information about Statutory Auditors pursuant to Regulation 36(5) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 are provided below:-**

About M/s. Paresh Thothawala & Co., Chartered Accountants, Ahmedabad.

**Term of Appointment:** Appointment of M/s. Paresh Thothawala Co., Chartered Accountants, Ahmedabad (Firm Registration No. 114777W), as the Statutory Auditors of the Company for a period of five years from the conclusion of this AGM till the conclusion of the 23<sup>rd</sup> AGM.

**Proposed Audit fees payable to Auditor and material change in fee payable:**

Remuneration as may be determined by the Audit Committee in consultation with the Auditors, in addition to reimbursement of all out-of-pocket expenses as may be incurred in connection with the audit of the accounts of the Company. There will not be any material change in fee payable as compared to previous auditors.

**Basis of recommendation and Auditor Credentials:** M/s. Paresh Thothawala & Co., Chartered Accountants, Ahmedabad (Firm Registration No. 114777W) is the Partnership firm. CA Paresh Thothawala is a Fellow Chartered Accountant, CWA, diploma in Information System audit, have passed Insolvency exams conducted by IBC & Bachelorette in Commerce. CA Paresh Thothawala holds 30 Years of experience in various domains such as Statutory Audit, Internal Audit, Taxation, Company Law Compliances, Concurrent Audit, Stock Audit, and Statutory Bank Branch Audit.

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

The Board recommends the Ordinary Resolution for approval by the shareholders.

**Date: 02/09/2023**

**Place: Ahmedabad**

<p><b>Registered Office:</b> Sigma 1 Corporate, Corporate House No. 6, Sindhu Bhavan Road, Nr. Mahan Party Plot Cross Road, Bodakdev, Ahmedabad- 380054.</p> <p>Tel: - +91-79-40086771-74; Web: - www.hecprojects.in; Email: - elect@hecproject.com</p>	<p>By order of the Board of Directors</p> <p><b>For, HEC Infra Projects Limited</b> <b>SD/-</b> <b>Khushi Bhatt</b> <b>(Company Secretary)</b> <b>M.No:A51011</b></p>
---	---

# DIRECTORS REPORT

To  
The Members of  
**HEC Infra Projects Limited**

The Board of Directors of **HEC Infra Projects Limited** [(“the Company”) feel amiable in presenting **18th Annual Report** of the Company covering the highlights of the finances, business, and operations of your Company. Also included herein are the Audited Financial Statements of the Company (standalone) prepared in compliance with Ind AS accounting standards, for the financial year ended March 31, 2023.

## **1. FINANCIAL PERFORMANCE:**

The Company’s financial performance for the year under review along with previous year figures is given hereunder:  
(₹in Lakhs Except per Share data)

Particulars	March 31,2023	March 31,2022
Revenue from Operations	5173.39	4372.48
Other Income	134.20	75.05
<b>Total Revenue</b>	<b>5307.59</b>	<b>4447.53</b>
Profit before Interest, Depreciation , Extraordinary items & tax expense	465.02	338.95
Less: Interest	322.68	259.67
Depreciation	22.04	23.50
Extraordinary Items	00	00
Profit before Exceptional item & tax	120.30	55.78
Exceptional Item	00	00
<b>Profit before Tax</b>	<b>120.30</b>	<b>55.78</b>
Current Tax	38.50	15.00
Deferred Tax	0.23	(0.43)
Taxation in respect of earlier year	2.74	(10.24)
<b>Net Profit after tax</b>	<b>78.83</b>	<b>51.45</b>
Other comprehensive income	00	00
<b>EPS: Basic</b>	<b>0.78</b>	<b>0.51</b>
<b>Diluted</b>	<b>0.78</b>	<b>0.51</b>

Note: Previous year's figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification / disclosure. The financial statements for the financial year 2022-23 of the company are prepared in accordance with relevant Indian Accounting Standards(Ind-AS) issued by the Institute of Chartered Accountants of India and form part of this Annual Report as notified by the Companies Act,2013 read with Companies (Accounts) Rules,2014 and other relevant provisions of the Act and Securities and Exchange Board of India(Listing Obligations and Disclosure Requirements)Regulations,2015 (“The SEBI Listing Regulations”).

## **2. STATE OF AFFAIRS /COMPANY’S PERFORMANCE:**

The Company has earned revenue from operation of ₹ 5173.39 Lacs during the year ended on March 31,2023 as against ₹ 4372.48 Lacs earned during the previous year ended on March 31,2022 with the increase of 18.31%. The Company has also earned other income of ₹ 134.20 Lacs during the year ended on March 31,2023 as against ₹ 75.05 Lacs earned during the previous year March 31,2022 with the increase of 78.81%.

The Company earned Profit Before Tax (PBT) of ₹ 120.30 Lacs and Profit After Tax (PAT) of ₹ 78.83 Lacs during the year ended on March 31, 2023 as compared to previous year ended on March 31, 2022 of ₹ 55.78 Lacs and ₹ 51.45 Lacs showing rise of 115.67% and 53.21% respectively. During the year under review, there has been no change in the nature of the business of the Company which has an impact on the affairs of the company.

## **3. TRANSFER TO RESERVES AND SURPLUS:**

During the year under review, the company has transferred Rs. 78.83 lakhs to the General Reserve account during the financial year ended March 31,2023.

**4. DIVIDEND:**

In order to conserve the reserve and due to economic slowdown and the difficulties arising due to coronavirus your directors is of the opinion that it is prudent to not recommend any dividend for the financial year ended March 31,2023. Since there was no unpaid/unclaimed dividend during the year under review, the Company is not required to transfer any amount to the Investor education and protection fund(IEPF) as required under the provision of Section 125 of the Companies Act,2013. There was no amount liable or due to be transferred to Investor Education and Protection func(IEPF) during the financial year ended March 31,2023.

**5. CHANGE IN THE NATURE OF BUSINESS:**

During the year under review, there has been no change in the nature of business of the Company.

**6. MATERIAL CHANGES AND COMMITMENTS AFFECTING THE FINANCIAL POSITION OF THE COMPANY:**

During the financial year 2022-23 under review, there are no such material changes and commitments affecting the financial position of the Company, which has occurred between the end of the financial year 2022-23 to which the financial statements relate and the date of this report. The company will continue to closely monitor any material changes to future economic conditions.

There is no occasion whereby the Company has either revised or required to revise the Financial statement or the Board's report of the Company for any period prior to Financial year 2022-23. Hence, no specific details are required to be given or provided.

**7. SHARE CAPITAL STRUCTURE:**

During the financial year 2022-23 under review, the Issued, Subscribed and Paid-up Equity Share Capital of the Company stands increase to Rs. 10,13,81,600/- divided in to 1,01,38,160 Ordinary Shares of Rs. 10/- each.

**8. CREDIT RATING :**

During the Financial year 2022-23 under review, the Company has neither issued nor required to obtain credit rating of its securities. As such, no specific details are required to be given or provided.

**9. DISCLOSURE REGARDING SHARES:**

The Company has not issued any Sweat Equity, Bonus Shares, ESOPS, equity shares with differential rights and also not bought back any of its securities during the year under review.

**10.MATTERS RELATED TO DIRECTORS AND KEY MANAGERIAL PERSONNEL:**

As on March 31,2023, The Board of Directors comprises of six(6) directors which include three(3) executive directors, three(3) Independent Directors. The overall composition of Board of Directors include one women director. As on the date of this report, the Board of the company constitutes of the following Directors:

Name of Directors	Category & Designation
Mr. Gaurang Parmanand Shah	Managing Director
Mrs. Rupal Gaurang Shah	Executive Director
Mr. Rahul Gaurang Shah	Executive Director
Mr. Asit Ramniklal Shah	Non-Executive Independent Director
Mr. Nipam Chandrakant Shah	Non-Executive Independent Director
Mr. Yogesh Popatlal Shah	Non-Executive Independent Director

No appointment or resignation of Directors and Key Managerial Personnel during the year.

Further during the year under review and pursuant to the applicable provisions of the Companies Act,2013, the Board of Directors of the company on recommendation of the Nomination and Remuneration committee of the Board consented to re-appoint Mrs. Rupal Gaurang Shah (DIN: 01756092) and also to re-appoint Mr. Rahul Shah (DIN: 06862697) who retires by rotation and being eligible so offered for re-appointment. A brief resume and other details of the above directors seeking re-appointment are provided in the Notice of Annual General meeting. Further on April 24,2023 Mr. Asit Ramniklal Shah (DIN:05285162) and Mr. Nipam Chandrakant Shah (DIN:08808329) stepped down from the position of Non-Executive Independent Director and Mrs. Neetu Jalan(08719470) and Mrs. Dipika Soni(DIN:08846908) were appointed in the board meeting held on April 24,2023 and the same were regularized in the Extraordinary General meeting held by the company on July 24,2023. Whereas, Mrs.Raina Singh(DIN:09637543) was appointed as the Additional Director (Independent) w.e.f August 24,2023 and Mr. Yogesh Shah(DIN:06971596) resigned on August 24,2023.

During the year under review, there was no change in the Key Managerial Personnel (KMP) of the Company. In accordance with the provisions, as on March 31,2023 following are the Key Managerial Personnel of the Company:

Mr. Gaurang Parmanand Shah-Managing Director

Mr. Pannalal Surti-Chief Financial Officer

Ms. Khushi Bhatt-Company Secretary

#### **11. DECLARATION ON INDEPENDENCE GIVEN BY INDEPENDENT DIRECTORS:**

The Independent directors of the company have given declarations that they meet the criteria of the independence as laid down under Section 149(6) of the Act and Regulation 16(1)(b) of the Listing regulations. None of the Directors of the Company are disqualified for being appointed as Directors as specified in Section 164(2) of the Act and Rule 14(1) of the Companies (Appointment and Qualification of Directors) Rules, 2014. All the Independent Directors have been registered and are members of the Independent Directors Databank maintained by Indian Institute of Corporate Affairs.

Out of 3 Independent directors, two has passed the Online Proficiency Self assessment test conducted by Indian Institute of Corporate Affairs (IICA).

The Independent Directors are fully kept informed of the Company's business activities. A separate meeting of Independent Directors were held on February 04,2023. All the Independent directors were present in the meeting.

#### **12. MEETINGS OF THE BOARD OF DIRECTORS:**

The Board of Directors of the company have met 06 (six) times during the year viz (1)28<sup>th</sup> May 2022,(2) 12<sup>th</sup> August 2022,(3) 2<sup>nd</sup> September 2022,(4) 10<sup>th</sup> November 2022,(5) 4<sup>th</sup> February 2023 and (6) 11<sup>th</sup> February 2023. The details of the Board meetings are provided in the Corporate Governance report forming part of this Annual report.

#### **13.COMMITTEES OF THE BOARD:**

The Board has established the following committees:

1. Audit committee
2. Nomination and remuneration committee
3. Stakeholders relationship committee

The compositions of the committees as on March 31,2023 are as detailed below:

Sr.No.	Name of committee members	Audit committee	Nomination & remuneration committee	Stakeholders relationship committee
1.	Mr. Yogesh P. Shah	Chairman	Chairman	Member
2.	Mr. Asit R. Shah	Member	Member	Chairman
3.	Mr. Nipam C. Shah	Member	Member	Member
4.	Mr. Gaurang P. Shah	--	--	Member

The detailed disclosures of all the committees of the Board of Directors are provided in the Corporate Governance report forming part of this Annual report.

As Mr. Asit R Shah and Mr. Nipam C Shah stepped down from being the Non-Executive Independent Directors , Ms. Neetu Jalan and Mrs. Dipika Soni were appointed and resultantly the composition of committees were reconstituted the details wef April 24,2023 are as under:

Sr.No.	Name of committee members	Audit committee	Nomination & remuneration committee	Stakeholders relationship committee
1.	Mrs. Dipika P Soni	Chairperson	Chairperson	Chairperson
2.	Mr. Yogesh P Shah	Member	Member	Member
3.	Mr. Gaurang P. Shah	Member	--	Member
4.	Ms.Neetu Jalan	--	Member	--



With the cessation of Mr. Yogesh Shah from the position of Independent director with effect from August 24,2023, the committee had reconstituted which is as follows:

Sr.No.	Name of committee members	Audit committee	Nomination & remuneration committee	Stakeholders relationship committee
1.	Mrs. Dipika P Soni	Chairperson	Chairperson	Chairperson
2.	Mrs. Raina Singh	Member	Member	Member
3.	Mr. Gaurang P. Shah	Member	--	Member
4.	Ms. Neetu Jalan	--	Member	--

There is no occasion wherein the Board of Directors of the company has not accepted any recommendations of the Audit committee of the company during the financial year 2022-23. As such, no specific details are required to be given or provided.

#### **14. FAMILIARIZATION PROGRAMME FOR INDEPENDENT DIRECTORS:**

All Independent Directors are familiarized with the operation and functioning of the Company. The details of the familiarization program are provided in the Corporate Governance Report and the same is also available on the website of the company [https://hecprojects.in/wp-content/uploads/2023/06/Familiarization-Programme\\_IDS-2022-23.pdf](https://hecprojects.in/wp-content/uploads/2023/06/Familiarization-Programme_IDS-2022-23.pdf)

#### **15. ANNUAL PERFORMANCE EVALUATION:**

The Company has in place a criteria for performance evaluation of Independent Directors, Board, Committees and other individual Directors which include performance evaluation of the non-executive directors and executive directors.

Pursuant to the provisions of Section 134(3)(p), 149 (8) and Schedule IV of the Companies Act, 2013 and Regulation 17 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Board of Directors of the Company is committed to get its performance evaluated in order to identify its strengths and areas in which it may improve its functioning. In terms of the framework of the Board Performance evaluation, the Nomination and Remuneration committee and the Board of Directors have carried out an annual performance evaluation of the performance of its own performance, Committee and Individual Directors.

The evaluation of the Board, Committees, Directors and Chairman of the Board was conducted based on the evaluation parameters such as Board composition and structure, effectiveness of the Board, participation at the meetings, awareness, observance of governance and quality of contribution etc..

#### **16. APPOINTMENT AND REMUNERATION POLICY:**

Pursuant to provisions of Section 178 of the Companies Act,2013 and Regulation 19 of listing Regulations and on the recommendation of the Nomination and Remuneration Committee, the Board has adopted a policy for selection, appointment and remuneration of Directors and Key Managerial Personnel.

The detailed features of Remuneration Policy are stated in the Report on Corporate Governance forming part of this Annual Report.

#### **17. PARTICULARS OF EMPLOYEES:**

During the year under review, there was no employee who has drawn remuneration in excess of the limits set out under Section 197 (12) of the Companies Act, 2013 read with Rule 5 (2) and 5 (3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

Disclosure pertaining to Remuneration and other details as required under Section 197 (12) of the Act read with Rule 5 of the Companies (Appointment and Remuneration of Managerial personnel) Rule, 2014 is attached as **Annexure- I**.

#### **18. DIRECTOR'S RESPONSIBILITY STATEMENT:**

During the year under review, the audited financial statements of the Company for the year under review are in conformity with the requirements of the Act read with the rules made thereunder and the Accounting Standards. To the best of the knowledge and ability, the Board of Directors makes the following statements in terms of Section 134 (5) of the Companies Act, 2013:

- in the preparation of the annual accounts for the financial year ended March 31,2023, the applicable accounting standards have been followed and there are no material departures from the same;
- they have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at March 31,2023 and of the Profit & Loss of the Company for financial year ended March 31,2023;
- they have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;

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

#### **19. SUBSIDIARY, ASSOCIATE AND JOINT VENTURE:**

During the year under review, no company has become or ceased to be subsidiary, joint venture or associate of the Company.

#### **20. DEPOSITS:**

During the year under review, the Company has not accepted any deposit within the meaning of Section 73 and 74 of the Companies Act, 2013 read with the companies (Acceptance of Deposits) Rules, 2014.

Pursuant to Rule 2 (1) ( c ) ( viii ) of Companies ( Acceptance of Deposit ) Rules, 2014 an aggregate amount of deposit taken from the Directors is ₹ 1875.88 Lac.

The Directors have given a declaration stating that the amount deposited is out of own funds and not by way of borrowings from others.

#### **21. PARTICULARS OF LOANS GIVEN, INVESTMENTS MADE, GUARANTEES GIVEN OR SECURITY PROVIDED:**

During the year under review, the particulars of any loan, investments, guarantee or Security for the loans availed by others, pursuant to provision of Section 186 of the Act read with the Companies (Meetings of Board and its powers) Rules, 2014 are given under notes to the Financial statements, which forms part of this Annual report. The loans given, investments made, guarantees given or security provided are for business purpose. No guarantee or security is provided for loan availed by others.

#### **22. CONTRACTS OR ARRANGEMENTS WITH RELATED PARTY TRANSACTIONS:**

During the financial year under review, all contracts / arrangements / transactions entered by the Company with related parties were in ordinary course of business and on arms' length basis. The details of contracts and arrangements with Related Parties of your Company for the financial year ended March 31,2023 are given in notes to the Financial Statements, forming part of this Annual Report.

All related party transactions have been approved by the Audit Committee and the Board of Directors of your Company and are reviewed by them on periodic basis. Omnibus approvals were taken for all transactions entered in to by the company with related parties. There are no materially significant related party transactions that may have potential conflict with the interest of the company at large.

The Company's Policy on Related Party Transactions is available on your Company's website <https://hecprojects.in/wp-content/uploads/2021/05/6-Related-Party-Transaction-Policy.pdf>

Since no material transactions with Related Party Transactions Form AOC-2 is not applicable.

#### **23. CORPORATE SOCIAL RESPONSIBILITY(CSR) :**

The Company is not covered under the criteria of Section 135 of the Companies Act, 2013 read with the Companies (Corporate Social Responsibility Policy) Rules, 2014, and therefore it is not mandatory for the Company to have the Corporate Social Responsibility Committee.

#### **24. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO:**

Particulars relating to conservation of energy and technology absorption stipulated in the Companies (Accounts), 2014 are not applicable to HEC Infra Projects Limited ("the company") and the details regarding foreign exchange earnings and expenditure, if any, is specified in the notes to the Balance Sheet.

During the financial year 2022-23 under review, there are no foreign exchange earnings and outgo. As such particulars are either nil or not applicable.

#### **25. RISK MANAGEMENT:**

In terms of the provisions of Regulation 17 of the Listing Regulations, your company has established a well-defined risk management policy to ensure that risk to the Company's continued existence as a going concern and to its development are identified and addressed on timely basis. Risk management strategy as approved by the board of directors is implemented by the company management. The Policy is available for at the Website of the Company <https://hecprojects.in/wp-content/uploads/2021/05/7-Risk-Management-Policy.pdf>

#### **26.VIGIL MECHANISM/WHISTLE BLOWER POLICY:**

Pursuant to the provision of Section 177(9) of the Companies Act, 2013 read with Rule 7 of Companies (Meeting of Board and its Power) Rules, 2014 and Regulation 22 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 the Company has formulated a vigil mechanism/ Whistle Blower Policy for directors and employees to report concern of unethical behavior, actual or suspected fraud or violation of the Company's code of conduct.

The company affirms that no employee has been denied access to the Audit committee.

The details of the Whistle Blower Policy/ Vigil Mechanism are explained in the Corporate Governance Report and also posted on the Company's website at <https://hecprojects.in/wp-content/uploads/2023/06/Whistle-blower-and-vigil-mechanisam.pdf>

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

There are no significant and material order passed by the regulators or courts or tribunals impacting the going concern status and the Company's operations in future.

## **28.AUDITORS AND AUDITOR'S REPORT:**

### **A) STATUTORY AUDITOR AND THEIR REPORTS:**

#### **In compliance with the provisions of the Companies(Audit and Auditors)Rules,2014,**

In accordance with Section 139 of the Companies Act,2013 and rules made thereunder M/S Paresh Thothawala & Co., Chartered Accountants (FRN: 114777W), Ahmedabad, be and are hereby appointed as Statutory Auditors of the Company to fill the casual vacancy caused due to resignation of M/s. Parth P Shah & Co., Chartered Accountants (FRN.: 141540W), Ahmedabad and they shall hold office as Statutory Auditors of the Company until the conclusion of this 23rd Annual General Meeting. The Auditor's report for financial year 2022-23 served by M/s Parth P Shah & Co., does not contain any qualification, reservation or adverse remark. The Auditor's report is enclosed with the financial statements in this Annual report.

During the year under review,

- The auditor's report does not contain any reservation, qualification, disclaimer or adverse remark.
- The Statutory Auditor has not reported any incident of fraud to the Audit committee or the Board of Directors under Section 143(12) of the Act.

### **B) SECRETARIAL AUDITOR AND SECRETARIAL AUDIT REPORT:**

The Board of Directors of the Company, in compliance with the provisions of Section 204 of the Companies Act, 2013, and rules made in this behalf, appointed M/s. Jalan Alkesh & Associates, Practicing Company Secretary, to carry out the Secretarial Audit of the Company for the financial year 2022-23. The Report of Secretarial Auditor is annexed to this Report as **Annexure-III**.

Accordingly, the Board of Directors, on recommendations of the Audit committee of the Company has approved

The Secretarial Audit Report in Form MR-3 does not contain any qualification, reservation or adverse remark. The report provides sufficient information and needs no clarification, so no further explanations or comments are required/given in this report with respect thereto.

Accordingly, the Board of Directors, on recommendations of the Audit committee of the Company has approved

The Secretarial Audit Report in Form MR-3 have stated the following qualification :

***However there was delay in filing of few forms with the Ministry of Corporate Affairs.***

***The Board reply is as under :***

***The Company will ensure timely filing of forms. The forms could not be filed in time due to technical error.***

Other than above there is no qualification, reservation or adverse remark. The report provides sufficient information and needs no clarification, so no further explanations or comments are required/given in this report with respect thereto.

As per Regulation 24A in SEBI(LODR)regulations,the Annual Secretarial compliance certificate is posted in the website of the company: <https://hecprojects.in/wp-content/uploads/2023/08/ASC31032023.pdf>

### **C) INTERNAL AUDITOR/INTERNAL FINANCIAL CONTROL SYSTEMS AND THEIR ADEQUACY:**

In accordance with the provisions of section 138 of the Companies Act, 2013 and rules framed there under, your company had appointed M/S N.M.Pathak & Co., was appointed as the internal auditor of the company w.e.f August 12,2022.

During the period on February 4.2023 M/S N.M.Pathak & Co tendered his resignation and same was accepted and M/S Virendra J Sutaria & Co., was appointed as the internal auditor of the company w.e.f February 4,2023.

Whereas, M/S Virendra J Sutaria & Co. tendered his resignation on July 6,2023 and on July 7,2023 M/S Shah Shah and Co. (Mr.Rushin Shah) as the Internal auditor of the company w.e.f July 07,2023.

None of the Auditors of the company have reported any fraud as specified under the second proviso of Section 143 (12) of the Companies Act, 2013 (including any statutory modification(s) or re-enactment(s) thereof for the time being in force).

The company ensures reliability in conducting its business, precision and comprehensiveness in maintaining accounting records and anticipation and detection of frauds and errors. There are no adverse remarks or qualification on accounts of the Company marked by the Internal auditor. The Internal Auditors team carries out the extensive Audits throughout the year across all the functional area and submit its report to the Audit Committee. The Audit Committee actively reviews the adequacy and effectiveness of internal control systems and suggests improvements for strengthening them in accordance with the changes in the business dynamics, if required.

### **D) COST AUDITOR:**

As per the requirement of the Central Government and pursuant to section 148 of the Companies Act, 2013, read with Companies (Cost Records and Audit) Rules, 2014 as amended from time to time, your company hereby confirms that the provisions of

this section are not applicable, hence your company need not required to appoint Cost Auditor for the financial year 2022-23.

### **29. EXPLANATION IN RESPONSE TO AUDITOR'S QUALIFICATIONS:**

The Audit report submitted by the Statutory Auditors and Secretarial auditors for the financial year 2022-23 do not contain any qualification or adverse remarks. The observations made by all the Auditors in their respective report/s are self-explanatory and as such, do not call for any explanations.

### **30. SECRETARIAL STANDARD:**

The Directors state that applicable Secretarial Standards, i.e. SS-1 and SS-2, relating to 'Meetings of the 'Board of Directors' and 'General Meetings', respectively, have been duly followed by the Company.

### **31. CORPORATE INSOLVENCY RESOLUTION PROCESS INITIATED UNDER THE INSOLVENCY AND BANKRUPTCY CODE, 2016 (IBC):**

During the Financial year 2022-23 no application made or any proceedings are pending under the Insolvency and Bankruptcy Code, 2016 (IBC).

### **32. DETAILS OF DIFFERENCE BETWEEN VALUATION AMOUNT ON ONE TIME SETTLEMENT AND VALUATION WHILE AVAILING LOAN FROM BANKS/FINANCIAL INSTITUTIONS:**

During the financial year 2022-23 under review, there has been no One time settlement ('OTS') of the loans taken from Banks and Financial institutions.

### **33. FAILURE TO IMPLEMENT ANY CORPORATE ACTION:**

During the financial year 2022-23 under review, there is no occasion wherein the Company failed to implement any Corporate Action. As such no specific details are required to be given or provided.

### **34. ANNUAL RETURN:**

The Annual Return of the Company as on March 31, 2023 in Form MGT - 7 in accordance with Section 92(3) of the Act read with the Companies (Management and Administration) Rules, 2014, is available on the website of the Company at i.e. <https://hecprojects.in/wp-content/uploads/2023/05/mgt-7-fresh.pdf>

### **35. OTHER DISCLOSURES:**

#### **• INDUSTRIAL RELATIONS:**

The Relations between the employees and management have remained cordial and harmonious during the year under review. The Company is dedicated to enhance and retain top talent through superior learning and organizational development as this is the pillar to support the Company's growth and sustain ability in the future. The Company takes pride in the commitment, competence and dedication shown by its employees. The Company is dedicated to enhance and retain the top talent through superior learning and organizational development, as this being the pillar to support the Company's growth and sustainability in the future.

#### **• HEALTH AND SAFETY:**

The operations of the company are conducted in such way that it ensures safety of all concerned and a pleasant working environment.

#### **• COMPANY'S POLICY ON DIRECTOR'S, KMP'S & OTHER EMPLOYEES APPOINTMENT & REMUNERATION INCLUDING CRITERIA FOR DETERMINING QUALIFICATION, ATTRIBUTES, INDEPENDENCE ETC:**

The Company has formulated and adopted the Remuneration Policy in accordance with the provisions of Companies Act, 2013 read with the Rules issued thereunder and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The said Policy of the Company, *inter alia*, provides the criteria for appointment of Executive, Non-Executive and Independent Directors on the Board of Directors of the Company and persons in the Senior Management of the Company, their remuneration including determination of qualifications, Positive attributes, independence of Directors and other matters as provided under sub-section (3) of Section 178 of the Companies Act, 2013 (including any statutory modification(s) or re-enactment(s) thereof for the time being in force). The Policy is also available on the website of the Company [www.hecprojects.in](http://www.hecprojects.in).

#### **• SEGMENT REPORTING:**

The Company is engaged in the EPC Electro-Mechanical Project Business as an only reportable segment in accordance with Accounting Standard on Segment Reporting AS-17.

### **36. ADDITIONAL DISCLOSURES UNDER LISTING REGULATIONS:**

#### **• STATEMENT OF DEVIATIONS & VARIATIONS:**

In compliance to the Regulations 32(8) of Listing regulations, there has been no deviations/variation in the utilization of the fund raised from the Initial Public offering as disclosed in the Company's prospectus for the period ended March 31, 2023 as it is utilized fully for the purpose for which funds was raised.

#### **• MANAGEMENT DISCUSSION AND ANALYSIS REPORT:**

As required under Schedule V (B) and (C) of the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 stipulated under Regulation 34, "Management Discussion and Analysis Report" as well as "Corporate Governance Report", is attached

as a separate section forming part of this Annual Report.

- **LISTING OF SHARES:**

The equity shares of the Company have been listed and actively traded on the National Stock Exchange(Capital Market Segment-Main Board)effective December 30,2021. There was no occasion wherein the equity shares of the Company have been suspended for the trading during the financial year 2022-23.

- **CORPORATE GOVERNANCE:**

As the members know that the equity shares of the company have been migrated from SME platform(NSE EMERGE) to the main board of National Stock Exchange of India Limited with effective from December 30,2021. Therefore the provisions relating to Corporate Governance provided in the SEBI(Listing Obligations and Disclosure Requirements)Regulations,2015 (SEBI LODR Regulations/Listing Regulations) are applicable to the Company consequent to such migration. Therefore, provisions relating to Corporate Governance provided in SEBI(Listing Obligations and Disclosure Requirements) Regulations,2015 are applicable to the Company consequent to such migration.

The copy of report on Corporate governance is enclosed as **Annexure** and forms part of the Director's report.

### **37.OTHER MATTERS:**

- **DEMATERIALIZATION OF THE SHARES:**

As on March 31,2023, the entire 100% issued, subscribed and paid up share capital 10138160 equity shares of the Company were held in dematerialized form through depositories National Securities Depository Limited(NSDL) and Central Depository Services(India)Limited(CDSL).

- **PAYMENT OF LISTING AND DEPOSITORIES FEES:**

The Company has duly paid the requisite annual listing fees for the Financial year 2022-23 to the National Stock Exchange of India Limited(NSE). The Company has also paid the requisite annual custodian and other fees for the Financial year 2022-23 to the National Securities Depository Limited(NSDL) and Central Depository Services(India)Limited(CDSL).

- **CODE OF CONDUCT FOR BUSINESS PRINCIPLES & ETHICS AND PREVENTION OF INSIDER TRADING AND OTHER CODE AND POLICIES OF THE COMPANY:**

The Board of directors are pleased to report that the Company has complied with all the code/(s) and policies and are available on the Company's website which are as follows:

- a) Code of conduct - <https://hecprojects.in/wp-content/uploads/2021/05/1-Code-of-Conduct.pdf>
- b) Remuneration Policy- <https://hecprojects.in/wp-content/uploads/2021/05/5-Remuneration-Policy.pdf>
- c) Related Party Transaction policy - <https://hecprojects.in/wp-content/uploads/2021/05/6-Related-Party-Transaction-Policy.pdf>
- d) Code of Conduct to Regulate, Monitor and Reporting of Trading by Insiders- <https://hecprojects.in/wp-content/uploads/2021/05/4-Insider-Trading-Code.pdf>
- e) Whistle Blower Policy- <https://hecprojects.in/wp-content/uploads/2023/06/Whistle-blower-and-vigil-mechanisam.pdf>
- f) Risk Management Policy- <https://hecprojects.in/wp-content/uploads/2021/05/7-Risk-Management-Policy.pdf>
- g) Code of Conduct and procedure for fair disclosure of unpublished price sensitive information- <https://hecprojects.in/wp-content/uploads/2021/05/8-Code-of-Practices-and-Procedures-for-fair-disclosure-of-Unpublished-Price-Sensitive-Information.pdf>
- h)Policy of preservation of documents- <https://hecprojects.in/wp-content/uploads/2021/05/9-Policy-for-Preservation-of-Documents.pdf>
- i) Archival Policy- <https://hecprojects.in/wp-content/uploads/2021/05/10-Archival-Policy.pdf>
- j) Policy on determination of materiality of event or information- <https://hecprojects.in/wp-content/uploads/2023/06/Policy-for-Materiality-of-Events-030122.pdf>
- k) Contact details of officials under Regulation 30 of SEBI(LODR) Regulations- <https://hecprojects.in/wp-content/uploads/2023/06/Contact-details-of-officials-under-Regulation-30.pdf>
- l) Terms and conditions of appointment of Independent directors- <https://hecprojects.in/wp-content/uploads/2023/08/NEW-Terms-and-Condition-of-Independent-Director.pdf>
- m)Familiarization program- [https://hecprojects.in/wp-content/uploads/2023/06/Familiarization-Programme\\_IDS-2022-23.pdf](https://hecprojects.in/wp-content/uploads/2023/06/Familiarization-Programme_IDS-2022-23.pdf)
- n)Anti-Harassment policy- <https://hecprojects.in/wp-content/uploads/2021/05/14-Anti-Harassment-Policy.pdf>
- o) Code of Conduct for Insider trading- <https://hecprojects.in/wp-content/uploads/2021/05/15-COC-for-Insider-Trading.pdf>
- p) Policy and procedure for enquiry in case of leak of UPSI or suspected leak of UPSI- <https://hecprojects.in/wp-content/uploads/2021/05/17-Policy-and-Procedure-regarding-Leak-of-UPSI-30032019.pdf>
- q)Policy on board Diversity: <https://hecprojects.in/wp-content/uploads/2023/06/Final-Policy-on-Board-Diversity.pdf>

The aforesaid code/s and policy(ies) are available on Company's website

- **SEXUAL HARASSMENT OF WOMEN AT THE WORKPLACE (PREVENTION, PROHIBITION & REDRESSAL) ACT,2013:**

As per the requirement of the Sexual Harassment of Women at the Workplace (Prevention, Prohibition & Redressal) Act, 2013 (hereinafter referred to as "Prevention of Sexual Harassment Act"), the Company has formulated policy on prevention of Sexual harassment at workplace for prevention, prohibition and redressal of sexual harassment at workplace and an Internal Complaints Committee has also been set up to redress any such complaints received.

Your Company is committed to provide a conducive work environment devoid of discrimination and harassment including sexual harassment.



# ANNEXURES TO DIRECTORS REPORT

## ANNEXURE -I to Director's Report

### DISCLOSURE UNDER RULE 5 OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014

i. Ratio of the remuneration of each director to the median remuneration of the employees of the company for the financial year ended on March 31, 2023:

Sr. No	Director	Remuneration	Ratio to remuneration to the median remuneration of the employees
1.	Mr. Gaurang Parmanand Shah	21,17,709	5.23:1
2.	Mrs. Rupal Gaurang Shah	1,44,000	0.35:1
3.	Mr. Rahul Gaurang Shah	12,00,000	2.96:1
4.	Mr. Asit Ramniklal Shah	0	Not Applicable
5.	Mr. Nipam Chandrakant Shah	0	Not Applicable
6.	Mr. Yogesh Popatlal Shah	0	Not Applicable

ii. The percentage increase in remuneration of each director, Chief Financial Officer, Chief Executive Officer, Company Secretary or Manager, if any, in the financial year;

Sr. No.	Key Managerial Personnel	Designation	% increase
1.	Mr. Gaurang Parmanand Shah	Managing Director	-30.77%
2.	Mrs. Rupal Gaurang Shah	Executive Director	Not Applicable since no remuneration was drawn by Mrs. Rupal G. Shah in the previous year.
3.	Mr. Rahul Gaurang Shah	Executive Director	Not Applicable because Mr. Rahul Shah was not appointed as a Director for the full previous year.
1.	Mr. Pannalal Surti	Chief Financial Officer	11.40%
2.	Ms. Khushi Bhatt	Company Secretary & Compliance Officer	Not Applicable because MS. Khushi Bhatt was not appointed as a Company Secretary for the full previous year

a. The percentage increase in the median remuneration of employees in the financial year; Overall, there was increase in the median remuneration of the employees in the financial year by 36.61%

b. The Company has 38 permanent employees on the rolls of company

c. Average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration; There was increase in the average salary including KMP which includes Chief Financial Officer and Company Secretary by 1.58% and 0.74% respectively.

d. The key parameters for any variable component of remuneration availed by the directors; None of the Directors have availed any variable remuneration components.

e. Affirmation that the remuneration is as per the remuneration policy of the company; It is affirmed that the remunera-

tion paid is as per the remuneration policy of the company.

**f. Statement containing the particulars of employees in accordance with Rule 5 (2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014:** Information required under Section 197 of the Companies Act, 2013 read with Rule 5(2) and 5(3) of the

- a. None of the employees of the company employed throughout the financial year 2022-23 and were paid remuneration not less than ₹ 1.02 Crores per annum.
- b. None of the employees employed for a part of the financial year 2022-23 at a rate which, in aggregate, was not less than ₹8.50 Lacs per month.
- c. None of the employees were employed throughout the financial year or part thereof, was in receipt of remuneration in that year which, in aggregate, or as the case may be, at a rate which, in the aggregate, is in excess of that drawn by the managing director or whole time director or manager and holds by himself or along with his spouse and dependent children, not less than two percent of the equity shares of the company.

Date:02/09/2023

Place:Ahmedabad

<p><b>Registered Office:</b> Sigma 1 Corporate, Corporate House No. 6, Sindhu Bhavan Road, Nr. Mahan Party Plot Cross Road, Bodakdev, Ahmedabad- 380054.</p> <p>Tel: - +91-79-40086771-74; Web: - www.hecprojects.in; Email: - elect@hecproject.com</p>	<p>By order of the Board of Directors</p> <p><b>For, HEC Infra Projects Limited</b> <b>SD/-</b> <b>Gaurang Parmanand Shah</b> <b>(Chairman &amp; Managing Director)</b> <b>DIN:01756079</b></p>
---	---



**ANNEXURE –II****SECRETARIAL AUDIT REPORT FOR THE FINANACIAL YEAR ENDED ON MARCH 31,2023**

[PURSUANT TO SECTION 204(1) OF THE COMPANIES ACT,2013 AND RULE 9 OF THE COMPANIES(APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL)RULES,2014 ]

To,  
The Members,  
**HEC Infra Projects Limited**

I have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by HEC Infra Projects Limited (hereinafter called the company).

Based on my verification of the HEC Infra Projects Limited books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the company has, during the audit period covering the financial year ended on 31<sup>st</sup> March, 2023 complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

I have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31<sup>st</sup> March, 2023 according to the provisions of :

- (i) The Companies Act, 2013 (the Act) and the rules made there under. *However there was delay in filing of few forms with the Ministry of Corporate Affairs;*
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made there under;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed there under;
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings.
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
  - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
  - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992;
  - (c) The Securities and Exchange Board of India ( Issue of Capital and Disclosure Requirements ) Regulations 2009;
  - (d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999 – Not Applicable during the year under review. ;
  - (e) The Securities and Exchange Board of India ( Issue and Listing of Debt Securities ) Regulations, 2008 ;
  - (f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
  - (g) The Securities and Exchange Board of India ( Delisting of Equity Shares ) Regulations, 2009 – Not Applicable during the year under review.
  - (h) The Securities and Exchange Board of India ( Buy Back of Securities ) Regulations, 1998 – Not Applicable during the year under review.

And in general, the Company has systems, process and procedure for the compliance of Other Laws Applicable to the Company.

1. Income Tax Act, 1961
2. Goods and Sales Tax Act
3. Employees Provident Fund Act
4. Employees State Insurance Act, 1948
5. Indian Contract Act, 1872
6. Negotiable Instruments Act, 1881
7. Payment of Gratuity Act, 1972
8. Payment of Bonus Act, 1965

I have also examined compliance with the applicable clauses of the following:

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India.
- (ii) The Listing Agreements entered into by the Company with National Stock Exchange of India Limited.

During the period under review the Company has complied with the provisions of the Act, Rules, Regulations, guidelines, standards etc. mentioned above.

I further report that:

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

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

Majority decision is carried through while the dissenting members' views are captured and recorded as part of the minutes.

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

I further report that during the audit period, there were no instances of :

- (i) Public/Rights/Preferential issue of Shares/debentures/ sweat equity of the Company.
- (ii) Redemption/buy-back of securities.
- (iii) Merger/ amalgamation/ reconstruction etc.
- (iv) Foreign technical collaborations.
- (v) Approval under Section 180 of the Companies Act, 2013.

<p><b>Place: Ahmedabad</b> <b>Date: 02/09/2023</b></p>	<p style="text-align: right;"><b>For, Jalan Alkesh &amp; Associates</b> <b>Company Secretaries</b> <b>SD/-</b></p> <p style="text-align: right;"><b>Alkesh Jalan</b> <b>(Proprietor)</b> <b>Membership No. – 10620</b> <b>Firm Registration No. – 4580</b> <b>UDIN:F010620E000918912</b></p>
--	--

## 'ANNEXURE A'

**TO,  
THE MEMBERS OF HEC INFRA PROJECTS LIMITED**

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

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

<p><b>Place: Ahmedabad Date: 02/09/2023</b></p>	<p><b>For, Jalan Alkesh &amp; Associates Company Secretaries SD/-</b></p> <p><b>Alkesh Jalan (Proprietor) Membership No. – 10620 Firm Registration No. – 4580 UDIN:F010620E000918912</b></p>
---	--

## ANNEXURE - III

### CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS [PURSUANT TO REGULATION 34(3) AND SCHEDULE V PARA C CLAUSE (10)(I) OF THE SEBI(LISTING OBLIGATIONS AND REQUIREMENTS)REGULATIONS,2015]

To,  
The Members of  
**HEC Infra Projects Limited**

Sigma 1 Corporates, Corporate House No. 6,  
Sindhu Bhavan Road, Nr. Mahan Party Plot Cross Road,  
Bodakdev, Ahmedabad-380054

We have examined the relevant registers, records, forms, returns and disclosures received from the Directors of HEC Infra Projects Limited having CIN: L45200GJ2005PLC046870 and having registered office at Sigma 1 Corporates, Corporate House No. 6, Sindhu Bhavan Road, Nr. Mahan Party Plot Cross Road, Bodakdev, Ahmedabad-380054 (hereinafter referred to as 'the company'), produced before us by the Company for the purpose of issuing this certificate in accordance with Regulation 34(3) read with Schedule V Para-C clause (10) (i) of the SEBI (listing obligations and Requirements) Regulations, 2015(as amended).

In our opinion and to the best of our information and according to the verification (including Directors Identification Number (DIN) status at the Portal ([www.mca.gov.in](http://www.mca.gov.in)) as considered necessary and explanations furnished to us by the Company & its officers we hereby certify that none of the Directors on the Board of the company as stated below for the Financial Year ending on March 31,2023 have been debarred or disqualified from being appointed or continuing as Directors of companies by the Securities and Exchange Board of India, Ministry of Corporate Affairs or any such other Statutory Authority.

Sr. No.	Name of Director	DIN	Date of appointment in Company
1.	Mr. Gaurang Parmanand Shah	01756079	06/10/2005
2.	Mrs. Rupal Gaurang Shah	01756092	06/10/2005
3.	Mr. Rahul Gaurang Shah	06862697	25/06/2021
4.	Mr. Asit Ramniklal Shah	05285162	19/12/2015
5.	Mr. Nipam Chandrakant Shah	08808329	31/08/2020
6.	Mr. Yogesh Popatlal Shah	06971596	31/08/2020

Whereas, Mr. Asit Ramniklal Shah(DIN: 05285162) and Mr. Nipam Chandrakant Shah (DIN: 08808329)resigned from the position of Independent director and Ms. Neetu Jalan(DIN:08719470) and Ms. Dipika Soni(DIN:08846908) were appointed with effect from April 24,2023. Whereas, Mr. Yogesh Popatlal Shah (06971596) resigned and Mrs. Raina Singh(DIN:09637543) was appointed on August 24,2023.

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

<p><b>Place: Ahmedabad</b> <b>Date: 02/09/2023</b></p>	<p><b>For, Jalan Alkesh &amp; Associates</b> <b>Company Secretaries</b> <b>SD/-</b></p> <p><b>Alkesh Jalan</b> <b>(Proprietor)</b> <b>Membership No. – 10620</b> <b>Firm Registration No. – 4580</b> <b>UDIN:F010620E000918879</b></p>
--	--

# CORPORATE GOVERNANCE

The Company is adamant that upholding the highest standards of corporate governance is a fundamental principal that governs a management's capacity to act morally and ethically, to make decisions that are in the best interest of its shareholders and stakeholders and to generate value for all. The Company is committed to upholding the Corporate Governance Code's high standards in both letter and spirit.

Pursuant to Regulation 34 (3) read with Schedule V and Regulation 17 to 27 and 46 of SEBI (LODR) Regulations 2015 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, a Report on Corporate Governance, the report containing the details of corporate governance system and processes at HEC Infra Projects Limited is as under:

## **1. COMPANY'S PHILOSOPHY ON CORPORATE GOVERNANCE:**

The Corporate Governance is an ethically driven business process that is committed to values aimed at enhancing organizational wealth generating capacity. This is ensured by taking ethical business decisions and conducting business with affirm commitment to values while meeting the stakeholder's expectations. It is imperative that our company affairs are managed in affair and transparent manner. This is vital to gain and retain the trust of our shareholders. Corporate Governance envisages commitment of the Company towards the attainment of high levels of transparency, accountability and equity with the ultimate objective of increasing long-term shareholder value, keeping in view the needs and interests of all other stakeholders.

Your Company strongly believe in adopting the best practices in the areas of Corporate Governance. The Company believes that good corporate governance is essential for achieving long-term corporate goals and enhancing stakeholder value which ensures accountability, transferability and fairness in its widest sense. The Board and Management of the Company is committed to good corporate governance and plays a critical role in over-viewing how the Company serves the short term and long-term interest of stakeholders of the company. For the company, Corporate Governance is all about maintaining a valuable relationship and trust with all stakeholders. We consider stakeholders as partners in our success. We remain committed to maximizing stakeholders' value, be it shareholders, employees, suppliers, customers, investors etc. Your Company believes in fair dealing, strengthening disclosure practices, timely and appropriate compliance of the applicable regulations and strategic guidance and monitoring by the Board.

The Company is in compliance with the requirements stipulated under Regulation 17 to 27 read with Schedule V and clauses (b) to (i) of sub-regulation (2) of Regulation 46 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('SEBI Listing Regulations'), as applicable, with regard to corporate governance. It endeavors to continuously improve its Corporate Governance performance with a view to earn trust and respect of all its stakeholders. This report details the Company's compliance with the Act's and SEBI's LODR as of March 31,2023.

This structure brings about a blend in governance as the Board sets the overall corporate objectives and provides strategic guidance and independent views to the Management to achieve these corporate objectives within a given framework, thereby bringing about an enabling environment for value creation through sustainable profitable growth. A report on the compliances of Corporate Governance requirements under the Listing Regulations and practices/ procedures followed by the Company for the year ended March 31,2023 is detailed as below:

## **2. BOARD OF DIRECTORS:**

### **A. COMPOSITION AND CATEGORY OF DIRECTORS :**

The Company is in compliance with the provisions of Section 149 of the Companies Act, 2013 ("the Act") and Regulation 17 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations")(as amended from time to time) which stipulates that the Board should have optimum combination of Executive and Non-executive directors with at least 1 woman director and atleast 50% of the board should consist of independent directors, as the Chairman of the board is an executive director.

As on March 31,2023, the strength of the Board was six(6) Directors. Out of six Directors 01 (One) Managing Director, 02 (Two) Executive Directors and remaining 03 (Three) are Non-Executive Independent Director. The Chairman of the company is Managing Director. As per the declarations received by the Company from each directors, none of them are disqualified under Section 164(2) of the Companies Act,2013.

The composition of the Board is in conformity with the applicable provisions of the Companies Act, 2013 read with the Regulation 17 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended as on March 31,2023. Further details are as follows:

**COMPOSITION/CATEGORY OF DIRECTORS/ATTENDANCE AT BOARD MEETINGS AND LAST AGM/DIRECTORSHIPS AND COMMITTEE MEMBERSHIPS IN OTHER COMPANIES:**

Name of Director	Category	Age	Number of shares	Attendance at meetings during 2022-23		No. of Other Directorship held (including Private Companies) at the year end	No. of Chairmanship and membership in other companies committee*	
				Board Meeting	Last AGM		As chairman	As member
Mr. Gaurang Shah (DIN: 01756079)	Managing Director	60	5724910	6	Yes	1*	Nil	Nil
Mrs. Rupal Shah (DIN: 01756092)	Executive Director-Promoter	58	1217000	6	Yes	1*	Nil	Nil
Mr. Rahul Shah (DIN: 06862697)	Executive Director-Promoter	31	11590	6	Yes	3*	Nil	Nil
Mr. Asit Shah (DIN: 05285162)	Non-Executive Independent	61	-	6	Yes	1*	Nil	Nil
Mr. Nipam Shah (DIN: 08808329)	Non-Executive Independent	60	-	6	Yes	--	Nil	Nil
Mr. Yogesh Shah (DIN: 06971596)	Non-Executive Independent	76	6000	5	Yes	--	Nil	Nil

Note:

After the financial year under review, Mr. Asit Ramniklal Shah (DIN: 05285162) and Mr. Nipam Chandrakant Shah (DIN: 08808329) stepped down from the position of Independent Director w.e.f 24<sup>th</sup> April 2023 and resultantly Mrs. Neetu Jalan (DIN:08719470) and Mrs. Dipika Soni (DIN:08846908) was appointed w.e.f 24<sup>th</sup> April 2023 and they were regularized in the Extraordinary General meeting held by the company on 24<sup>th</sup> July 2023. Whereas, Mr. Yogesh Popatlal Shah (DIN:06971596) stepped down from the position of Independent Director and Mrs. Raina Singh (DIN:09637543) was appointed on 24<sup>th</sup> August 2023.

**COMPOSITION/CATEGORY OF DIRECTORS/ATTENDANCE AT BOARD MEETINGS AND LAST AGM/DIRECTORSHIPS AND COMMITTEE MEMBERSHIPS IN OTHER COMPANIES:**

\*Directorship in a Private Company # Directorship in a Public Listed Company.

\*\* Memberships and chairmanship of Audit committee and Stakeholders Relationship committee and Nomination and Remuneration committee of public companies considered.

Note: At the end of financial year 2022 - 2023, none of our Director is a part of Board of Directors or Committees in the other listed Company (excluding HEC Infra Projects Limited). Pursuant to the provisions of Section 165(1) of the Act and Regulation 17 of the Listing Regulations, none of the Directors holds directorships in excess of the limits prescribed thereunder. None of the Non-executive Independent directors have any material pecuniary relationship transactions with the Company.

**B. DETAILS OF NUMBER OF MEETING OF BOARD OF DIRECTOR HELD AND DATE ON WHICH HELD IN THE FINANCIAL YEAR:**

During the financial year 2022-23, there were Six (6) Board meetings held on following dates:

28<sup>th</sup> May 2022,  
12<sup>th</sup> August 2022  
2<sup>nd</sup> September 2022  
10<sup>th</sup> November 2022  
4<sup>th</sup> February 2023 and  
11<sup>th</sup> February 2023

Attendance of Board of Directors of the Board meeting held during the year:

Sr. No.	Name of Director	28 <sup>th</sup> May 2022	12 <sup>th</sup> August 2022	2 <sup>nd</sup> September 2022	10 <sup>th</sup> November 2022	4 <sup>th</sup> February 2023	11 <sup>th</sup> February 2023
1	Mr. Gaurang Shah	Yes	Yes	Yes	Yes	Yes	Yes
2	Mrs. Rupal Shah	Yes	Yes	Yes	Yes	Yes	Yes
3	Mr. Rahul Shah	Yes	Yes	Yes	Yes	Yes	Yes
4	Mr. Asit Shah	Yes	Yes	Yes	Yes	Yes	Yes
5	Mr. Nipam Shah	Yes	Yes	Yes	Yes	Yes	Yes
6	Mr. Yogesh Shah	Yes	Yes	Yes	Yes	Yes	No

#### C. DISCLOSURE OF RELATIONSHIP BETWEEN DIRECTORS INTER-SE:

As on the date of this report, Mr. Gaurang Parmanand Shah, Managing Director and Mrs. Rupal Gaurang Shah, Director are relative to each other as Husband & Wife. Mr. Rahul Gaurang Shah, Director of the Company is son of Mr. Gaurang Parmanand Shah and Mrs. Rupal Gaurang Shah. None of the other director is related to any other director of the Company.

#### D.INSIDER TRADING CODE:

The Company has adopted Code of Conduct for Prevention of Insider Trading("the Code") in accordance with the requirements of Securities and Exchange Board of India(Prohibition of Insider Trading)Regulation,2015. The Code is applicable to Promoters and Promoter Group, all Directors and such Designated employees who are expected to have access to unpublished price sensitive information relating to the Company.

#### E. DETAILS OF SHAREHOLDING OF NON-EXECUTIVE DIRECTORS:

The number of shares held by Non-Executive Director as at 31<sup>st</sup> March, 2023.

Name of the Director	Number of Equity Shares held
Mr. Asit Shah	Nil
Mr. Nipam Shah	Nil
Mr. Yogesh Shah	6000

#### F. FAMILIARIZATION PROGRAMME:

Pursuant to the Code of Conduct for Independent Directors specified under the Act and the SEBI Listing Regulations, your company has conducted the familiarization program for Independent Directors of the Company. The program was designed to familiar the directors with their roles, rights, responsibilities in the company, nature of the industry in which the company operates and Companies plans and operations and Business operations and functioning of various departments of the Company etc.

The detailed familiarization programme for Independent Directors is available on the website of the company at [https://hecprojects.in/wp-content/uploads/2023/06/Familiarization-Programme\\_IDS-2022-23.pdf](https://hecprojects.in/wp-content/uploads/2023/06/Familiarization-Programme_IDS-2022-23.pdf)

#### G. SKILLS,EXPERTISE AND COMPETENCE OF THE BOARD OF DIRECTORS:

The Company is in the Business of providing Services relating to Electro-Mechanical Project Sector. The Company is providing engineering, Procurement and Construction in connection with projects such as Transmission Projects, Water Pumping Station, Solar, Lighting and ELV System.

In terms of requirement of Listing Regulations, the Board has identified the following skills/expertise/competencies of the Directors to govern the company and those available with Board are as given below:

<b>Names of the Directors</b>	<b>Educational Qualification</b>	<b>Corporate Experience in diverse field (in years)</b>	<b>Skills/ Expertise/ competencies they have</b>
Mr. Gaurang P. Shah	B.E. (Mechanical)	38	Commercial, Finance, General Management, Marketing, Domain Industry and Operations
Mrs. Rupal G. Shah	M. Com	34	Commercial, Finance, General Management, Accounts, Taxation, Valuation and developing business.
Mr. Rahul G. Shah	Master in Construction Management	9	Commercial, Finance including Audit, Marketing, Domain Industry and administration
Mr. Asit R. Shah	AMIE (Mechanical), GE (Production)	38	Commercial, Finance including Audit, Accounts, Taxation and input in observing appropriate governance practices.
Mr. Nipam C. Shah	B.E. (Mechanical)	38	Commercial, Finance, Accounts and to develop insights about maintaining board and management accountability.
Mr. Yogesh P. Shah	B. Com	54	Administration, Commercial, Finance including Audit, Accounts, Taxation Valuation.

Further the Independent Directors of the Company in the opinion of the Board, fulfils the conditions of the Independence as specified in the provisions of the Companies Act, 2013 read with SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended and that the independent directors are independent of the management of the Company.

None of the Independent Directors have resigned before the expiry of their tenure. Whereas, on 24<sup>th</sup> April 2023, Mr. Asit R Shah and Mr. Nipam C Shah resigned whereas Mrs. Neetu Jalan and Mrs. Dipika Soni was appointed as the Independent director. Whereas, Mr. Yogesh Shah resigned on 24<sup>th</sup> August 2023 and Mrs. Raina Singh was appointed on 24<sup>th</sup> August 2023

#### **G. CONFIRMATION BY THE INDEPENDENT DIRECTOR:**

The Independent Directors have confirmed that they fulfill the criteria prescribed under Section 149(6) of the Act and Regulation 16(1)(b) of the Listing Regulations regarding Independence of the Director. Certificates have also been obtained from the Independent Directors confirming their position as Independent Directors on the Board of the Company and your company has also issued formal appointment letters to all the Independent Directors in the manner provided under Section 149 of the Companies Act, 2013.

The Board of directors hereby confirms that in their opinion, the Independent directors fulfill the conditions specified in the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, and are Independent of the management.

A Separate Meeting of Independent Directors was held on 4<sup>th</sup> February 2023 which was attended by all the Independent Directors. Mr. Asit Shah chaired the meeting of Independent Directors.

The Independent Directors expressed satisfaction on the overall performance of the Directors and the Board as a whole.

#### **H. Review of legal compliance reports**

The Board periodically reviews compliance reports with respect to the various laws applicable to the Company, as prepared and placed before it by the management.



**3. BOARD COMMITTEES:**

The Board committees constituted by the Board play a very pivotal role in governance structure of the company. The terms of the reference of these committees are approved by the Board and are in line with the requirements of the Companies Act,2013 and Listing regulations.

During the year, all recommendations of the committees of the Board which are mandatorily required have been accepted by the Board. The Board has established the following statutory committees:

**A) AUDIT COMMITTEE:**

The audit committee has played an important role in ensuring financial integrity of the Company. The primary objective is to monitor and provide effective supervision of the management's financial reporting process with a view to ensure accurate timing and proper disclosures, transparency integrity and quality financial reporting. As required under Section 177 of the Companies Act,2013 and Regulation 18 of the SEBI(LODR) Regulation,2015 the Board has constituted an Audit committee. The brief terms of reference of the Audit committee are as provided under Companies Act, 2013 and SEBI(LODR) Regulations,2015

**a) COMPOSITION, MEETINGS AND ATTENDANCE OF THE AUDIT COMMITTEE:**

During the year under review, the Audit committee comprises of three (3) directors as of March 31, 2023 i.e Mr. Yogesh P.Shah, Mr. Asit R Shah and Mr. Nipam C Shah. Mr. Yogesh P. Shah is the Chairman of the Audit Committee. All members of the Audit Committee are Non-Executive Independent Directors. The maximum time gap between any 2 meetings are not more than one hundred twenty days(120).

During the Financial Year 2022-2023, 05 (Five) meetings of the Audit Committee were held on 26<sup>th</sup> May 2022, 10<sup>th</sup> August 2022, 10<sup>th</sup> November 2022, 4<sup>th</sup> February 2023 and 9<sup>th</sup> February 2023 and necessary quorum was present at all the meetings. The details of attendance of members of the committee at the meetings are given as under:

**Attendance of each Member at the Audit Committee meeting held during the year:**

<b>Sr. No.</b>	<b>Date of Audit Committee Meeting</b>	<b>Mr. Asit R. Shah</b>	<b>Mr. Nipam C. Shah</b>	<b>Mr. Yogesh P. Shah</b>
1.	26 <sup>th</sup> May 2022	Yes	Yes	Yes
2.	10 <sup>th</sup> August 2022	Yes	Yes	Yes
3.	10 <sup>th</sup> November 2022	Yes	Yes	Yes
4.	4 <sup>th</sup> February 2023	Yes	Yes	Yes
5.	9 <sup>th</sup> February 2023	Yes	Yes	Yes

\*The Audited annual accounts for the year ended March 31, 2023, were placed before the committee for its consideration in the Audit committee meeting held on 27<sup>th</sup> May 2023.

The Head of Finance and accounts, Statutory auditor and Internal auditor attend the Audit committee meetings on invitation and the Company Secretary acts as the Secretary of the committee.

The Chairman of the Audit committee was present at the Last Annual General meeting. The board notes the minutes of the Audit committee meetings. All recommendations made by the Audit committee during the year under review were accepted by the Board.

Whereas, with the effect of resignation Mr.Asit R Shah and Nipam C Shah on 24<sup>th</sup> April 2023 and the appointment of Mrs. Neetu Jalan and Mrs. Dipika Soni, the committee was reconstituted resultantly the composition is as follows:

Mrs.. Dipika Soni-Chairperson  
Mr. Yogesh Shah-Member  
Mr. Gaurang Shah-Member

Whereas, as Mr. Yogesh Shah has resigned with effect from 24<sup>th</sup> August 2023 and Mrs. Raina Singh was appointed, the committee was reconstituted as follows:

Mrs. Dipika Soni -Chairperson  
Mrs. Raina Singh -Member  
Mr. Gaurang Shah-Member

**B) NOMINATION AND REMUNERATION COMMITTEE**

The role of Nomination and remuneration committee is governed by its charter and its composition complies with the provisions of Section 178 of the Companies Act, 2013 and Regulation 19 of the Listing regulations,2015 as amended, the Board has constituted the Nomination and remuneration committee. Nomination and remuneration meetings are generally held respon-

sible for identifying the persons who are qualified to become directors, their remuneration and appointment of personnel at senior level management and their removal. The brief terms of reference of Nomination and remuneration committee are as provided under Companies Act,2013 and SEBI(LODR) Regulations,2015

**a) COMPOSITION, MEETINGS AND ATTENDANCE OF NOMINATION AND REMUNERATION COMMITTEE:**

During the year under review, the Nomination and Remuneration Committee of the Board, comprises of three(3) directors as of March 31,2023 i.e Mr. Yogesh P.Shah, Mr. Asit R Shah and Mr. Nipam C Shah. Mr. Yogesh P. Shah is the Chairman of the Nomination and Remuneration Committee.

During the financial year 2022-23, the committee met 5 times i.e. 26<sup>th</sup> May 2022,2<sup>nd</sup> September 2022,10<sup>th</sup> November 2022,4<sup>th</sup> February 2023 and 9<sup>th</sup> February 2023. All members of Nomination and Remuneration Committee are Non-Executive Independent Directors. The Company Secretary of the Company acts as Secretary to the Committee. The Chairman of the committee was present at the last annual General meeting.

The Nomination and Remuneration Committee's composition and terms of reference are in compliance with the provisions of the Companies Act, 2013 and Regulation 19 SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

**b) ATTENDANCE OF EACH MEMBER AT THE NOMINATION AND REMUNERATION COMMITTEE MEETING HELD DURING THE YEAR:**

<b>Sr. No .</b>	<b>Date of Nomination and Remuneration Committee Meeting</b>	<b>Mr. Asit R. Shah</b>	<b>Mr. Nipam C. Shah</b>	<b>Mr. Yogesh P. Shah</b>
1.	26 <sup>th</sup> May 2022	Yes	Yes	Yes
2.	2 <sup>nd</sup> September,2022	Yes	Yes	Yes
3.	10 <sup>th</sup> November 2022	Yes	Yes	Yes
4.	4 <sup>th</sup> February 2023	Yes	Yes	Yes
5.	9 <sup>th</sup> February 2023	Yes	Yes	Yes

Whereas, with the effect of resignation Mr.Asit R Shah and Nipam C Shah on 24<sup>th</sup> April 2023 and the appointment of Mrs.Neetu Jalan and Mrs.Dipika Soni, the committee was reconstituted resultantly the composition is as follows:

Mrs.. Dipika Soni-Chairperson  
Mr. Yogesh Shah-Member  
Mrs. Neetu Jalan-Member

Whereas, as Mr. Yogesh Shah has resigned with effect from 24<sup>th</sup> August 2023 and Mrs. Raina Singh was appointed, the committee was reconstituted as follows:

Mrs.. Dipika Soni -Chairperson  
Mrs. Raina Singh -Member  
Mrs. Neetu Jalan-Member

**c) PERFORMANCE EVALUATION CRITERIA FOR INDEPENDENT DIRECTORS:**

Pursuant to the provisions of the Companies Act,2013 the nomination and remuneration committee has laid down the evaluation of the performance of the individual directors and the board as a whole. Based on the criteria the exercise of evaluation was carried out through structured process covering various aspects of the board functioning such as composition of the board and committees, expertise and experience, performance of specific duties & obligations, attendance, contribution at meetings etc. The performance evaluation of the Chairman and Non-independent directors were carried out by the entire board (excluding the director being evaluated). The Director expressed their satisfaction with the evaluation process.

**C) STAKEHOLDER RELATIONSHIP COMMITTEE:**

Pursuant to provision of Section 178 of the Companies Act, 2013 and Regulation 20 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015, the Stakeholders Relationship Committee of the Board of Directors of the Company consists of Mr. Asit R. Shah, Mr.Nipam Shah,Mr.Yogesh P.Shah and Mr. Gaurang P. Shah. Mr. Asit R. Shah is the Chairman of the Stakeholder Relationship Committee. The brief terms of reference of Stakeholder Relationship Committee are as provided under Companies Act,2013 and SEBI(LODR)Regulation,2015

**a) COMPOSITION, MEETINGS AND ATTENDANCE OF STAKEHOLDER RELATIONSHIP COMMITTEE:**

During the year under review, the Nomination and Remuneration Committee of the Board, comprises of four(4) directors as of March 31,2023 i.e, Mr. Asit R Shah, Mr. Yogesh P. Shah, Mr. Gaurang P. Shah and Mr. Nipam C Shah. Mr. Asit R Shah is the Chairman of the Stakeholder Relationship Committee.

During the financial year 2022-23, the committee met twice i.e. 26<sup>th</sup> May 2022 and 9<sup>th</sup> February 2022. The Company Secretary of the Company acts as Secretary to the Committee. The Chairman of the committee was present at the last annual General meeting.

The Stakeholder relationship Committee's composition and the terms of reference are in compliance with the provisions of Section 178 of the Companies Act, 2013 and Regulation 20 of the Listing Regulations. The terms of reference are available at the website of the Company [www.hecprojects.in](http://www.hecprojects.in).

Whereas, with the effect of resignation Mr.Asit R Shah and Nipam C Shah on 24<sup>th</sup> April 2023 and the appointment of Mrs.Neetu Jalan and Mrs.Dipika Soni, the committee was reconstituted resultantly the composition is as follows:

Mrs. Dipika Soni-Chairperson  
Mr. Yogesh Shah-Member  
Mr. Gaurang Shah-Member

Whereas, as Mr. Yogesh Shah has resigned with effect from 24<sup>th</sup> August 2023 and Mrs. Raina Singh was appointed, the committee was reconstituted as follows:

Mrs. Dipika Soni -Chairperson  
Mrs. Raina Singh –Member  
Mr. Gaurang Shah-Member

**b) SUMMARY OF INVESTOR GRIEVANCE REDRESSAL STATUS: Summary of Investor Grievance Redressal Status:**

The status of Investors' Complaints as on MARCH 31,2023, is as follows:

No. of complaints as on April 01,2022	0
No. of complaints received during the Financial Year 2022-23	0
No. of complaints resolved upto March 31, 2023	0
No. of complaints pending as on March 31, 2023	0

The investor complaints are processed in a centralized web-based complaints redressal system through SCORES. The action taken reports are uploaded online by the company if any complaints received on the SCORES platform, thereby making it convenient for the investors to view their status online.

**c) NAME,DESIGNATION,ADDRESS AND CONTACT DETAILS OF THE COMPLIANCE OFFICER:**

Ms. Khushi Rajendra Bhatt  
Company Secretary and Compliance Officer  
Sigma-1 Corporates, Corporate House No. 6,  
Nr. Maan Party Plot Cross Road  
Sindhu Bhavan Road,Bodakdev,  
Ahmedabad- 380054  
Email Id: [cs@hecproject.com](mailto:cs@hecproject.com)

**D) RISK MANAGEMENT COMMITTEE:**

As per SEBI(Listing Obligations and Disclosure Requirements)Regulations,2015,the composition of Risk management committee shall be applicable to top 1000 listed entities, determined on the basis of market capitalization, as at the end of immediate previous financial year. The company doesn't come under purview of the above regulation and accordingly have not constituted committee.

**4. INDEPENDENT DIRECTORS:**

During the year under review, one meeting of Independent directors of the company without the presence of Non-independent directors and members of management was held on February 4,2023 as required under Schedule IV of the Act (Code of Independent Directors) and Regulation 25(3) of the Listing Regulations. The meeting was attended by all the Independent Directors and Mr. Asit R.Shah chaired the said meeting.

**a) THE INDEPENDENT DIRECTORS REVIEWED THE FOLLOWING MATTERS:** Review of the performance of the Non-Independent directors and the Board of Directors as a whole.

- Review of the Chairman of the company, taking into the account of the views of the Executive and non-executive directors.
- Assess the quality, content and timeliness of the flow of information between the management and the board that is necessary for the Board to effectively and reasonable perform its duties.

In terms of Section 150 of the Companies Act,2013 read with Rule 6 of the Companies(Appointment and Qualification of Directors)Rules,2014, Independent directors of the company have confirmed that they have registered themselves with the data-bank maintained by the Indian Institute of Corporate Affairs(“IICA”). The independent directors are also required to undertake online proficiency self-assessment test conducted by the IICA within a period of 2 years from the date of inclusion of their names in the data bank, unless they meet the criteria specified for exemption. All the independent director would be undertaking the said test in due course.

##### **5. REMUNERATION POLICY ON DIRECTORS APPOINTMENT:**

In accordance with the provisions of Section 178 of the Companies Act,2013 the Company has Remuneration Policy for Directors, Key Managerial Personnel and other employees, recommended by the Nomination and Remuneration Committee and approved by the Board of Director, and is available at the Website of the Company [www.hecprojects.in](http://www.hecprojects.in). Further, the Company has also devised criteria for performance evaluation of Independent Directors, Board and Committees.

There are no pecuniary relationship or transaction entered into by the Company with any of the Directors of the Company except as disclosed herein below as regards the remuneration. The nomination and remuneration committee makes a yearly appraisal of the performance of the executive directors the annual compensation of the executive directors is approved by the nomination and remuneration committee within the parameter set by the shareholders at the shareholder’s meetings. No compensation even in form of sitting fees was paid to the independent directors. The performance of the independent directors is reviewed by the board on annual basis.

##### **A) DETAILS OF REMUNERATION FOR THE YEAR ENDED MARCH 31,2023:**

<b>Sr.No.</b>	<b>Name of the Director</b>	<b>Remuneration</b>	<b>Perquisites</b>	<b>Total (Rs.)</b>
<b>1</b>	<b>Gaurang Paramanand Shah</b>	<b>2117709</b>	<b>Nil</b>	<b>2117709</b>
<b>2</b>	<b>Rupal Gaurang Shah</b>	<b>144000</b>	<b>Nil</b>	<b>144000</b>
<b>3</b>	<b>Rahul Gaurang Shah</b>	<b>1200000</b>	<b>Nil</b>	<b>1200000</b>

No payment was made to other Directors.

The appointment of Executive directors, Key Managerial Personnel and other employees is by the virtue of their employment with the Company therefore, their terms of employment, vis-à-vis salary, variable pay, service contract, notice period and severance fee ,if any, are governed by the applicable policies at the relevant point in time. The Letter of Appointment were issued to all Executive Directors of the Company, Besides, the Appointment Letter were also issued to all Independent Directors of the Company, a copy of the standard term & conditions thereof is posted on the website of the Company under “Investors” Section.

**6. GENERAL BODY MEETING:****a) ANNUAL GENERAL MEETING("AGM"):**

The location and time of the Annual General meetings held during the last three years are as follows:

Financial Year	Date	Time	Venue	Whether any special resolutions passed at AGM and (No. of such resolution passed)
2019-20	29 <sup>th</sup> September, 2020	12:00 p.m.	through Video Conferencing ("VC")/ Other Audio- Visual Means ("OAVM")	Yes (3) -Appointment of Mr. Yogesh Shah (DIN: 06971596) as an Independent Director -Re-appointment of Mr. Gaurang Shah (DIN: 01756079) as Managing Director of the Company w.e.f. 1 <sup>st</sup> October, 2020 -Approval to enter in to Related Party Transactions
2020-21	29 <sup>th</sup> September, 2021	12:00 pm	through Video Conferencing ("VC")/ Other Audio- Visual Means ("OAVM")	Yes -Re-appointment of Mr. Asit Ramniklal Shah (DIN:05285162) as an Independent Director
2021-22	29 <sup>th</sup> September, 2022	11:00 am	At the registered office of the Company. Sigma-1 Corporates, Corporate House No. 6, Nr. Mann Party Plot Cross Road, Sindhu Bhavan Road, Bodakdev, Ahmedabad- 380054	Yes - Approval of Loans, Investments, Guarantee or Security under Section 185 of the Companies Act, 2013- Special resolution - Approval of Members for making Investments/Extending Loans and Giving Guarantees or Providing Securities in connection with Loans to persons/Body Corporates Under Section 186 of the Companies Act, 2013- Special resolution - Approval of Related Party Transactions- Ordinary resolution.

**b) EXTRAORDINARY GENERAL MEETING("EGM"):**

No extraordinary general meeting of the members were held during the Financial year 2022-23. Further, the Company had convened Extraordinary General Meeting(EGM/2023-2024/01) of the members of HEC Infra Projects Limited (hereinafter referred to as 'the Company') on Monday, 24<sup>th</sup> July 2023 at 11.00 am at the Registered Office of the Company at Sigma-1 Corporate, Corporate House No.6, Sindhubhavan Road, Nr. Mahan Party Plot Crossroad, Bodakdev, Ahmedabad-380054.

**c) DETAILS OF THE SPECIAL RESOLUTION PASSED THROUGH THE POSTAL BALLOT:**

During the financial year 2022-23 the Company has not passed any resolution through Postal Ballot.

**7. MEANS OF COMMUNICATION:****QUARTERLY FINANCIAL RESULT:**

The quarterly financial results of the company were published in accordance with the requirements of the Listing regulations as described in the prescribed formats. The quarterly/ half yearly and yearly Financial Result of the company are submitted to stock exchange and also disclosed at the website of the company i.e. [www.hecprojects.in](http://www.hecprojects.in).

The financial results and other statutory information are communicated to the shareholders by the way of advertisement in Financial Express — English & Gujarati — Ahmedabad Edition as per the requirements of the SEBI(Listing Obligations and Disclosure Requirements)Regulations, 2015. The company information, policies, various announcements Annual reports are also displayed on Company's website [www.hecprojects.in](http://www.hecprojects.in) under a separate dedicated section under "Investors" in compliance of Regulation 46 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

**RESULTS WERE ANNOUNCED DURING 2022-23(APRIL 01,2022-MARCH 31,2023):**

<b>Sr.No</b>	<b>Particulars</b>	<b>Date of meeting</b>
1.	Unaudited financial results for the quarter ended June 30,2022	12.08.2022
2.	Unaudited financial result for half year and quarter ended on September 30,2022	10.10.2022
3.	Unaudited financial results for the quarter ended December 31,2022	11.02.2023
4.	Audited financial results for the financial year ended March31,2023	27.05.2023

**8. GENERAL SHAREHOLDER INFORMATION:**

a.	Corporate Identification Number	L45200GJ2005PLC046870
b.	Registered Office	HEC Infra Projects Limited Sigma-1 Corporates, House No. 6, Sindhu Bhavan Road, Nr. Maan Party Plot Cross Road, Bodakdev, Ahmedabad-380054
c.	18 <sup>th</sup> Annual General Meeting	
	Day & Date	Friday, September 29,2023
	Time	11:00 am (IST)
	Venue	The Company is conducting meeting at the registered office of the company. The venue is as under: Sigma-1 Corporates, House No. 6, Sindhu Bhavan Road, Nr. Maan Party Plot Cross Road, Bodakdev, Ahmedabad-380054 For details please refer to the Notice of this AGM.
d.	Financial Year	1 <sup>st</sup> April 2022 to 31 <sup>st</sup> March 2023 every year
e.	Dividend Payment Date:	The board has not recommended any dividend for the year.
g.	Listing of shares on Stock Exchange	National Stock Exchange of India Limited NSE-Corporate Office Exchange Plaza, Plot no. C/1, G-Block, Bandra-Kurla Complex, Bandra (E), Mumbai - 400051,
h.	Stock Code/ISIN:	Code: HECPROJECT ISIN: INE558R01013
i.	Payment of Listing fees:	Annual listing fees as applicable have been duly paid
j.	Whether S & P BSE index	Not Applicable
k.	In case the securities are suspended from trading, the directors	Not Applicable
l.	Registrar to an issue and Share Transfer Agent:	Cameo Corporate services Limited Subramanian Building No.1, Club House Road, Chennai-600002, Tamilnadu Tel: +91-44-28460390, Fax: +91-44-28460129 <a href="mailto:cameo@cameoindia.com">E-mail: cameo@cameoindia.com</a>
m.	Share Transfer System:	All the shares of the company is in demat mode so transfer through demat takes place instantly between the transferor,
n.	Dematerialization of the shares and liquidity:	10138160 shares were held in dematerialized mode, as at March 31,2023. The company's equity shares are traded on
o.	Outstanding ADRs/ GDRs/ Warrants/ Convertible instruments and	Not Applicable
p.	List of all credit ratings obtained by the entity along with any revisions thereto during the relevant financial year, for all debt instruments of such entity or any fixed deposit programme or any scheme or proposal of the listed entity involving mobilization of	The Company has not obtained its credit rating.
q.	Plant Location	Not Applicable
r.	Address for Correspondence:	HEC INFRA PROJECTS LIMITED CIN: L45200GJ2005PLC046870 Sigma 1 Corporate, Corporate House No. 6, SindhuBhawan Road, Nr. Mahan Party Plot Crossroad, Bodakdev, Ahmedabad-380 054. Tel No: +91-79-40086771 - 74; Fax No: +91-79-40086771 <a href="mailto:elect@hecproject.com">E-mail: elect@hecproject.com</a>
s.	Commodity price risk or foreign exchange risk and hedging activi-	Not Applicable
t.	Compliance Officer/Company Secretary:	Ms.Khushi Bhatt Sigma 1 Corporate, Corporate House No. 6, SindhuBhawan Road, Nr. Mahan Party Plot Crossroad, Bodakdev, Ahmedabad-380 054. Tel No: +91-79-40086771 - 74; Fax No: +91-79-40086771 <a href="mailto:cs@hecproject.com">E-mail: cs@hecproject.com</a>
u.	Bank details for electronic shareholding:	Members are requested to notify their depository participant(DP) about the changes in the bank details. Members are
v.	Change in shareholders details:	As all the shares are in demat mode the communication regarding change in address, bank account details, change in nomination, dematerialization of your share certificates or other inquiries should be addressed to your depository partici-
t.	Nomination facility:	It is in interest of the shareholders to appoint nominee for their investments in the company.

**Fund Raising**

During the year under review the Company has not made any preferential issue of shares or Qualified Institutional Placement and therefore no fund raising activity was carried out.

**Financial Calendar year (2023 – 2024)**

Quarterly Results	Schedule
Quarter ended on 30 <sup>th</sup> June, 2023	On or before 15 <sup>th</sup> August, 2023
Quarter ended on 30 <sup>th</sup> September, 2023	On or before 14 <sup>th</sup> November, 2023 (tentative)
Quarter ended on 31 <sup>st</sup> December, 2023	On or before 14 <sup>th</sup> February, 2024 (tentative)
Quarter ended on 31 <sup>st</sup> March, 2024	On or before 30 <sup>th</sup> May, 2024 (tentative)

**MARKET PRICE DATA-THE MONTHLY HIGH AND LOW PRICES OF THE COMPANY'S SHARES AT NSE PLATFORM FOR THE YEAR ENDED ON MARCH 31,2023:**

[Source: NSE website]

Month(s)	High Price	Low Price
April 2022	37.90	29.80
May 2022	33.10	27.10
June 2022	31.40	22.25
July 2022	25.50	20.30
August 2022	31.60	21.50
September 2022	31.70	26.65
October 2022	36.45	28.35
November 2022	34.75	28.55
December 2022	57.55	26.65
January 2023	63.40	36.25
February 2023	39.00	28.30
March 2023	32.95	28.65

**THE DISTRIBUTION OF SHAREHOLDINGS AS ON MARCH 31,2023:**

No. of Equity Shares	No. of Share-holders	% to total Shareholder	No. of shares held	% to total Shareholding
Up to 5000	898	85.0378	651080	0.6422
5001-10000	46	4.3560	377010	0.3718
10001-20000	22	2.0833	306650	0.3024
20001-30000	10	0.9469	251870	0.2484
30001-40000	5	0.4734	179690	0.1772
40001-50000	3	0.2840	150000	0.1479
50001-100000	38	3.5984	2374000	2.3416
100001 & above	34	3.2196	97091300	95.7681
<b>Total</b>	<b>1056</b>	<b>100.00</b>	<b>101381600</b>	<b>100.00</b>



**PATTERN OF HOLDINGS-NSDL,CDSL & PHYSICAL:**

Client Type	NSDL		CDSL		Physical	
	No. of holders	Total position	No. of holders	Total position	No. of holders	Total position
Resident	317	448480	712	811664	0	0
NRI	7	14488	1	500	0	0
Corporate Body	3	312050	7	1129398	0	0
Clearing member	2	80	0	0	0	0
Promoter	1	11090	6	7410410	0	0
<b>Total</b>	<b>330</b>	<b>786188</b>	<b>726</b>	<b>9351972</b>	<b>0</b>	<b>0</b>
<b>% of Capital</b>	<b>7.7547%</b>		<b>92.2453%</b>		<b>0%</b>	

**SHAREHOLDING PATTERN AS ON MARCH 31,2023:**

Category	No. of Shares held	%
A) Promoters and Promoter Group		
Individual	6954000	68.59
Body Corporate	467500	4.61
<b>Total Shareholding of Promoter &amp; Promoter Group (A)</b>	<b>7421500</b>	<b>73.2</b>
B) Public Shareholding		
I) Institutions:		
a) Market Maker	864135	8.52
<b>Sub-total (B) (I)</b>	<b>864135</b>	<b>8.52</b>
II) Non-Institutions:		
a) Body Corporate	577313	5.69
b) Individual		
-shares up to Rs. 2 Lakh	508299	5.01
-shares in excess of Rs. 2 Lakh	732495	7.23
c) Hindu Undivided Family	19350	0.19
d) Clearing Members	80	0
e) Non resident Indians	14988	0.15
<b>Sub-total (B) (II)</b>	<b>1852525</b>	<b>18.27</b>
<b>Total Public Shareholding (B)= (B)(I) + (B)(II)</b>	<b>2716660</b>	<b>26.80</b>
<b>Total Shareholding (A+B)</b>	<b>10138160</b>	<b>100</b>

**9. OTHER DISCLOSURES:****I. DISCLOSURE ON RELATED PARTY TRANSACTIONS:**

All transaction entered into by the Company with related parties, during the financial year 2022-23 with related parties were in its ordinary course of business and on arm's length basis. Since no material transaction with Related Party transactions From AOC-2 is not applicable.

The Audit Committee, during the financial year 2022-23, has reviewed Related Party Transactions along with granting omnibus approval in line with the Policy of dealing with Related Party Transactions and the applicable provisions of the Companies Act,

2013 read with the Rules issued thereunder and the Listing Regulations (including any statutory modification(s) or re-enactment(s) thereof for the time being in force). The company has adopted a policy to determine related party transactions and has been uploaded on the website of the Company: [www.hecprojects.in](http://www.hecprojects.in).

## **II. DETAILS OF NON-COMPLIANCE BY THE COMPANY:**

There has been no instance of non-compliance by the Company on any matter related to capital markets during last three years, and hence, no penalties or strictures have been imposed on the Company by Stock Exchanges or SEBI or any other statutory authority.

## **III. DETAILS OF ESTABLISHMENT OF VIGIL MECHANISM/WHISTLE BLOWER POLICY:**

In accordance with the provisions of Section 177(9) of the Companies Act, 2013 and SEBI (LODR) Regulations, 2015, The Company has a Vigil Mechanism/ Whistle Blower Policy pursuant to provision of in which the employees are free to report violations of applicable laws and regulations and the Code of Conduct. Employees may report to the Chairman of the Audit Committee. During the year under review, no employee was denied access to the Audit Committee. During the year under review, no protected disclosure concerning any reportable matter in accordance with the Vigil Mechanism/Whistle Blower Policy of the Company was received by the Company.

The Company promotes ethical behavior in all its business activities and has put in place a mechanism for reporting illegal or unethical behavior. It is devised in such a manner that would enable the stakeholders, including individual employees and their representative bodies to freely communicate their concerns about illegal or unethical practices. As per policy no person has denied the access to the Audit committee.

The details of Vigil Mechanism/ Whistle Blower Policy are available on the website of the Company at the link: <https://hecprojects.in/wp-content/uploads/2023/06/Whistle-blower-and-vigil-mechanisam.pdf>

## **IV. DETAILS OF COMPLIANCE WITH MANDATORY REQUIREMENTS AND ADOPTION OF THE NON-MANDATORY REQUIREMENTS:**

The company has complied with all the mandatory requirements of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 relating to Corporate Governance.

## **V. POLICY OF DETERMINING MATERIAL SUBSIDIARIES:**

The policy for determining "material subsidiaries" is available on the website of the company at link: <https://hecprojects.in/wp-content/uploads/2023/06/Policy-for-Materiality-of-Events-030122.pdf>

## **VI. POLICY ON DEALING WITH RELATED PARTY TRANSACTIONS:**

The Company has formulated a Policy on Related Party Transactions and put up on its website and can be accessed at the link: <https://hecprojects.in/wp-content/uploads/2021/05/6-Related-Party-Transaction-Policy.pdf>

## **VII. OTHER POLICIES**

The other policies required to be adopted by the Company is available on the website of the Company namely [www.hecprojects.in](http://www.hecprojects.in)

## **VIII. DISCLOSURE OF COMMUNITY PRICE RISKS AND COMMODITY HEDGING ACTIVITIES:**

The company is not carrying any commodity business and has not undertaken any hedging activities, hence same are not applicable to the company.

## **IX. UTILIZATION OF FUNDS RAISED THROUGH PREFERENTIAL ALLOTMENT OR QUALIFIED INSTITUTIONS PLACEMENT:**

The Company has not raised funds through preferential allotment or qualified institutions placement as specified under regulation 32 (7A).

## **X. CERTIFICATE FROM A PRACTICING COMPANY SECRETARY ON THE BOARD:**

A Certificate received from Jalan Alkesh & Associates, Company Secretaries, as required under Part C of Schedule V of Listing regulations stating that none of the Directors of the company are debarred or disqualified from being appointed or continuing as a Directors of the Companies is annexed to this report.

## **XI. CONFIRMATION BY THE BOARD OF DIRECTORS ACCEPTANCE OF RECOMMENDATIONS OF COMMITTEE:**

In terms of amendments made to the Listing regulations, the Board of Directors confirms that during the year, it has accepted all the recommendations received from all its committees.

## **XII. PAYMENT TO THE STATUTORY AUDITOR:**

As per the Schedule V (c) 10(k) of SEBI(LODR)Regulations,2015, the particulars of payment of statutory auditors fees for F.Y 2022 is given as below:

Description of Services	Amount
Audit Fees	1,75,000
Limited Review Certification	25,000
Taxation Matters	25,000
<b>Total</b>	<b>2,25,000</b>

For the year 2022-23 members are requested to refer the Balance Sheet and Income and Expenditure and notes attached hereto.

### **XIII.RECONCILIATION OF SHARE CAPITAL AUDIT REPORT:**

As per the Regulation 74 of Securities and Exchange Board of India(Depositories and Participants)Regulations,2018 and the amended circular, Practicing Company Secretary carried out a share capital audit to reconcile the total admitted equity share capital with National Securities Depository Limited(NSDL) and Central Depository(India) Services Limited(CDSL) and total issued and listed equity share capital. The audit report confirms that the total issued/paid-up capital is in agreement with the total number of shares in physical form and total number of dematerialized shares held with NSDL and CDSL.

### **XIV.DISCLOSURE IN RELATION TO THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE(PREVENTION,PROHIBITION AND REDRESSAL)ACT,2013:**

The Company has in place a policy on prevention of Sexual Harassment in line with the requirements of the Sexual Harassment of Women at Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 for prevention, prohibition and redressal of sexual harassment at workplace.

During the year 2022-23, no Complaint of Sexual Harassment was reported.

### **XV. NON-COMPLIANCE OF ANY REQUIREMENT OF CORPORATE GOVERNANCE REPORT OF SUB-PARAS(2) TO (10) ABOVE,WITH REASONS THEREOF SHALL BE DISCLOSED:**

There is no non-compliance observed.

### **XVI. DISCRETIONARY REQUIREMENTS:**

As per the Schedule II Para E of SEBI(LODR) regulations,2015 –

- the Company has an executive chairman
- The company does not send half-yearly financial performance to each shareholders, as it is displayed on company's website along with the stock exchange.
- The auditor's report on financial statements of the company are unmodified.
- Internal auditors of the company make quarterly presentations to Audit committee on their reports.

### **XVII. DISCLOSURES OF THE COMPLIANCE WITH CORPORATE GOVERNANCE REQUIREMENTS SPECIFIED IN REGULATION 17 TO 27 AND CLAUSE(B) TO 9I) OF SUB-REGULATION(2) OF REGULATION 46 SHALL BE MADE IN SECTION ON CORPORATE GOVERNANCE OF THE ANNUAL REPORT:**

Corporate Governance compliance certificate is attached in Annexure

### **XVIII. CERTIFICATE ON COMPLIANCE WITH CODE OF CONDUCT:**

The Board of Directors has laid down the Code of Conduct for all the Board Members and members of the senior management. The Code is also placed on the Company's website i.e. [www.hecprojects.in/investors/](http://www.hecprojects.in/investors/). A certificate from the Managing Director, affirming compliance of the said Code by all the Board Members and members of the senior management to whom the Code is applicable, is annexed separately to this report. The code of conduct is also posted on the website of the company i.e. <https://hecprojects.in/wp-content/uploads/2021/05/1-Code-of-Conduct.pdf>

### **XIX. DISCLOSURES WITH RESPECT TO DEMAT SUSPENSE ACCOUNT/UNCLAIMED SUSPENSE ACCOUNT:**

Not Applicable

### **XX: CEO/CFO CERTIFICATION:**

The MD and the CFO have certified to the Board with regard to the financial statements and other matters as required under regulation 17(8) read with Part B of Schedule II to the SEBI Listing Regulations

### **XXI. DISCLOSURE OF ACCOUNTING TREATMENT**

The standalone financial statements for the financial year 2022-23 have been prepared in accordance with the applicable Indian Accounting Standards(IND-AS) and the provisions of the Companies Act,2013 and the rules framed thereunder.

Suitable disclosures have been made in the financial statements, together with the Management's explanation in the event of any treatment being different from that prescribed in the Ind AS.

**ADDRESS FOR CORRESPONDENCE:** Shareholders correspondence should be addressed at Registered Office of the Company at: **COMPLIANCE OFFICER, HEC INFRA PROJECTS LIMITED, SIGMA 1 CORPORATE, CORPORATE HOUSE NO.6, SINDHU BHAWAN ROAD, NR. MAHAN PARTY PLOT CROSSROAD, BODAKDEV AHMEDABAD – 380054.**

Date: 02/09/2023

Place: Ahmedabad

<p><b>Registered Office:</b> Sigma 1 Corporate, Corporate House No. 6, Sindhu Bhavan Road, Nr. Mahan Party Plot Cross Road, Bodakdev, Ahmedabad- 380054.</p> <p>Tel: - +91-79-40086771-74; Web: - www.hecprojects.in; Email: - elect@hecproject.com</p>	<p>By order of the Board of Directors</p> <p><b>For, HEC Infra Projects Limited</b> <b>SD/-</b> <b>Gaurang Parmanand Shah</b> <b>(Chairman &amp; Managing Director)</b> <b>DIN:01756079</b></p>
---	---

**DECLARATION FROM MANAGING DIRECTOR REGARDING COMPLIANCE OF CODE OF CONDUCT**

To,

**The Members of HEC Infra Projects Limited**

Pursuant to Regulations 15(2) and Schedule V(D) of Listing Regulations, I hereby confirm that the Board of Directors and Senior Management have affirmed complied with the Code of Conduct and ethics laid down by the board of directors of the company for the financial year ended March 31, 2023

Date: 02/09/2023

Place: Ahmedabad

<p><b>Registered Office:</b> Sigma 1 Corporate, Corporate House No. 6, Sindhu Bhavan Road, Nr. Mahan Party Plot Cross Road, Bodakdev, Ahmedabad- 380054.</p> <p>Tel: - +91-79-40086771-74; Web: - www.hecprojects.in; Email: - elect@hecproject.com</p>	<p>By order of the Board of Directors</p> <p><b>For, HEC Infra Projects Limited</b> <b>SD/-</b> <b>Gaurang Parmanand Shah</b> <b>(Chairman &amp; Managing Director)</b> <b>DIN:01756079</b></p>
---	---

# AUDITOR'S CERTIFICATE ON CORPORATE GOVERNANCE

To,  
 The Members of  
**HEC INFRA PROJECTS LIMITED**  
**CIN: L45200GJ2005PLC046870**  
**SIGMA 1 CORPORATE, CORPORATE HOUSE NO.6,**  
**SINDHU BHAWAN ROAD,NR.MAHAN PARTY PLOT CROSSROAD,**  
**BODAKDEV AHMEDABAD - 380054**

We have examined the compliance of conditions of corporate governance by HEC Infra Projects Limited ('the Company'), for the year ended March 31,2023, as stipulated under Regulations 17 to 27,clause(b) to(i) of sub-regulation (2) of Regulation 46 and para C,D and E of Schedule V of the Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulations, 2015,as amended from time to time, pursuant to the Listing agreement of the said Company with stock exchanges for the period ended March 31,2023.

The compliance of the conditions of the corporate governance is the responsibility of the Management. Our examination was limited to procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of the Corporate Governance. It is neither an audit nor an expression of the opinion of the financial statements of the Company.

In our opinion and to the best of our information and according to the explanations given to us and based on the representation made by the Directors and the management, we certify that the Company has complied, with the mandatory conditions as stipulated in abovementioned Chapter IV of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations,2015,pursuant to the Listing agreement of the said company with stock exchange.

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

This certificate is issued solely for the purposes of complying with the aforesaid Regulations and may not be suitable for any other purpose.

<p><b>Place: Ahmedabad</b>  <b>Date: 02/09/2023</b></p>	<p><b>For, Jalan Alkesh &amp; Associates</b>  <b>Company Secretaries</b>  <b>SD/-</b></p> <p><b>Alkesh Jalan</b>  <b>(Proprietor)</b>  <b>Membership No. – 10620</b>  <b>Firm Registration No. – 4580</b>  <b>UDIN:F010620E000918901</b></p>
---	--

# MANAGEMENT DISCUSSION ANALYSIS REPORT

## **OVERVIEW OF GLOBAL ECONOMY:**

The global economic growth was estimated at a slower 3.2% in 2022, compared to 6% in 2021 (which was on a smaller base of 2020 on account of the pandemic effect). The relatively slow global growth of 2022 was marked by the Russian invasion of Ukraine, unprecedented inflation, pandemic-induced slowdown in China, higher interest rates, global liquidity squeeze and quantitative tightening by the US Federal Reserve.

The baseline forecast is for the growth to fall from 3.2% in 2022 to 2.8% in 2023, before settling to 3.0% in 2024. Advanced economies are expected to see an especially pronounced growth slowdown, from 2.7% in 2022 to 1.3% in 2023. With further financial sector stress, global growth declines to about 2.5% in 2023 with advanced economy growth falling below 1.0%.

Global headline inflation in the baseline is set to fall from 8.7% in 2022 to 7.0% in 2023 on the back of lower commodity priced but underlying inflation is likely to decline more slowly. Inflation's return to target is unlikely before 2025 in most cases.

The emerging nations are expected to grow by 3.8% and 4.4% respectively in the F.Y 2022 and 2023. Overall the global GDP growth is expected to be at 3.6% in the FY 2022 and 2023. Most emerging market and developing Economies are still lagging behind whereas sharp rebounds in the major economies can be seen. Almost 90% of the advanced economies are predicated to remain pre-pandemic per capita income levels by 2022, but roughly one-third of emerging market and developing Economies.

The largest economies such as China, US, European Union, India, Japan, UK and South Korea are not in recession. Even though the global economy is projected to grow less than 3% for the next five years, India and China are projected to account for half the global growth.

## **OVERVIEW OF INDIAN ECONOMY:**

India's growth continues to be resilient despite some signs of moderation in growth, although significant challenges remain in global environment, India was one of the fastest economies in the world.

India's economic growth is at 7.2% in FY 2022-23. India emerged as the second fastest-growing G20 economy in FY 2022-23. India overtook UK to become the fifth-largest global economy. India surpassed China to become the world's most populous nation (Source: IMF, World Bank). The World Bank has revised its FY 2023-24 GDP forecast to 6.3% from 6.6% (December 2022). Rising borrowing costs and slower income growth will weigh on private consumption growth and government consumption is projected to grow at a slower pace due to withdrawal of pandemic related fiscal support measures.

The Central Government is likely to meet its fiscal deficit target of 5.9% of GDP in FY 2023-24 and combined with consolidation in state government deficits, the general government deficit is also projected to decline. As a result, the debt to GDP ratio is projected to stabilize. On the external front, the current account deficit is projected to narrow to 2.1% of GDP from an estimated 3.0% in FY 2022-23 on the back of robust service exports and a narrowing merchandise trade deficit. Till Q3 FY23, India's current account deficit, a crucial indicator of the country's balance of payments position, decreased to \$18.2 billion, or 2.2% of GDP. India's fiscal deficit was estimated in nominal terms at ~ H17.55 lakh crore and 6.4% of GDP for the year ending March 31, 2023. (Source: Ministry of Trade & Commerce)

India moved up in the Ease of Doing Business (EoDB) rankings from 100th in 2017 to 63rd in 2022. As of March 2023, India's unemployment rate was 7.8 percent.

In 2022-23, total receipts (other than borrowings) were estimated at 6.5% higher than the Budget estimates. Tax-GDP ratio was estimated to have improved by 11.1 percent Y-o-Y in RE 2022-23.

## **OUTLOOK:**

The engineering industry in Gujarat reported exports worth US\$ 25 billion contributing around 36% of the India's engineering exports. FDI inflow for miscellaneous mechanical and engineering industries stood at US\$ 4.14 billion between April 2000-June 2022 according to the data released by Department for Promotion of Industry and Internal Trade (DPIIT). In October 2022, exports of engineering goods from India stood at US\$ 7.4 billion. The Indian engineering sector is of strategic importance to the economy owing to its intense integration with other industry segments. The sector has been de-licensed and enjoys 100% FDI. Total budgetary support for investment in the sector has been increasing rapidly in the last four years and stood at around Rs. 1.4 lakh crore (US\$ 16.8 billion) during FY23. (Source: <https://www.ibef.org/industry/engineering-india>)

## **OVERVIEW OF EPC ELECTRO-MECHANICAL SECTOR:**

The engineering sector is the largest of the industrial sectors in India. It accounts for 27% of the total factories in the industrial sectors and represents 63% of the overall foreign collaborations. India's engineering sector has witnessed a remarkable growth over the last few years driven by increased investment in infrastructure and industrial production. The engineering sector, being closely associated with the manufacturing and infrastructure sectors, is of strategic importance to India's economy. India, on its quest to become a global superpower, has made significant stride towards developing its engineering sector.

The engineering sector in India attracts immense interest from foreign players as it enjoys a comparative advantage in terms of manufacturing cost, technology, and innovation. The above, coupled with favorable regulatory policies and growth in the manufacturing sector, has enabled several foreign players to invest in India. Having achieved a strong market share, the focus is now on improving Operational excellence, Digitalization of key business processes, improving the Engineering methods by adoption of new techniques in general, execution capabilities and leadership teams.

The Indian engineering sector is of strategic importance to the economy owing to its intense integration with other industry segments. The sector has been de-licensed and enjoys 100% FDI. With the aim to boost the manufacturing sector, the Government has relaxed the excise duties on factory gate tax, capital goods, consumer durables and vehicles.

#### **ENGINEERING SERVICES:**

HEC is a leading EPC player in the field of Electro-Mechanical, Solar Projects, Lighting and ELV System. We offer integrated solutions and end-to-end services ranging from design, supply, installation and commissioning of overhead transmission lines, substations, underground cable laying, Switchyard, Water pumping stations, Lighting systems, Industrial and commercial electrification, solar PV plants, battery energy storage system and mini / micro grid solar projects.

##### **• TRANSMISSION PROJECTS:**

HEC has providing EPC solution in providing transmission Projects and has core strength of handling engineering solutions in EPC projects from procurement to construction services. The areas of service in Transmission project is of Switchyard, Overhead Transmission Line, and cable laying. The Company's substation business focuses on providing turnkey solutions for high voltage air insulated substations for utilities and power plants, EHV cable & communication backbone networks and complete electrical & instrumentation solutions for various infrastructure projects. The Company has a wide experience for execution of projects on Turnkey basis for Switchyard up to 220 KV, Overhead transmission line up to 220 KV, and underground cable laying up to 66 KV, Air insulated substations up to 220KV and SCADA systems.

During the year company has received Transmission work including layering, erection, testing and commissioning from Gujarat energy transmission corporation Limited, Vadodara, Hariyana Vidyut Prasaran Nigam Limited and Ventana Speciality Private Limited.

##### **• WATER PUMPING STATIONS:**

HEC has the ability to provide turnkey projects to clients who are seeking single company approach to project design and implementation. Our vast knowledge and experience in the water pumping station link us to the best resourced companies in the world capable of implementing complete package projects. The Company executes various projects on turnkey basis involving mechanical, electrical instrumentations in government, private and industrial pumping schemes. The Company has in house manufacturing (by way of manufacturing by sister concern companies) of HT panels, LT panels and Distribution Boards (DB) which gives added advantage to end clients. We have executed pumping projects which includes HT Motors up to 6.6 KV along with PLC, SCADA & Automation systems.

During the year the company has received and executed Electro-Mechanical & instrumentation works along with Operation and Comprehensive repair & Maintenance work for Ahmedabad Municipal Corporation and also that of Augmentation work for Supply of HT panel and transformer of different size for various sewage & storm water pumping station and also that of dismantling of existing old HT panel & transformer of AMC and also of Vadodara Municipal Corporation which includes work of supply, installation, testing and commissioning of Diesel generator set for Pumping machines & 5 years of comprehensive maintenance work at various water sources of Vadodara Municipal corporation.

##### **• SOLAR:**

HEC provides end to end solution EPC (Engineering procurement and construction) in PV solar plants. Installation of medium/ large scale grid solar power plants. The Company provides services starting from designing stage till Operations and Maintenance of Projects, guiding customers in government policy issues, land procurement issues, provide the project reports for and approvals for solar plants. HEC also provides roof top solar solutions in Solar PV solution with and without battery backup. We also provide solutions for specific requirements for any type of roof top such as flat concrete rooftop, metallic rooftop, inclined and tiled rooftop.

##### **• LIGHTING:**

The Company provides EPC for both indoor and outdoor lighting solutions. Airports, hotels, industrial plants, Hospitals etc. are the sectors in which the company has provided the lighting solutions. The Company has an EPC team which is highly efficient and capable for indoor and outdoor jobs, especially in the field of outdoor lighting. We provide all types of outdoor lighting options including Solar Lighting, Smart Street Lighting, Industrial Plant Lighting, River Front Lighting, Highway Lighting, etc. During the year under review,

During the year under review, the company has received and executed work for street lighting projects under Ahmedabad Municipal Corporation (AMC) for the whole western zone of Ahmedabad.

- **ELV(EXTRA LOW VOLTAGE)SYSTEMS:**

The Company provides ELV Systems to complete the building under EPC Contracts. We have a vast experience in Supply and install complete electrical infrastructure and systems to the highest standard-right down to the system which operates on extra low voltage (ELV) such as CCTV, Access Control, Fire Detection/ alarm, Data Networks, EPBAX, Background Music System and Voice Evacuation System, HVAC work, Building Management System and TV Distribution.

During the year, the company received and executed project of MEGA -BMS Work and Venus Infrastructure and Developers Pvt. Ltd.

**RISK AND CONCERN:**

The Company recognizes that risk is inherent in every business activity. Effectively managing these risks is key to achieving our strategic objectives and the long-term sustainable growth of the business. At industries, risk management encompasses an organized and coherent process of identifying, assessing and managing the existing and potential risks in a planned manner. The Company has framed a comprehensive Risk Management Policy which inter-alia lays down detailed process and policies in the various facets of the risk management function.

The management strives hard to balance business risks and opportunities and analyses potentially negative or positive outcomes. The risk management function is integral to the company and its objectives includes ensuring that critical risk are identified continuously, monitored and managed effectively in order to protect the company's business.

However, the changes in the tax laws, Government policies and regulatory requirement might affect the company's business. Uncontrolled variation in price of input materials could impact the company's profitability to the extent that the same are not absorbed by the market through price increase and / or could have a negative impact on the demand in the market.

The company has addressed these realities through a selection of projects around an engagement with large and liquid customers,profitable hurdle rate,talent retention,timely completion of projects,sustained engagement with customers and an experienced talent pool.

**INTERNAL CONTROL SYSTEM AND THEIR ADEQUACY:**

The Company implemented suitable controls to ensure its operational, compliance and reporting objectives. The Company has adequate policies and procedures in place for its current size as well as the future growing needs. These policies and procedures play a pivotal role in the deployment of the internal controls. They are regularly reviewed to ensure both relevance and comprehensiveness and compliance is in grained into the management review process.

The Board has adopted policies and procedures for ensuring that all transactions are authorized, recorded and correctly reported, all assets are safeguarded and protected against loss from unauthorized use or disposition, reducing wastage and maintenance of proper accounting records for ensuring accuracy and reliability of its financial information. The Board has constituted an Audit Committee which meets periodically to review the financial performance and the accuracy of financial records and accordingly appropriate actions are taken by the management. The significant findings, along with management response and status of action plans are also periodically shared with and reviewed by the Audit Committee.

Adequacy of controls of the key processes is also being reviewed by the Internal Audit team. Suggestions to further strengthen the process are shared with the process owners and changes are suitably made. Significant findings, along with management response and status of action plans are also periodically shared with and reviewed by the Audit Committee. It ensures adequate internal financial control exist in design and operation financial disclosures. When found necessary, the Committee also gives suggestions on this matter. The audit committee regularly evaluates the execution of the Audit plan,the relevance and impact of the internal audit systems, oversees the implementation of internal audit recommendations including those which help reinforce the company's risk management policies and systems.



**FINANCIAL PERFORMANCE:**

(₹ in Lakhs)

Particulars	For the year ended on	
	March 31,2023	March 31,2022
Revenue from Operations	5173.39	4372.48
Other Income	134.20	75.05
<b>Total Revenue</b>	<b>5307.59</b>	<b>4447.53</b>
Purchase of Stock-in-Trade	2356.45	2539.00
Changes in Inventories of Finished Goods, WIP and Stock-in-Trade	(20.93)	(74.28)
Employee Benefit Expenses	333.29	364.71
Other Expenses	2173.76	1279.14
<b>Total Expenditure</b>	<b>5187.29</b>	<b>4391.75</b>
EBIDT	465.02	338.95
Finance Cost	322.68	259.67
Depreciation and Amortization	22.04	23.50
Profit Before Extraordinary Item and Tax	120.30	55.78
Extraordinary Items	0.00	0.00
Profit Before Tax	120.30	55.78
Current Tax	38.50	15.00
Taxation in respect of the earlier year	2.74	(10.24)
<b>Profit for the year</b>	<b>78.83</b>	<b>51.45</b>

**KEY FINANCIAL RATIOS:**

Details of significant changes (i.e. change of 25% or more as compared to the immediately previous financial year) in Key Financial Ratios and any changes in return on net worth of the Company (on standalone basis) are given below:

Particulars	March 31,2023	March 31,2022	Changes
Debt service coverage ratio	0.86	0.00	122%
Inventory Turnover (times)	1.49	0.00	(0.44)%
Interest Coverage Ratio (times)	1.44	1.31	10.40%
Current Ratio (times)	2.34	2.53	7.60%
Debt Equity Ratio (times)	1.04	1.20	13.23%
Net Profit Margin (%)	0.02	0.01	29.48%
Return on capital employed (%)	0.07	0.05	48.07%
Return on equity ratio(%)	0.03	0.02	49.20%
Net Capital turnover ratio(%)	1.17	0.95	22.64%

**OPPORTUNITY AND THREAT:****OPPORTUNITY:**

- Growing Transmission line projects
- Reduced Bank guarantee requirements in specific government PSU's
- 90% payment terms on supply are now applicable in tenders
- Scouting for reliable and long term Investors

- Favorable financing method according to the advance rate and payment dynamics
- Developing a Functional and coordinated Project team

**THREAT:**

- Changes in Government Policies
- Intense competition may reduce profitability in conventional projects
- Act of God
- Customer's inability to pay

**HUMAN CAPITAL:**

Our Company believes that the human capital is key to bring in progress. The Company believes in maintain cordial relation with its employees which is one of the key pillars of the Company's business. The Company's HR policies and practices are built on core values of Integrity, Passion, Speed, and Commitment. The Company's focus is on recruitment of good talent and retention of the talent pool. The Company is hopeful and confident of achieving the same to be able to deliver results and value for our shareholders. Our company is having on roll **38** employees as on March 31,2023. Company maintains smooth relations with whole of the workforce and incentives are provided from time to time to ensure that employees remain devoted to the organization for a long term.

**SEGMENT GROWTH DRIVERS:**

The major and material activities of the company are restricted to only one segment i.e. EPC Engineering Designing & Construction, hence the secondary segment disclosures are not applicable.

**DISCLOSURE OF ACCOUNTING TREATMENT:**

The Company adopted Indian accounting standard ("Ind As") prescribed under section 133 of the companies act, 2013 read with relevant rules issued there under and in terms of Regulation 33 of the SEBI (LODR) Regulations, 2015 and the Companies (Indian accounting Standards) (Amendment) Rules, 2016.

**CAUTIONARY STATEMENT:**

Certain statements in the reports of the Board of Directors and Management's Discussions and Analysis may be forward looking statements within the meaning of applicable securities laws and regulations. Actual results may vary from those expressed or implied depending upon economic conditions, Government policies and other incidental factors. Taxation laws, economic development, cost of raw materials, natural calamity, current rate of interest and power cost are the few extraneous variables that influence the Company's operations and company does not have any direct control. There is no obligation to publicly update any forward-looking statements, whether as a result of new information, future events or otherwise.

# INDEPENDENT AUDITORS REPORT

## To The Members of HEC INFRA PROJECTS LIMITED

### Report on the Audit of the Financial Statements

#### Opinion

We have audited the accompanying financial statements of HEC INFRA PROJECTS LIMITED (“the Company”), which comprise the Balance Sheet as at 31<sup>st</sup> March 2023; the Statement of Profit and Loss (including Other Comprehensive Income), Statement of Changes in Equity and the Statement of Cash Flows for the year then ended and notes to financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as “Financial Statements”).

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 (“the Act”) in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, (“Ind AS”) and other accounting principles generally accepted in India, to the extent applicable; of the state of affairs of the Company as at 31st March, 2023; its Profit including Other Comprehensive Income, its Cash Flows and the Statement of Changes in Equity for the year ended on that date.

#### Basis for Opinion

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

#### Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon.

Based on our audit of Financial Statements of the Company for the period under review, we did not come across any material Key Audit Matters to be communicated in our report.

#### Information Other than the Financial Statements and Auditor’s Report Thereon

The Company’s Board of Directors is responsible for the preparation of the other information. The other information comprises the Directors’ Report including Annexure to the Directors’ Report, but does not include the financial statements and our auditor’s report thereon.

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

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

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

#### Management’s Responsibility for the Financial Statements

The Company’s Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these Ind AS financial statements that give a true and fair view of the financial position, financial performance, including

other comprehensive income, changes in equity and cash flows of the Company in accordance with accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules 2015, as amended.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

### **Auditor's Responsibility for the Audit of the Financial Statements**

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought

to bear on our independence, and where applicable, related safeguards.

### Report on Other Legal and Regulatory Requirements

1)As required by Section 143(3) of the Act, based on our audit we report that:

- We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- The Balance Sheet, the Statement of Profit and Loss (including other comprehensive income), the statement of changes in equity and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- In our opinion, the aforesaid financial statements comply with the Ind AS specified under Section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015 as amended;
- On the basis of the written representations received from the directors as on 31st March, 2023 taken on record by the Board of Directors, none of the directors is disqualified as on 31<sup>st</sup>March, 2023 from being appointed as a director in terms of Section 164(2) of the Act.
- With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure A".
- With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended,
- in our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 read with Schedule V to the Act.
- 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:
  - ◆ The Company does not have any pending litigations which would impact its financial position.
  - ◆ The Company does not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
  - ◆ There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

a) The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

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

c) Based on such audit procedures that were considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (a) and (b) contain any material misstatement.

The Company has not declared or paid any dividend during the year.

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

<b>Place: Ahmedabad</b> <b>Date: 27/05/2023</b> <b>UDIN:23167721BGXSOA7513</b>	<b>For PARTH P SHAH &amp; CO</b> <b>CHARTERED ACCOUNTANTS</b> <b>[FRN: 141540W]</b> <b>SD/-</b>  <b>(PARTH SHAH)</b> <b>Proprietor</b> <b>Membership No: 167721</b>
--	--

**ANNEXURE - A TO THE AUDITORS' REPORT****Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")**

We have audited the internal financial controls over financial reporting of **HEC INFRA PROJECTS LIMITED** ("The Company") as on 31<sup>st</sup> March 2023 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

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

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

**Auditors' Responsibility**

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

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

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

**Meaning of Internal Financial Controls over Financial Reporting**

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

**Inherent Limitations of Internal Financial Controls over Financial Reporting**

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

**Opinion**

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31<sup>st</sup> March 2023, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

<b>Place: Ahmedabad</b> <b>Date: 27/05/2023</b> <b>UDIN:23167721BGXSOA7513</b>	<b>For PARTH P SHAH &amp; CO</b> <b>CHARTERED ACCOUNTANTS</b> <b>[FRN: 141540W]</b> <b>SD/-</b>  <b>(PARTH SHAH)</b> <b>Proprietor</b> <b>Membership No: 167721</b>
--	--



**ANNEXURE-B TO THE AUDITORS' REPORT****The Annexure referred to in our report to the members of HEC INFRA PROJECTS LIMITED for the year ended 31<sup>st</sup> March, 2023.**

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

In respect of the Company's Property, Plant and Equipment and Intangible Assets:

- (a) The company has maintained proper records showing full particulars including quantitative details and situation of Property, plant and equipment.

The company has maintained proper records showing full particulars of Intangible assets.

- (b) According to information and explanation given to us and on the basis of our examination of the records of the Company, Property, plant and equipment have been physically verified by the management at reasonable intervals and no material discrepancies were noticed on such verification.
- (c) According to information and explanation given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties are held in the name of the company.
- (d) According to the information and explanations given to us, the Company has not revalued its property, plant and Equipment (including Right of Use assets) or its intangible assets. Accordingly, the requirements under paragraph 3(1)(d) of the Order are not applicable to the Company.
- (e) According to the information and explanations given to us, no proceeding has been initiated or pending against the Company for holding benami property under the Benami Transactions (Prohibition) Act, 1988 and rules made thereunder. Accordingly, the provisions stated in paragraph 3(1) (e) of the Order are not applicable to the Company.

2. (a) The inventory has been physically verified during the year by the management.  
In our opinion, the frequency of verification, coverage & procedure of such verification is reasonable and appropriate. No material discrepancies were noticed on such verification.
- (b) According to the information and explanations provided to us, the Company has been sanctioned working capital limits in excess of Rs. 5 crores in aggregate from Banks/financial institutions on the basis of security of current assets. Monthly returns / statements filed with such Banks/ financial institutions are in agreement with the books of account.
3. According to the information explanation provided to us, the Company has not made any investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties. Hence, the requirements under paragraph 3(3) of the Order are not applicable to the Company.
4. In our opinion and according to the information and explanations given to us, the Company has not either directly or indirectly, granted any loan to any of its directors or to any other person in whom the director is interested, in accordance with the provisions of section 185 of the Act and the Company has not made investments through more than two layers of investment companies in accordance with the provisions of section 186 of the Act. Accordingly, provisions stated in paragraph 3(4) of the Order are not applicable to the Company.
5. In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits from the public within the meaning of Sections 73, 74, 75 and 76 of the Act and the rules framed there under.
6. The provisions of sub-section (1) of section 148 of the Act are not applicable to the Company as the Central Government of India has not specified the maintenance of cost records for any of the products of the Company. Accordingly, the provisions stated in paragraph 3 (6) of the Order are not applicable to the Company.
- 7 (a) According to the information and explanations given to us and the records of the Company examined by us, in our opinion, undisputed statutory dues including Goods and Service Tax, Provident Fund, Employees' State Insurance, Income-Tax, Sales-Tax, Service Tax, Duty of Customs, Duty of Excise, Value Added Tax, Cess have been generally regularly deposited by the company with appropriate authorities in all cases during the year.  
  
According to the information and explanations given to us and the records of the Company examined by us, in our opinion, no undisputed amounts payable as at March 31, 2022 for a period of more than six months from the date they became payable.
- (b) According to the information and explanation given to us and the records of the Company examined by us, there are no dues of Income Tax, Goods and Service Tax, Customs Duty, Cess and any other statutory dues which have not been deposited on account of any dispute.
8. According to the information and explanations given to us and on the basis of our examination of the records of the Company, there are no unrecorded transactions in the books of account, surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.

9. (a) According to the information and explanations given by the management, we are of the opinion that, the company has generally not defaulted in repayment of dues to banks, financial institutions or Government, except few cases of delays.
- (b) According to the information and explanations given to us and on the basis of our audit procedures, we report that the company has not been declared willful defaulter by any bank or financial institution or government or any government authority.
- (c) In our opinion and according to the information explanation provided to us, money raised by way of term loans during the year have been applied for the purpose for which they were raised.
- (d) According to the information and explanations given to us, and the procedures performed by us, and on an overall examination of the standalone financial statements of the company, we report that no funds raised on short-term basis have been used for long-term purposes by the company.
- (e) According to the information explanation given to us and on an overall examination of the standalone financial statements of the Company, we report that the company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures.
- (f) According to the information and explanations given to us and procedures performed by us, we report that the Company has not raised
10. (a) The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) during the year. Accordingly, the provisions stated in paragraph 3 (10)(a) of the Order are not applicable to the Company.
- (b) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully, partly or optionally convertible debentures during the year. Accordingly, the provisions stated in paragraph 3 (10)(b) of the Order are not applicable to the Company.
11. (a) Based on examination of the books and records of the Company and according to the information and explanations given to us, considering the principles of materiality outlined in Standards on Auditing, we report that no fraud by the Company or on the Company has been noticed or reported during the course of the audit.
- (b) According to the information and explanations given to us, no report under sub-section (12) of Section 143 of the Companies Act, 2013 has been filed by the auditors in Form ADT-4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
- (c) As represented to us by the management, there are no whistle-blower complaints received by the Company during the year. Accordingly, the provisions stated in paragraph (11)(c) of the Order is not applicable to company.
12. In our opinion and according to the information and explanations given to us, the Company is not a Nidhi Company. Accordingly, the provisions stated in paragraph 3(12) of the Order are not applicable to the Company.
13. According to the information and explanation given to us and based on our examination of the records of the company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
14. (a) In our opinion and based on our examination, the Company has an internal audit system commensurate with the size and nature of its business.
- (b) We have considered internal audit reports issued by internal auditors during our audit.
15. According to the information and explanations given to us, in our opinion during the year the Company has not entered into non-cash transactions with directors or persons connected with its directors and hence the provisions stated in paragraph 3(15) of the Order are not applicable to the Company.

16. (a) In our opinion, the Company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions stated in paragraph clause 3 (16)(a) of the Order are not applicable to the Company.
- (b) In our opinion, the Company has not conducted any Non-Banking Financial or Housing Finance activities without any valid Certificate of Registration from Reserve Bank of India. Hence, the reporting under paragraph clause 3 (16)(b) of the Order are not applicable to the Company.
- (c) The Company is not a Core investment Company (CIC) as defined in the regulations made by Reserve Bank of India. Hence, the reporting under paragraph clause 3 (16)(c) of the Order are not applicable to the Company.
- (d) The Company does not have any CIC as part of its group. Hence the provisions stated in paragraph clause 3 (16) (d) of the order are not applicable to the company.
17. Based on the overall review of standalone financial statements, the Company has not incurred cash losses in the current financial year and in the immediately preceding financial year. Hence, the provisions stated in paragraph clause 3 (17) of the Order are not applicable to the Company.
18. There has been no resignation of the statutory auditors during the year. Hence, the provisions stated in paragraph clause 3 (18) of the Order are not applicable to the Company.
19. According to the information and explanations given to us and based on our examination of financial ratios, ageing and expected date of realization of financial assets and payment of liabilities, other information accompanying the standalone financial statements, our knowledge of the Board of Directors and management plans, we are of the opinion that no material uncertainty exists as on the date of audit report and the Company is capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date.
20. In our opinion and according to the information and explanations given to us, there is no unspent amount under sub-section (5) of Section 135 of the Companies Act, 2013 pursuant to any project. Hence, the provisions of paragraph (20)(a) to (b) of the Order are not applicable to the Company.
21. According to the information and explanations given to us, the Company does not have any Subsidiary, Associate or Joint Venture. Accordingly, reporting under clause 3(21) of the Order is not applicable.

<b>Place: Ahmedabad</b> <b>Date: 27/05/2023</b> <b>UDIN: 23167721BGXSOA7513</b>	<b>For PARTH P SHAH &amp; CO</b> <b>CHARTERED ACCOUNTANTS</b> <b>[FRN: 141540W]</b> <b>SD/-</b>  <b>(PARTH SHAH)</b> <b>Proprietor</b> <b>Membership No: 167721</b>
---	--

# BALANCE SHEET AS ON MARCH 31, 2023

(RUPEES IN LAKHS)

PARTICULARS	Notes	31.03.2023 Amount Rs.	31.03.2022 Amount Rs.
<b>ASSETS :</b>			
<b>Non-current Assets</b>			
(a) Property Plant & Equipment	2	192.88	202.34
(b) Other non current assets	3	536.14	385.73
<b>Total Non-current assets</b>		<b>729.02</b>	<b>588.07</b>
<b>Current Assets</b>			
(a) Inventories	4	1,579.19	1,558.27
(b) Financial Assets			
(i) Trade Receivables	5	3,010.63	2,905.44
(ii) Cash and Cash Equivalents	6	294.31	272.24
(c) Short Term Loans & Advances	7	2,866.72	2,866.82
<b>Total Current assets</b>		<b>7,750.86</b>	<b>7,601.76</b>
<b>Total Assets</b>		<b>8,479.88</b>	<b>8,189.83</b>
<b>EQUITY AND LIABILITIES :</b>			
<b>Equity</b>			
(a) Equity Share Capital	8	1,013.82	1,014.82
(b) Other Equity	9	2,000.63	1,921.81
<b>Total equity</b>		<b>3,014.45</b>	<b>2,936.62</b>
<b>Liabilities</b>			
<b>Non-Current Liabilities</b>			
(a) Financial Liabilities			
(i) Long Term Borrowings	10	2,126.06	2,226.33
(b) Long Term Provisions		0.00	0.00
(b) Deferred Tax Liability (Net)		15.11	14.88
(c) Other Non Current Liability	11	6.01	6.01
<b>Total Non-current liabilities</b>		<b>2,147.19</b>	<b>2,247.22</b>
<b>Current Liabilities</b>			
(a) Financial Liabilities			
(i) Short Term Borrowings	12	817.34	1,120.27
(ii) Trade Payables	13		
-MSME		650.34	524.49
-Other than MSME		1,664.16	1,195.44
(b) Other Current Liabilities	14	186.41	166.79
(c) Short Term Provisions	15	0.00	0.00
<b>Total Current liabilities</b>		<b>3,318.24</b>	<b>3,006.99</b>
<b>Total Equity and Liabilities</b>		<b>8,479.88</b>	<b>8,189.83</b>

The accompanying notes are an integral part of the Financial Statements

Significant Accounting Policies	1
Notes to Balance Sheet and Statement of Profit and Loss	2 - 27
Contingent Liability & Commitments	24
As per our Report of even date attached.	

**FOR, PARTH P. SHAH & CO**  
Chartered Accountants,  
FRN:141540W

For & On Behalf of Board of HEC INFRA PROJECTS LIMITED

( PARTH P. SHAH )  
PROPRIETOR  
Mem. No. 167721

(GAURANG SHAH)  
MANAGING DIRECTOR  
DIN:01756079

(RUPAL SHAH)  
DIRECTOR  
DIN:01756092

Place : Ahmedabad  
Date : 27/05/2023

(PANNALAL SURTI)  
CFO

(KHUSHI BHATT)  
COMPANY SECRETARY  
MEM NO:A51011

# STATEMENT OF PROFIT AND LOSS

(RUPEES IN LAKHS)

PARTICULARS	Notes	For the Year Ended 31st	For the Year Ended 31st
		March 2023 AMOUNT Rs.	March 2022 AMOUNT Rs.
Revenue from Operations	16	5,173.39	4,372.48
Other Income	17	134.20	75.05
<b>Total Revenue</b>		<b>5,307.59</b>	<b>4,447.53</b>
Expenses :			
- Purchase of Stock-in-Trade		2,356.45	2,539.00
- Changes in Inventories of Finished Goods, Work-in-progress and Stock-in-Trade	18	(20.93)	(74.28)
- Employee Benefit Expense	19	333.29	364.71
- Financial Costs	20	322.68	259.67
- Depreciation and Amortization Expense		22.04	23.50
- Other Expenses	21	2,173.76	1,279.14
<b>Total Expenses</b>		<b>5,187.29</b>	<b>4,391.75</b>
Profit before Exceptional and Extraordinary items and tax		120.30	55.78
Exceptional Items		0.00	0.00
Profit before extraordinary items and tax		120.30	55.78
Extraordinary Items		0.00	0.00
Profit before Tax		120.30	55.78
Tax Expense :			
(1) Current tax		38.50	15.00
(2) Deferred Tax (Liability Reversed)		0.23	(0.43)
(3) Taxation in respect of the Earlier Years		2.74	(10.24)
Profit/(Loss) from the period from continuing operations		78.83	51.45
<b>Other comprehensive income</b>			
- Items that will not be reclassified to profit or loss		0.00	0.00
- Items that will be reclassified to profit or loss		0.00	0.00
<b>Profit/(Loss) for the period</b>		<b>78.83</b>	<b>51.45</b>

Earning per Equity Share of Rs.10/- each (P.Y: Rs. 10/-)	22		
(1) Basic		0.78	0.51
(2) Diluted		0.78	0.51
The accompanying notes are an integral part of the Financial Statements			
Significant Accounting Policies	1		
Notes to Balance Sheet and Statement of Profit and Loss	2 - 27		

**FOR, PARTH P. SHAH & CO**  
Chartered Accountants,  
FRN:141540W

For & On Behalf of Board of HEC INFRA PROJECTS LIMITED

( PARTH P. SHAH )  
PROPRIETOR  
Mem. No. 167721

(GAURANG SHAH)  
MANAGING DIRECTOR  
DIN:01756079

(RUPAL SHAH)  
DIRECTOR  
DIN:01756092

Place : Ahmedabad  
Date : 27/05/2023

(PANNALAL SURTI)  
CFO

(KHUSHI BHATT)  
COMPANY SECRETARY  
MEM NO:A51011

## CASH FLOW STATEMENT 2022-2023

(RUPEES IN LAKHS)

	Particulars	Year ended 31.03.2023	Year ended 31.03.2022
<b>A</b>	<b>Cash flow from Operating Activities</b>		
	Net Profit Before Tax	120.30	55.78
	Adjustment for:		
	Depreciation	22.04	23.50
	Interest Paid (Net)	322.68	259.67
	(Profit)/Loss On Sale Of Fixed Assets	0.00	(0.61)
	Rent Received	(32.26)	(32.26)
	Interest Income	(37.71)	(28.95)
	<b>Operatring Profit before Working Capital Changes</b>	<b>395.04</b>	<b>277.13</b>
	Adjustment for:		
	(Increase)/Decrease in Inventories	(20.93)	(74.28)
	(Increase)/Decrease in Trade Receivables	(105.19)	143.25
	(Increase)/Decrease in Other Current Assets	(0.90)	(29.02)
	Increase/(Decrease) in Trade Payables	594.56	(690.49)
	Increase/(Decrease) Other Current Liabilities	19.62	22.66
	Increase/(Decrease) Short term provisions	0.00	0.00
	Increase/(Decrease) Other Non Current Liabilities	0.23	(0.43)
	<b>Cash Generated from Operation</b>	<b>882.43</b>	<b>(351.18)</b>
	Direct Tax	41.47	4.33
	<b>Net Cash flow from Operating Activities (A)</b>	<b>840.96</b>	<b>(355.51)</b>
<b>B</b>	<b>Cash flow from Investing Activities</b>		
	Purchase of Fixed Assets including capital Work in Process (Net)	(12.58)	(8.46)
	Sale of Fixed Assets	0.00	2.00
	Rent Received	32.26	32.26
	<b>Net Cash flow from Investing Activities (B)</b>	<b>19.69</b>	<b>25.80</b>
<b>C</b>	<b>Cash flow from Financing Activities</b>		
	Proceeds From Borrowings	(403.19)	379.69
	(Increase)/Decrease in Other Non-Current Assets	(150.42)	45.90
	Interest Paid	(322.68)	(259.67)
	Interest Income	37.71	28.95
	Dividend Paid	0.00	0.00
	<b>Net Cash flow from Financing Activities (C)</b>	<b>(838.58)</b>	<b>194.86</b>
	Net Increase in cash & Cash Equivalaents [(A)+(B)+(C)]	22.07	(134.85)
	Opening Balnce - Cash & Cash Equivalaents	272.24	407.09
	Closing Balnce - Cash & Cash Equivalaents	294.31	272.24

\* (0) Represent values less than Rs. 0.50 lacs,

1 All figures in bracket are Outflow.

The above Cash flow statement has been prepared under the ' Indirect method ' as set  
2 out in

the Ind AS 7 Statement of Cash Flow.

3 Disclosure as required by Ind AS 7

**Reconciliation of liabilities arising  
from financing activities**

As at 31.03.2023 Particulars	Opening Balance	Cash Flows	(RUPEES IN LAKHS)
			Closing balance
Non Current Borrowings	2226.31		2126.04
Current Borrowings	1120.38	(302.93)	817.45
<b>Total</b>	<b>3346.69</b>		<b>2943.50</b>

**Reconciliation of liabilities arising  
from financing activities**

As at 31.03.2022 Particulars	Opening Balance	Cash Flows	(RUPEES IN LAKHS)
			Closing balance
Non Current Borrowings	1822.00		2226.31
Current Borrowings	1145.00		1120.38
<b>Total</b>	<b>2967.00</b>		<b>3346.69</b>

The accompanying notes are an integral part of the financial assets.

**For, PARTH P. SHAH & CO**  
**Chartered Accountants,**  
**FRN:141540W**

**For & On Behalf of Board of HEC INFRA PRO-  
JECTS LIMITED**

**( PARTH P. SHAH )**  
**PROPRIETOR**  
**Mem. No. 167721**

**(GAURANG SHAH)**  
**MANAGING DIRECTOR**  
**DIN:01756079**

**(RUPAL SHAH)**  
**DIRECTOR**  
**DIN:01756092**

**Place : Ahmedabad**

**(PANNALAL SURTI)**

**(KHUSHI BHATT)**

**Date : 27/05/2023**

**CFO**

**COMPANY SECRETARY**

**MEM NO:A51011**



# NOTES FORMING PART OF ACCOUNTS

## NOTE 1

### Corporate Information:

HEC Infra Projects Limited is a company incorporated on 6<sup>th</sup> October 2005 vide CIN: L45200GJ2005PLC046870 under the Companies Act, 1956 at Ahmedabad, India. Its shares were listed on the emerge platform of the National Stock Exchange of India. The Company is mainly engaged in the electrification services. The Company has migrated from NSE SME platform to NSE main Board on 30<sup>th</sup> December 2021.

### Significant Accounting Policies and Key Accounting Estimates and Judgements:

#### Basis of Preparation of Standalone Financial Statements:

These financial statement for the year ended March 31, 2023 has been prepared in accordance with the Indian Accounting Standards (Ind AS) as specified under section 133 of the Companies Act 2013 read together with the Rules notified there under to the extent applicable and the other relevant provisions of the Act, pronouncements of the regulatory bodies applicable to the company. The company has migrated from NSE SME platform to NSE Main Board on 30<sup>th</sup> December 2021. Accordingly, the company is required to prepare the financial statement on the basis of IND AS from the financial year beginning on 1st April 2022 with comparative for the year ended March 31, 2022 with opening balances as on April 01, 2021. This financial statement for the year ended March 31, 2023 is company's second Ind AS financial statements.

The financial statements have been prepared on the historical cost basis except for certain financial assets and financial liabilities measured at fair value and Employee's defined benefit plan as per actuarial valuation, as explained in the accounting policies below.

Historical cost is generally based on the fair value of the consideration given in exchange for goods and services. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Company takes into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date. Fair value for measurement and/or disclosure purposes in these financial statements is determined on such a basis, except for leasing transactions that are within the scope of Ind AS 17, and measurements that have some similarities to fair value but are not fair value, such as net realizable value in Ind AS 2 or value in use in Ind AS 36.

In addition, for financial reporting purposes, fair value measurements are categorized into Level 1, 2, or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as follows:

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;
- Level 2 inputs are inputs, other than quoted prices included within Level 1, that are observable for the asset or liability, either directly or indirectly; and
- Level 3 inputs are unobservable inputs for the asset or liability.

The significant accounting policies followed by the company are as stated below:

#### 1. 1 Current versus non-current classification

All the assets and liabilities have been classified as current or non-current as per the company's normal operating cycle and other criteria set out in schedule III to the Companies Act, 2013. Operating cycle for the business activities of the Company cover the duration of the project/contract/ service including the defect liability period, wherever applicable, and extends up to the realisation of receivables (including retention monies) within the credit period normally applicable to the respective project. Project related assets and liabilities have been classified into current and non-current based on operating cycle of respective projects. All other assets and liabilities have been classified into current or non-current based on 12 months period.

#### 1.2 Critical Accounting Estimates and Judgements

The preparation and presentation of financial statements requires the management to make estimates, judgements and assumptions that affect the amounts of assets and liabilities reported as on the date of financial statements and the reported amount of revenues and expenses during the reporting period. Accounting estimates could change from period to period. Actual results could differ from these estimates. Appropriate changes in estimates are made as and when the Management becomes aware of the changes in the circumstances surrounding the estimates. Changes in estimates are reflected in the financial statements in the period in which the changes are made and if material, their effects are disclosed in the notes to the financial statements. Information about significant areas of estimation, uncertainty and critical judgements in applying accounting policies that may have significant impact on the amounts recognized in the financial statements are as below:

- Useful lives of property, plant & equipment

- Measurement of defined benefit obligations
- Provisions & contingencies.

### **1.3 Inventory Valuation**

Raw materials, work-in-progress, finished goods, packing materials, stores, spares, components, consumables and stock-in-trade are carried at the lower of cost and net realizable value after providing for obsolescence, if any.

(i) Inventories are carried at the lower of cost or net realizable value.

(ii) Cost of inventories comprises of all costs of purchase, cost of conversion and other costs incurred in bringing the inventories to their present location and condition. The method of determination of cost is as follows:

- Materials and supplies: on a First-in-First-Out (FIFO) method.
- Net realisable value is the estimated selling price in the ordinary course of business, less the estimate costs of completion and selling expenses. The comparison of cost and net realisable value is made on inventory-by- inventory basis

### **1.4 Property Plant & Equipment**

(a) On transition to Ind AS, the Company has elected to continue with the carrying value (i.e. historical cost net of recoverable taxes, less accumulated depreciation and impairment loss, if any) of all of its property, plant & equipment as recognized in the financial statements as at the date of transition to Ind ASs, measured as per the previous GAAP and use that carrying value as the deemed cost of the property, plant & equipment. The cost of an item of tangible fixed assets comprises its purchase price, including import duties and other non-refundable taxes or levies and any attributable costs of bringing the asset to its working condition for intended use. Any trade discount and rebates are deducted in arriving at the purchase price.

The estimated useful lives of assets are in accordance with the Schedule II of the Companies Act, 2013. Gains or losses arising from de-recognition / disposal of a Property, Plant and Equipment are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognised in the Statement of Profit and loss when the asset is derecognised / disposed off.

Depreciation on property, plant and equipment, except freehold land, is provided as per cost model on straight line basis over the estimated useful lives of the asset as follows :

Building : 60 Years

Plant and Machinery: 15 years

Furniture and Fixtures: 10 years

Computers: 3 years

Office equipment: 5 years

Electrical Installation: 10 Years

Based on technical evaluation, the management believes that the useful lives given above best represents the period over which the management expects to use the asset. Hence the useful lives of the assets are same as prescribed under Part C of schedule II of Companies Act, 2013 estimated useful life of the assets is reviewed at the end of each financial year. The residual value of Property, plant and equipment considered as 5% of the original cost of the asset. Depreciation on the assets added / disposed of during the year is provided on pro-rata basis with reference to the month of addition / disposal.

(b) Advance paid towards acquisition of tangible fixed assets outstanding at each Balance Sheet date, are shown under long-term loans and advances and cost of assets not ready for intended use before the year end, are shown as capital work-in-progress. All costs relating to the acquisition and installation of fixed assets are capitalised until the asset is ready for use.

(c) Depreciation on tangible assets is provided on Straight Line Method (SLM) and is systematically allocated over the useful life of an asset as specified in part C of Schedule II of The Companies Act, 2013. In respect of Assets costing less than Rs. 5,000/- the rate of depreciation is taken as 100%. Depreciation is computed pro-rata with reference to the number of days of use during the year.

### **1.5 Borrowing Costs**

Borrowing costs that are attributable to the acquisition, construction or production of qualifying assets are capitalized as part of the cost of such assets. A qualifying asset is one that necessarily takes a substantial period of time to get ready for its intended use. All other borrowing costs are charged to revenue. Interest income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalization. All other borrowing costs are recognised in profit or loss in the period in which they are incurred.

### **1.6 Revenue Recognition**

#### **Revenue from Contracts with Customers:**

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

The revenue is recognised to the extent of transaction price allocated to the performance obligation satisfied.

Performance obligation is satisfied over time when the transfer of control of asset (good or service) to a customer is done over time and in other cases, performance obligation is satisfied at a point in time. For

performance obligation satisfied over time; the revenue recognition is done by measuring the progress towards complete satisfaction of performance obligation. The progress is measured in terms of a proportion of actual cost incurred to-date, to the total estimated cost attributable to the performance obligation. In cases where the work performed till the reporting date has not reached the milestone specified in the contract, the Company recognises the work in progress. In this method the work completed under each contract is measured on a regular basis and the corresponding output is recognised as revenue. Transaction price is the amount of consideration to which the Company expects to be entitled in exchange for transferring good or service to a customer excluding amounts collected on behalf of a third party.

**Sale of goods/ providing services:**

Revenue from sale of goods or providing services is recognised when the control of the same is transferred to the customer and it is probable that the Company will collect the consideration to which it is entitled for the exchanged goods.

Performance obligations in respect of contracts for sale of manufactured and traded goods is considered as satisfied at a point in time when the control of the same is transferred to the customer and where there is an alternative use of the asset or the company does not have either explicit or implicit right of payment for performance completed till date.

**Interest and dividend:**

Interest income is accrued on a time basis by reference to the principal outstanding using effective interest rate method. Dividend income is recognized when the right to receive payment is established.

**1.7 Investments**

Investments intended to be held for more than a year are classified as long-term investments. All other investments are classified as current investments. Long term investments are stated at cost. However provision (if any) for diminution is made to recognize any decline, other than temporary, in the value of investments. Current investments are stated at lower of cost or market value on an individual investment basis.

Current Investments are carried at lower of cost and quoted / fair value, computed category wise. Long Term Investments are stated at cost. Provision for diminution in the value of long-term investments is made only if such a decline is other than temporary in the opinion of the management.

**1.8 Accounting for employee benefits**

(a) Defined Contribution Plan

As per applicable laws the eligible employees of the company are entitled to receive benefits under the provident fund, a defined contribution plan, in which both employees and company make monthly contribution at specified percentage of the covered employee salary. The contributions as specified under the law are paid to the respective provident fund authorities as specified by law as per the scheme framed under the governing laws.

(b) Defined Benefit Plan

HEC provides for gratuity, a defined benefit retirement plan (the "Gratuity Plan") covering eligible employees. In accordance with the payment of Gratuity Act, 1972, the gratuity plan provides a lump sum payment to vested employees at retirement, death, incapacitation or termination of employment, of an amount based on the respective employee's salary and the tenure of the employment. Liabilities with regard to the gratuity plan are determined by actuarial valuation as of the balance sheet date based upon which, the company contributes all the ascertained liabilities to "HEC INFRA PROJECTS LIMITED EGGAS"(the "Trust") Trustees administer contributions made to the trust and contributions are invested in specific investments as permitted by law.

**1.9 Tax Expense**

(a) Current tax is measured at the amount expected to be paid to the tax authorities in accordance with the income tax act, 1961. Deferred tax is recognized, subject to consideration of prudence, on timing differences, being the difference between taxable incomes and accounting incomes that originate in one period and is capable of reversal in one or more subsequent periods.

(b) Deferred tax is measured based on the tax rate and the tax laws enacted or substantively enacted at the Balance Sheet date. Deferred tax assets are recognized only to the extent that there is a reasonable certainty that sufficient future taxable income will be available against such deferred tax assets can be realised.

(c) Minimum Alternate Tax (MAT) credit is recognised as an asset only when and to the extent it is reasonably certain that the Company will pay normal income tax during the specified period. Such asset is reviewed at each reporting date and the carrying amount of the MAT credit asset is written down to the extent there is no longer convincing evidence to the effect that the Company will pay normal income tax during the specified period.

(d) Expenses and assets are recognized net of the amount of Goods and service tax, except:

- When Goods and Service Tax (GST) incurred on a purchase of assets or services is not recoverable from the taxation authority, in which case, the taxes paid is recognized as part of cost of acquisition of asset or as part of expenses item, as applicable.
- When receivable and payables are stated with the amount of tax included.

The net amount of Goods and Service Tax recoverable from, or payable to, the taxation authority is included as part of receivable or payable in the balance sheet. Accounts of GST Credits Receivable, GST Payable and GST Credits availed are subject to reconciliation with GST Returns.

### **1.10 Trade Receivables**

Trade receivables are amounts due from customers for sale of goods or services performed in the ordinary course of business. Trade receivables are initially recognized at its transaction amount which is considered to be its fair value and are classified as current assets as it is expected to be received within the normal operating cycle of the business.

Trade Receivables outstanding for a period exceeding six months from the date they are due for payment includes trade receivable of Rs.16,05,81,611/- (P.Y. Rs. 17,43,94,259/-) for which management is pursuing for its recovery and is negotiating with each party. Based on the current negotiation with the respective parties and various actions taken by the company, management is hopeful for its realization in full and consequently no provision has been made for such trade receivables.

### **1.11 Contingent Liabilities**

A provision is recognized when the Company has a legal and constructive obligation as a result of a past event, for which it is probable that cash outflow will be required and a reliable estimate can be made of the amount of the obligation.

The amount recognized as a provision is the best estimate of the consideration required to settle the present obligation at the end of the reporting period, taking into account the risks and uncertainties surrounding the obligation. When a provision is measured using the cash flows estimated to settle the present obligation, its carrying amount is the present value of those cash flows (when the effect of the time value of money is material).

A contingent liability is disclosed when the Company has a possible or present obligation where it is not probable that an outflow of resources will be required to settle it. Contingent Liabilities are not provided for till the same are crystallised. Contingent assets are neither recognized nor disclosed.

### **1.12 Cash Flow Statement**

Cash flows are reported using the indirect method, whereby profit before tax and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.

### **1.13 Cash and Cash Equivalents**

The Company considers all highly liquid financial instruments, which are readily convertible into known amount of cash that are subject to an insignificant risk of change in value.

### **1.14 Earnings Per Share**

Basic earnings per share are calculated by dividing the net profit or loss for the year attributable to equity shareholders after deducting preference dividends and attributable taxes by the weighted average number of equity shares outstanding during the year.

For the purpose of calculating diluted earnings per share, the net profit or loss for 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, if any.

### **1.15 Lease**

Finance Lease - Agreements are classified as finance leases, if substantially all the risks and rewards incidental to ownership of the leased asset is transferred to the lessee.

Operating Lease - Agreements which are not classified as finance leases are considered as operating lease. Operating lease payments/income are recognized as an expense/income in the standalone statement of profit and loss on a straight-line basis over the lease term unless there is another systematic basis which is more representative of the time pattern of the lease.

At the inception of a contract, the Company assesses whether a contract is or contains, a lease. A contract is, or contains a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange of consideration. As discussed with management, one of the premises is rented out and the same is covered under rental income. It is not to be considered as lease.

### **1.16 Financial Instruments**

Financial assets and financial liabilities are recognized when a Company entity becomes a party to the contractual provisions of the instruments. Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of the financial assets or financial liabilities

ties, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognized immediately in profit or loss.

### **1.17 Financial assets**

All regular way purchases or sales of financial assets are recognized and derecognized on a trade date basis. Regular way purchases or sales are purchases or sales of financial assets that require delivery of assets within the time frame established by regulation or convention in the marketplace.

#### **Financial assets at amortized cost:**

Financial assets are subsequently measured at amortized cost if these financial assets are held within a business model whose objective is to hold these assets in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

#### **Financial assets at Fair Value:**

Financial assets are measured at fair value through other comprehensive income if these financial assets are held within a business model whose objective is to hold these assets in order to collect contractual cash flows or to sell these financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

The Company in respect of equity investments (other than in subsidiaries, associates and joint ventures) which are not held for trading has made an irrevocable election to presentation other comprehensive income subsequent changes in the fair value of such equity instruments. Such an election is made by the Company on an instrument by instrument basis at the time of initial recognition of such equity investments.

Financial asset not measured at amortized cost or at fair value through other comprehensive income is carried at fair value through the statement of profit and loss.

#### **Impairment of financial assets**

Loss allowance for expected credit losses is recognized for financial assets measured at amortized cost and fair value through other comprehensive income. The Company recognizes life time expected credit losses for all trade receivables that do not constitute a financing transaction.

For financial assets whose credit risk has not significantly increased since initial recognition, loss allowance equal to twelve months expected credit losses is recognized. Loss allowance equal to the lifetime expected credit loss is recognized if the credit risk on the financial instruments has significantly increased since initial recognition.

#### **De-recognition of financial assets**

The Company de-recognizes a financial asset only when the contractual rights to the cash flows from the asset expire, or it transfers the financial asset and substantially all risks and rewards of ownership of the asset to another entity.

If the Company neither transfers nor retains substantially all the risks and rewards of ownership and continues to control the transferred asset, the Company recognizes its retained interest in the assets and an associated liability for amounts it may have to pay.

If the Company retains substantially all the risks and rewards of ownership of a transferred financial asset, the Company continues to recognize the financial asset and also recognizes a collateralized borrowing for the proceeds received.

### **1.18 Financial Liabilities and Equity Instruments**

#### **Classification as debt or equity**

Financial liabilities and equity instruments issued by the Company are classified according to the substance of the contractual arrangements entered into and the definitions of a financial liability and an equity instrument.

#### **Equity instruments**

An equity instrument is any contract that evidences a residual interest in the assets of the Company after deducting all of its liabilities. Equity instruments are recorded at the proceeds received, net of direct issue costs.

#### **Financial Liabilities**

Trade payables are amounts due to vendors for purchase of goods or services acquired in the ordinary course of business and are classified as current liabilities to the extent it is expected to be paid within the normal operating cycle of the business.

Trade and other payables are initially measured at fair value, net of transaction costs, and are subsequently measured at amortized cost, using the effective interest rate method where the time value of money is significant.

Interest bearing bank loans, overdrafts and issued debt are initially measured at fair value and are subsequently measured at amortized cost using the effective interest rate method. Any difference between the proceeds (net of transaction costs) and the settlement or redemption of borrowings is recognized over the term of the borrowings in the statement of profit and loss.

#### **De-recognition of financial liabilities**

The Company de-recognizes financial liabilities when, and only when, the Company's obligations are discharged, cancelled or they expire.

#### **Reclassification of financial assets**

The company determines classification of financial assets and liabilities on initial recognition. After initial recognition of finan-

cial assets and financial liabilities, a reclassification is made only if there is a change in the business model for managing those assets. Changes to the business model are expected to be infrequent. The company's senior management determines change in the business model as a result of external or internal changes which are significant to the company's operations. Such changes are evident to external parties. A change in the business model occurs when the company either begins or ceases to perform an activity that is significant to its operations. If the group reclassifies financial assets, it applies the reclassification prospectively from the reclassification date which is the first day of the immediately next reporting period following the change in business model. The company does not restate any previously recognized gains, losses (including impairment gains or losses) or interest.

### **1.19 Financial Instruments, Risk Management, Objectives And Policies**

#### **Financial Risk Management**

The company's Board of Directors has overall responsibility for the establishment and oversight of the company's risk management framework. The company's risk management policies are established to identify and analyse the risks faced by the company, to set appropriate risk limits and controls and to monitor risks. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the company's activities.

#### **Credit Risk Management**

Credit risk arises from the possibility that counter party may not be able to settle their obligations as agreed. To manage this, the Company periodically assesses the financial reliability of customers, taking into account the financial condition, current economic trends and ageing of accounts receivable. Individual risk limits are set accordingly.

#### **Liquidity Risk**

Liquidity Risk is defined as the risk that the company will not be able to settle or meet its obligations on time or at reasonable price. The company's treasury department is responsible for liquidity, funding as well as settlement management. In addition, processes and policies related to such risks are overseen by senior management. Management monitors the company's net liquidity position through rolling forecast on the basis of expected cash flows.

#### **Market risk**

Market risk is the risk of loss of future earnings, fair values or future cash flows that may result from a change in the price of a financial instrument. The value of a financial instrument may change as a result of changes in the interest rates, foreign currency exchange rates, equity prices and other market changes that affect market risk sensitive instruments. Market risk is attributable to all market risk sensitive financial instruments including investments and deposits, foreign currency receivables, payables and loan borrowings.

The Company manages market risk through a treasury department, which evaluates and exercises independent control over the entire process of market risk management. The treasury department recommends risk management objectives and policies, which are approved by Senior Management and the Audit Committee. The activities of this department include management of cash resources, borrowing strategies, and ensuring compliance with market risk limits and policies.

#### **Interest rate risk**

Interest rate risk is the risk that fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. In order to optimize the company's position with regards to the interest income and interest expenses and to manage the interest rate risk, treasury performs a comprehensive corporate interest rate risk management by balancing the proportion of fixed rate and floating rate financial instruments in its total portfolio.

#### **Foreign currency risk**

The company does not operate internationally and hence not exposed to currency risk on account of its receivables or payables in foreign currency.

### **1.20 General**

- i) Income and Expenditure are accounted on accrual basis for all known items.
- ii) Miscellaneous Expenditure shown in the Balance Sheet, if any, will be written off over a period of 5 years from the year in which it is incurred.
- iii) The Company is in the process of obtaining Confirmation of Balances of Sundry Creditors, Debtors, Loans and Advances which are awaited.
- iv) Expenditure in Foreign currency is Nil (Previous year: Nil) and Income in Foreign Currency is Nil (Previous year: Nil)
- v) According to the information available with the Company regarding the suppliers who constituted a Micro Small or Medium Enterprise [MSME], there are no amounts due to Small Scale Industrial Undertaking as on 31.3.2023 other than disclosed in balance sheet.

vi) Import of goods calculated on CIF basis is Nil.

vii) The Company operates in a Single Segment namely electrification services and hence segment reporting is not applicable.

viii) The Company does not have any employee whose particulars are required to be disclosed pursuant to Rule 5(2) and 5(3) of The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

ix) In terms of Ind AS 36 – Impairment of Assets issued by ICAI, the management has reviewed its fixed assets and arrived at the conclusion that impairment loss which is difference between the carrying amount and recoverable value of assets, was not material and hence no provision is required to be made.

x) The Company has no transactions with the companies struck off under Companies Act, 2013 or Companies Act, 1956.

xi) The company do not have any Benami property, where any proceeding has been initiated or pending against the Company for holding any Benami property.

xii) The Company do not have any charges or satisfaction which is yet to be registered with the ROC beyond the statutory period.

xiii) The Company have not traded or invested in Crypto currency or virtual currency during the current financial year.

xiv) The Company does not have any transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessment under the Income Tax Act, 1961 (such as search or survey or any other relevant provisions of the Income Tax Act, 1961).

xv) The Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.

xvi) The Company has not entered into any scheme of arrangement which has an accounting impact on current or previous financial year.

xvii) The Company has not revalued its property, plant and equipment (including right-of-use assets) or intangible assets or both during the current or previous year.

xviii) EVENTS OCCURRED AFTER THE BALANCE SHEET DATE:

The company evaluates events and transactions that occur subsequent to the balance sheet date but prior to the approval of the financial statements to determine the necessity for recognition and/or reporting of any of these events and transactions in the financial statements. As of 27<sup>th</sup> May 2023, there were no subsequent events to be recognized or reported that are not already previously disclosed.

xix) Previous year's figures have been regrouped/re-arranged/recasted, wherever necessary, so as to make them comparable with current year's figures.

## HEC INFRA PROJECTS LIMITED

CIN : L45200GJ2005PLC046870

### Statement of Changes in Equity

#### (a) Equity share capital

Balance as at April 1, 2022	Changes in equity share capital due to prior period errors	Restated balance as at April 1, 2022	Changes in equity share capital during the year	Balance as at March 31, 2023
1,013.82	-	1,013.82	-	1,013.82

Balance as at April 1, 2021	Changes in equity share capital due to prior period errors	Restated balance as at April 1, 2021	Changes in equity share capital during the year	Balance as at March 31, 2022
202.76	-	202.76	811.05	1,013.82

#### (b) Other Equity

Particulars	Attributable to the equity holders				Total
	Reserves and Surplus			Other Comprehensive Income	
	General Reserve	Securities Premium	Retained Earnings	Re-measurement gains/ (losses) on defined benefit plans	
<b>Balance as at March 31, 2021</b>	<b>10.00</b>	<b>741.03</b>	<b>1,930.37</b>	-	<b>2,681.41</b>
Surplus/ (Deficit) of Statement of Profit and Loss	-	(741.03)	(18.57)	-	(759.60)
Other comprehensive income for the year (net of tax)	-	-	-	-	-
<b>Total comprehensive income for the year (net of tax)</b>	-	<b>(741.03)</b>	<b>(18.57)</b>	-	<b>(759.60)</b>
<b>Balance as at March 31, 2022</b>	<b>10.00</b>	-	<b>1,911.81</b>	-	<b>1,921.81</b>
Surplus/ (Deficit) of Statement of Profit and Loss	-	-	78.83	-	78.83
Other comprehensive income for the year (net of tax)	-	-	-	-	-
<b>Total comprehensive income for the year (net of tax)</b>	-	-	-	-	-
<b>Balance as at March 31, 2023</b>	<b>10.00</b>	-	<b>1,990.63</b>	-	<b>2,000.63</b>



## Note 2

## Property Plant &amp; Equipment: [ At cost ]

## Tangible Assets

(RUPEES IN  
LAKHS)

PARTICULARS	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	UP TO	ADDITIONS DURING THE YEAR	SALES DURING THE YEAR	UP TO	UP TO	FOR THE YEAR	DEDUCTION DURING THE YEAR	UP TO	AS ON	AS ON
	31.03.2022			31.03.2023	31.03.2022	31.03.2023	31.03.2023	31.03.2023	31.03.2023	31.03.2022
BUILDING	199.39	0.00	0.00	199.39	66.16	7.36	0.00	73.52	125.86	133.22
PLANT & MACHINERY	16.92	11.20	0.00	28.12	14.49	1.77	0.00	16.26	11.86	2.43
COMPUTER	38.13	0.24	0.00	38.37	34.11	1.21	0.00	35.32	3.05	4.02
FURNITURE & FIXTURE	58.34	0.00	0.00	58.34	53.95	0.21	0.00	54.16	4.18	4.39
OFFICE EQUIPMENT	72.75	1.14	0.00	73.89	64.56	3.50	0.00	68.07	5.82	8.19
VEHICLES	96.71	0.00	0.00	96.71	46.62	7.99	0.00	54.61	42.11	50.09
<b>TOTAL</b>	<b>482.25</b>	<b>12.58</b>	<b>0.00</b>	<b>494.82</b>	<b>279.90</b>	<b>22.04</b>	<b>0.00</b>	<b>301.94</b>	<b>192.88</b>	<b>202.34</b>
Previous year	489.92	8.46	16.13	482.25	271.15	23.50	14.75	279.90	202.34	

## NOTE - 3

OTHER NON CURRENT ASSETS :

PARTICULARS	As at 31st March 2023 AMOUNT Rs.	As at 31st March 2022 AMOUNT Rs.
Debtors Over 12 Months		
Outstanding from related parties	1.55	1.55
Outstanding from other parties	187.19	197.76
Fixed Deposits with Bank Maturing After 12 Months	347.40	186.42
Total	536.14	385.73

## NOTE - 4

INVENTORIES

PARTICULARS	As at 31st March 2023 AMOUNT Rs.	As at 31st March 2022 AMOUNT Rs.
(a) Closing Stock of Goods (Valued at Cost or Net Realisable Value whichever is lower and as taken, valued and certified by Director)	1,579.19	1,558.27
Total	1,579.19	1,558.27

## NOTE - 5

TRADE RECEIVABLES

PARTICULARS	As at 31st March 2023 AMOUNT Rs.	As at 31st March 2022 AMOUNT Rs.
(a) Outstanding for more then six months		
Unsecured, Considered Good	0.00	0.00
Outstanding from related parties	0.00	0.00
Outstanding from other parties	1,417.07	1,544.63
Considered Doubtful	0.00	0.00
(b) Others		
Unsecured, Considered Good	0.00	0.00
Outstanding from related parties	0.00	0.00
Outstanding from other parties	1,593.56	1,360.61
Considered Doubtful	0.00	0.00
Total	3,010.63	2,905.44

## Trade receivables ageing schedule as on 31/03/2023

Particulars	Outstanding for following periods from due date of payment				
	Less than 6	6 months - 1	1-2	2-3 years	3 years
(i) Undisputed Trade receivables - considered good	1,593.56	526.22	172.79	189.50	717.30
(ii) Undisputed Trade receivables - which have significant risk in	0	0	0	0	0
(iii) Undisputed Trade receivables - credit impaired	0	0	0	0	0
(iv) Disputed Trade receivables - considered good	0	0	0	0	0
(v) Disputed Trade receivables - which have significant risk in	0	0	0	0	0
(vi) Disputed Trade receivables - credit impaired	0	0	0	0	0

## Trade receivables ageing schedule as on 31/03/2022

Particulars	Outstanding for following periods from due date of payment				
	Less than 6	6 months - 1	1-2	2-3 years	3 years
(i) Undisputed Trade receivables - considered good	1,360.61	1,544.63	0	1.55	197.76
(ii) Undisputed Trade receivables - which have significant risk in	0	0	0	0	0
(iii) Undisputed Trade receivables - credit impaired	0	0	0	0	0
(iv) Disputed Trade receivables - considered good	0	0	0	0	0
(v) Disputed Trade receivables - which have significant risk in	0	0	0	0	0
(vi) Disputed Trade receivables - credit impaired	0	0	0	0	0

## NOTE - 6

CASH AND CASH EQUIVALENTS

(RUPEES IN

PARTICULARS	As at 31st March 2023	As at 31st March 2022
	AMOUNT Rs.	AMOUNT Rs.
(a) Cash on Hand	6.91	7.60
(b) Bank Balances in Current Accounts	0.00	0.00
(c) In Fixed deposit accounts		
With Bank of India and others*	253.89	264.64
With Small Industries Development Bank of India #	33.52	
<b>Total</b>	<b>294.31</b>	<b>272.24</b>

\*This fixed deposit is liened in favour of Bank of India as cash margin for bank guarantee limits utilized from the

#This fixed deposit is liened in favour of SIDBI as security towards loan of Rs. 4 crores sanctioned.

## NOTE - 7

SHORT TERM LOANS AND ADVANCES:(RUPEES IN  
LAKHS)

PARTICULARS	As at 31st March 2023 AMOUNT Rs.	As at 31st March 2022 AMOUNT Rs.
(Unsecured, Considered Good)		
(a) Advances recoverable in Cash or kind or for Value to be Received	2,739.44	2,799.58
(b) TDS receivable (Net of Tax Provision)	127 .28	66 .24
Total	2,866.72	2,865.82

(RUPEES IN  
LAKHS)

PARTICULARS	As at 31st March 2023 AMOUNT Rs.	As at 31st March 2022 AMOUNT Rs.
NOTE - 8		
<u>SHARE CAPITAL :</u>		
Authorised		
(2022-23 :10200000 Equity Shares of Rs.10/- each )	1,020.00	1,020 .00
(2021-22 :10200000 Equity Shares of Rs.10/- each )		
(01.04.2020 : 2100000 Equity Shares of Rs.10/- each)		
	1,020 .00	1,020 .00
Issued Subscribed and paid up		
(2022-23 :10138160 Equity Shares of Rs.10/- each )	1013.82	1,013.82
(2021-22 :10138160 Equity Shares of Rs.10/- each )		
(01.04.2020 : 2027632 Equity Shares of Rs.10/- each)		
	1013.82	1,013.82

## Reconciliation of shares outstanding at the beginning and at the end of the reporting period

PARTICULARS	OPENING	ADDITION (BUY BACK)	CLOSING
Year ended 31.03.2023	10,138,160	0	10,138,160
No of Equity Shares with voting rights	1,013.82	0	1,013.82
Amt(Rs.)			
Year ended 31.03.2022			
No of Equity Shares with voting rights	2,027,632	8,110,528	10,138,160
Amt(Rs.)	202.67	811 .05	1,013.82

Details of Equity Share Holders holding Shares more than 5%				
NAME	As at 31st March 2023		As at 31st March 2022	
	Nos.	% Holding	Nos.	% Holding
GAURANG PARMAN-ANDDAS SHAH	5,724,910	56.47%	5,724,910	56.47%
RUPAL GAURANG SHAH	1,217,000	12.00%	1,217,000	12.00%
WEALTH FIRST PORTFOLIO MANAGERS	864,135	8.52%	870,000	8.58%
SUMANJU PROJECTS & SERVICES LIMITED	540,000	5.33%	540,000	5.33%

In the above given share details 62000 shares have been clubbed with Mrs. Rupal Gaurang Shah which are jointly held by Mrs Rupal Gaurang Shah & Mr Gaurang Parmananddas Shah

#### TERMS/RIGHTS ATTACHED TO EQUITY SHARE

The company has only one class of Equity Shares having a par value of Rs. 10/- per share.

Each equity Share Holder is entitled to one vote per Share.

#### DIVIDEND

The board of directors has not proposed any dividend for the current financial year 2022-23 in the board meeting

The company has issued fully paidup bonus shares in the proportion of 4 (Four) Equity Share for every 1 (one) existing equity shares held by the Members on 9th October, 2021.

In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders. The holders of Partly Paid Equity Shares will have to contribute unpaid amount on the the Equity Shares held by them.As per records of the company including its register of members and other declarations received from them regarding beneficial interest, the above shareholding represents both legal and beneficial ownership of shares

No Shares has been Reserved for Issue underthe Employee Stock Option (ESOP).

No Share options are outstanding at the end of the year.

## NOTE - 9

**RESERVES AND SURPLUS :****(RUPEES IN**

PARTICULARS	As at 31st March 2023	As at 31st March 2022
	AMOUNT Rs.	AMOUNT Rs.
<b>Profit &amp; Loss Account :</b>		
- Balance B/f.	1,911.81	1,930.37
- Net Profit for the year	78.83	51.45
- Utilised for Issue of Bonus Shares	0.00	
Depreciation in respect of assets whose useful life is over	0.00	0.00
	<u>1,990.63</u>	<u>1,911.81</u>
<b>Security Premium</b>		
Opening Balance	0.00	741.03
Add: Premium received on issue of shares	0.00	0.00
Less: Utilised for Issue of Bonus Shares	0.00	(741.03)
Balance during the year	<u>0.0</u>	<u>0.00</u>
<b>General Reserve</b>	<u>10.00</u>	<u>10.00</u>
	10.00	10.00
<b>Total</b>	<b>2,000.63</b>	<b>1,921.81</b>

## NOTE - 10

## LONG TERM BORROWINGS

**(RUPEES IN**

PARTICULARS	As at 31st March 2023	As at 31st March 2022
	AMOUNT Rs.	AMOUNT Rs.
<b>Unsecured Loans :</b>		
From Directors and others ( At variable rates - Repayable on demand )	1,875.89	1,808.42
	<u>1,875.89</u>	<u>1,808.42</u>
<b>Secured Loans :</b>		
Term Loan from Banks :	250.18	417.91
	<u>250.18</u>	<u>417.91</u>
<b>Total</b>	<b>2,126.06</b>	<b>2,226.33</b>

Repayment terms and security offered for the loans are set out as below:

Particulars and security offered	Rate of Interest	Terms of repayment	Repayable In
			Each installment of Rs.
Bank Of India loan secured against Office Building	11.75%^	Monthly	138,889
Bank of India loan is secured by Mahindra XUV	8.45%^	Monthly	29,202
HDB Financial Services is secured by Mahindra Bolero	11.01%^	Monthly	14,400
Small Industries Development Bank of India	13.75%^	Monthly	550,000
Small Industries Development Bank of India	13.75%^	Monthly	182,500
Union Bank Car Loan	7.4%^	Monthly	33,583

^ Interest rate on loan is varying, which is linked to floating interest rate, from time to time.

Company has taken secured loan facility from SIDBI "Small Industries Development Bank of India". The same has been secured by subservient charge on all the movable and immovable assets of the borrower already charged to Bank of India. Such charges would be subservient to all the existing and prospective charges created/ to be created by the borrower on the said assets in favor of Bank of India, which has extended/would extend business loans(viz. term loans for machineries, business premises and working capital) to the borrower for the same business for which SIDBI has extended the sub-debt. All such aforesaid lenders would be referred to as "Senior Secured Lenders". Company has also given irrevocable and unconditional guarantee of Directors 1) Shri Gaurang P shah 2) Smt Rupal G Shah and all such persons holding a stake of more than 10% in the company. Over and above this, company has also lien Fixed deposit amounting to Rs.2500000.

NOTE - 11

OTHER NON CURRENT LIABILITY

PARTICULARS	RUPEES IN	
	As at 31st March 2023 AMOUNT Rs.	As at 31st March 2022 AMOUNT Rs.
Deposit from Tenant	6 .01	6 .01
Total	6 .01	6 .01

## NOTE - 12

SHORT TERM BORROWINGS

PARTICULARS	(RUPEES IN LAKHS)	
	As at 31st March 2023 AMOUNT Rs.	As at 31st March 2022 AMOUNT Rs.
Loan Repayable on Demand (Secured)		
Cash Credit and L/C from Bank	817.34	1,120 .27
Total	817 .34	1,120 .27

Cash Credit facilities from Bank of India is secured by way of hypothecation of stock, book debts and other current assets of the company both present and future and is also secured by personal guarantee of directors. It is also collaterally secured by hypothecation of Plant & Machinery and Equitable mortgage of Following properties.(1) Office premises-61 6 th floor, Titanium, Nr. Prahaladnagar, Ahmedabad owned by the company (2) Corporate house no 6 , Sigma corporate 1, Sindhu Bhavan road, Bodakdev, Ahmedabad . Over and above this, personal property of Directors Shri Gaurang P. Shah & Smt Rupal G. Shah has been given as a Collateral security.

Interest rates on Cash Credit Accounts are varying , which are linked to base rate of Bank from time to time.

## NOTE - 13

TRADE PAYABLES

PARTICULARS	(RUPEES IN LAKHS)	
	As at 31st March 2023 AMOUNT Rs.	As at 31st March 2022 AMOUNT Rs.
Sundry Creditors for Goods and Expenses & Govt. dues	2,314.50	1,719.93
Total	2,314 .50	1,719.93

**Trade Payable ageing schedule as on 31/03/2023**

Particulars	Outstnading for following periods from due date of				
	Less than 6	6 months -	1-2 years	2-3 years	3 years
(i) Undisputed Trade Payable - considred good	1,165.68	169.08	306.20	131.60	87.32
(ii) Undisputed Trade Payable - which have significant risk in credit risk	0	0	0	0	0
(iii) Undisputed Trade Payable - credit impaired	0	0	0	0	0
(iv) Disputed Trade Payable - considred good	0	0	0	0	0
(v) Disputed Trade Payable - which have significant risk in credit risk	0	0	0	0	0
(vi) Disputed Trade Payable - credit impaired	0	0	0	0	0



**Trade Payable ageing schedule as on 31/03/2022**

Particulars	Outstanding for following periods from due date of				
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	3 years
(i) Undisputed Trade Payable - considered good	832.93	151.43	468.12	135.88	131.57
(ii) Undisputed Trade Payable - which have significant risk in credit risk	0	0	0	0	0
(iii) Undisputed Trade Payable - credit impaired	0	0	0	0	0
(iv) Disputed Trade Payable - considered good	0	0	0	0	0
(v) Disputed Trade Payable - which have significant risk in credit risk	0	0	0	0	0
(vi) Disputed Trade Payable - credit impaired	0	0	0	0	0

NOTE - 14

**OTHER CURRENT LIABILITIES**

(RUPEES IN

PARTICULARS	As at 31st March 2023	As at 31st March 2022
	AMOUNT Rs.	AMOUNT Rs.
Current Portion of Term Loans (Due Within Next 12 Months)	186.41	166.79
Total	186.41	166.79

NOTE - 15

**SHORT TERM PROVISIONS**

(RUPEES IN LAKHS)

PARTICULARS	As at 31st March 2023	As at 31st March 2022
	AMOUNT Rs.	AMOUNT Rs.
Provision for tax(Net of Advance tax & Tds)	0 .00	0 .00
Total	0 .00	0 .00

## NOTE - 16

REVENUE FROM OPERATIONS

(RUPEES IN

PARTICULARS	(RUPEES IN	
	For the Year Ended 31st March 2023 AMOUNT Rs.	For the Year Ended 31st March 2022 AMOUNT Rs.
Sale of Goods		
Domestic sale of goods	2,823.75	2,671.94
(Electrical,Electronics,Mechanical & Other goods as per Tender re-		
	2,823.75	2,671.94
Sale Of Services		
Domestic sale of services	2,349.63	1,700.54
(Electro Mechanical Engineering Services)		
	2,349.63	1,700.54
Total	5,173 .39	4,372.48

## NOTE - 17

OTHER INCOME :

(RUPEES IN

PARTICULARS	(RUPEES IN	
	For the Year Ended 31st March 2023 AMOUNT Rs.	For the Year Ended 31st March 2022 AMOUNT Rs.
Discounts & write offs ( Net)	64.23	13 .23
Interest & Misc Income	37.71	28.95
Rent Received	32 .26	32 .26
Profit on Sale of Fixed Assets	0 .00	0.61
Total	134 .20	75 .05

## NOTE - 18

CHANGES IN INVENTORY :

(RUPEES IN

PARTICULARS	For the Year	For the Year
	Ended 31st March 2023	Ended 31st March 2022
	AMOUNT Rs.	AMOUNT Rs.
Closing Stock of Finished Goods	1,579.19	1,558 .27
Opening Stock of Finished Goods	1,558.27	1,483.99
Decrease /(Increase) in Finished Goods	(20.93)	(74.28)
Total	(20.93)	(74.28)

## NOTE - 19

EMPLOYEE BENEFIT EXPENSES

(RUPEES IN

PARTICULARS	For the Year	For the Year
	Ended 31st March 2023	Ended 31st March 2022
	AMOUNT Rs.	AMOUNT Rs.
Staff Salary & Bonus	269.11	320 .25
Staff Welfare	0 .06	0 .05
Employers contribution to Provident Fund	14.54	13.66
Provision for Gratuity	2 .00	2.51
Directors' Remuneration & Sitting fees	47.58	28 .24
Total	333 .29	364.71

## NOTE - 20

FINANCIAL COST

(RUPEES IN

PARTICULARS	For the Year	For the Year
	Ended 31st March 2023	Ended 31st March 2022
	AMOUNT Rs.	AMOUNT Rs.
Bank Charges & Interest	239.69	157.66
Interest to Depositors	28 .48	33.60
Interest of Vehicle Loan	2 .06	2.71
Interest on Term Loan	48.92	55.71
Other Interest Expenses	3.53	10.00
Total	322.68	259.67

## NOTE - 21

OTHER EXPENSES

PARTICULARS	(RUPEES IN	
	For the Year Ended 31st March 2023 AMOUNT Rs.	For the Year Ended 31st March 2022 AMOUNT Rs.
Advertisement Expenses	0.71	0.60
Auditors' Remuneration:		
- Audit Fees	1.75	1.75
- Limited Review Certification	0.25	0.25
- Taxation Matters	0.25	0.25
Computer & Internet Expenses	0.84	0.66
Consultancy Charges	10.17	384.97
Design & Drawings Charges	0.56	0.55
Donation	0.08	7.44
Electricity	2.96	3.91
Godown Rent & Expenses	2.40	3.55
Inspection Charges	2.08	0.57
Insurance	7.79	7.16
Labour Charges	2,028.16	673.21
Legal charges	6.06	17.64
Office Expenses & Office upkeep	5.57	4.03
Petrol & Diesel & Conveyance	13.42	12.63
Postage and Courier Expenses	0.62	0.64
Printing & Stationary	5.01	5.41
Profession Tax	0.02	0.02
Registration Fees	0.67	0.73
Repairs and Maintenance	9.47	8.68
Sales Promotion Expenses	0.09	0.00
Municipal Tax	1.34	1.35
SECURITY EXP.	1.13	0.00
Service Tax ,Vat & Gst expense	4.59	1.06
Site Expenses	30.40	98.68
Subscription Expenses	0.06	0.05
Telephone	0.83	0.81
Tender Charges	3.25	4.16
Testing Charges	0.00	4.18
Transportation	16.82	16.35
Travelling	15.05	15.50
Vehicle Repairs & Maintenance Expenses	1.35	2.35
Total	2,173.76	1,279 .14

## NOTE - 22

EARNING PER SHARE

PARTICULARS	2022-23	2021-22
Net Profit After Tax available for Equity Share Holders	78.83	51.45
Equity shares outstanding at the beginning of the year	10,138,160	2,027,632
Equity shares allotted during the year pursuant to IPO	0.00	0.00
Equity shares outstanding at the end of the year	10,138,160	10,138,160
Weighted Avg. Number of Equity Shares of Rs.10/- each	10,138,160	10,138,160
Basic Earning Per Share	0.78	0.51
Diluted Earning Per share	0.78	0.51

## NOTE - 23

**DISCLOSURE PURSUANT TO RELATED PAR-**

As per Indian Accounting Standard on "Related Party Disclosures" (Ind AS 24), the related parties of the

**1. Details of related party****1.1 Key Management Personnel & Their**

Sr	Name of the related party	Status of related parties	DIN
1	GAURANG PARMANANDDAS SHAH	MANAGING DIRECTOR	01756079
2	RUPAL GAURANG SHAH	DIRECTOR	01756092
3	RAHUL GAURANG SHAH	DIRECTOR (w.e.f-25/06/2021)	06862697
4	ASIT RAMNIKLAL SHAH	DIRECTOR	05285162
5	YOGESH POPATLAL SHAH	DIRECTOR (w.e.f- 31/08/2020)	06971596
6	NIPAM CHANDRAKANT SHAH	DIRECTOR (w.e.f-31/08/2020)	08808329
7	PRIYA GAURANG SHAH	RELATIVE OF DIRECTOR	-
8	PANNALAL J SURTI	CHIEF FINANCIAL OFFICER	-
9	KHUSHI BHATT	COMPANY SECRETARY (w.e.f- 03/01/2022)	-

**1.2 Entities in which Key Management Personnel have significant influ-**

<b>Sr</b>	<b>Name of the related</b>	<b>Status of related parties</b>	<b>PAN/CIN of related party</b>
1	HIGHVOLT POWER & CONTROL SYSTEMS	Parties having significant influence or control	U31200GJ2005PTC047194
2	KALP AGRITECH PRI-	Parties having significant influence or control	U01111GJ2001PTC039160
3	SWATI SWITCH GEARS	Parties having significant influence or control	U31109GJ1993PTC020457
4	PARAS ENGEN PRI-	Parties having significant influence or control	U31101GJ2007PTC052421
5	BRAINSCAPE SOLU-TIONS PRIVATE LIM-	Parties having significant influence or control	U72200GJ2015PTC085052
6	LUMOS BUILDING AU-TOMATION PRIVATE	Parties having significant influence or control	U31900GJ2010PTC061037
7	HEC SAMVED PRO-	Parties having significant influence or control	AANFH3759A
8	PR ELECTRICALS	Parties having significant influence or control	AACHG7486C
9	SHREE KRISHNA COLD	Parties having significant influence or control	AALFS6982Q
10	RAHUL G SHAH & CO.	Parties having significant influence or control	DCFPS0317N

(RUPEES IN  
LAKHS)**1.3 Details of related party transactions**

Sr	Name of the related party	NATURE OF TRANSACTION	2022-23	2021-22
1	GAURANG PARMANANDDAS SHAH	DIRECTOR REMUNERATION (GROSS)	21.18	30.59
2	RUPAL GAURANG SHAH	DIRECTOR REMUNERATION (GROSS)	14.40	-
3	RAHUL GAURANG SHAH	DIRECTOR REMUNERATION (GROSS)	12.00	11.00
4	GAURANG PARMANANDDAS SHAH	INTEREST ON DEPOSIT	28.48	22.49
5	RUPAL GAURANG SHAH	INTEREST ON DEPOSIT	-	11.11
6	GAURANG PARMANANDDAS SHAH	Outstanding Closing balances*	1423.34	1428.69
7	RUPAL GAURANG SHAH	Outstanding Closing balances*	441.04	379.73
8	RAHUL GAURANG SHAH	Outstanding Closing balances*	11.51	-
9	RAHUL GAURANG SHAH	SALARY	-	2.00
10	PANNALAL J SURTI	SALARY	6.40	5.74
11	KHUSHI BHATT	SALARY	3.00	1.47
12	JEEL PATEL	SALARY	-	2.05
13	HIGHVOLT POWER & CONTROL SYSTEMS PRIVATE LIMITED	PURCHASE/SERVICE BILL	106.84	61.63
14	SWATI SWITCH GEARS (I) PRIVATE LIMITED	PURCHASE/SERVICE BILL	71.98	182.07
15	LUMOS BUILDING AUTOMATION PRIVATE LIMITED	PURCHASE/SERVICE BILL	-	5.33

**UNSECURED LOAN ANNEXURE \***

(RUPEES IN

PARTICULAR	OPENING BAL- ANCE	AMOUNT RECEIVED	AMOUNT REPAID	CLOSING BALANCE
Gaurang P.Shah Account (a)	527.24	10.19	0.19	517.24
GAURANG P.SHAH-TEMPORARY LOAN ACCOUNT	901.45	651.25	655.89	906.10
TOTAL - (a)+(b)	1428.69	661.44	656.08	1423.34
	0.00	0.00	0.00	0.00
Rahul G Shah loan Account	0.00	0.00	11.51	11.51
Rupal G.Shah Account	379.73	2.68	64.00	441.04

PARTICULAR	OPENING BAL- ANCE	EXPENSES DURING	AMOUNT PAID	CLOSING BALANCE
GAURANG P SHAH ( Exp.)	15.55	17.25	58.93	57.22
RAHUL GAURANG SHAH	3.37	47.65	44.51	0.23

**UNSECURED LOAN ANNEXURE:**

<b>PARTICULAR</b>	<b>OPENING BALANCE</b>	<b>AMOUNT RECEIVED</b>	<b>AMOUNT REPAID</b>	<b>CLOSING BALANCE</b>
Gaurang P.Shah Account (a)	52723933	1018987	18987	51723933
GAURANG P.SHAH-TEMPORARY LOAN ACCOUNT (b)	90145460	65124790	65588999	90609669
TOTAL - (a)+(b)	142869393	66143777	65607986	142333602
Rahul G Shah loan Account	0	0	1150661	1150661
Rupal G.Shah Account	37972667	268430	6400000	44104237

<b>PARTICULAR</b>	<b>OPENING BALANCE</b>	<b>EXPENSES DURING YEAR</b>	<b>AMOUNT PAID</b>	<b>CLOSING BALANCE</b>
GAURANG P SHAH ( Exp.)	1554519	1724584	5892560	5722495
RAHUL GAURANG SHAH	336868	4765123	4451103	22848



## NOTE - 24

CONTINGENT LIABILITY & COMMITMENTS

PARTICULARS	2022-23	2021-22
Corporate Bank Guarantee	1,720.57	809.90
Total	1,720.57	819.90

Contingent Liabilities not provided for are Rs.1721 Lacs.(PY:Rs.810 Lacs.),being bank gurantees issues by Bank Of India,Bhadra branch on behalf of the company.

(a) Estimated amounts of contracts remaining to be executed which are under process- Rs.17005.89

(b)Estimated amounts of contracts remaining to be executed which are yet to begin

The Gujarat VAT department has raised demands for Tax/ Interest / Penalty for Financial year 2017-18 amounting to Rs. 63 /-Lacs. The company has initiated proceedings against these disputed demands. The management is of the opinion that these demands are not genuine and will be deleted by appropriate Authority and hence no provision for the same is made in the books of account.

There are certain disputes regarding payments with IVRCL as the companies went into liquidation under order of NCLT. Company has raised it claim to liquidator and same has been accepted by the liquidator this has resulted in overdue payment of Rs.238.14 Lacs. The company however treat these as good, Though overdue for more than 3

There are certain disputes regarding payments with ABG Cements Ltd And this has resulted in overdue payment of Rs.74.87 Lacs. The company however treat these as good, though overdue for more than 3 years.

## NOTE - 25

INITIAL PUBLIC OFFER

During the financial year 2015-16, the company has made an Initial public Offer (IPO) for 538800 equity shares of Rs.10 each.The equity shares were issued at a price of Rs.100 per share (Including premium of Rs. 90 per share). During the financial year 2015-16 company has received RS.538.80 lacs from the proceeds received in the IPO.

## NOTE - 26

Figures have been rounded off to nearest Rupee upto two decimals as per the requirements of Schedule III,unless

Additional Information required to be given pursuant to the Schedule III of The Companies Act, 2013 are either Nil or not applicable and hence not disclosed for better presentation of accounts.

## NOTE - 27

## Authorization of Financial Statements

The financial statements for the year ended 31 st March,2023 were approved by the board of directors on 27th

FOR, PARTH P. SHAH & CO  
Chartered Accountants,  
FRN:141540W

For & On Behalf of Board of HEC INFRA PROJECTS LIMITED

( PARTH P. SHAH )  
PROPRIETOR  
Mem. No. 167721

(GAURANG SHAH)  
MANAGING DIRECTOR  
DIN:01756079

(RUPAL SHAH)  
DIRECTOR  
DIN:01756092

Place : Ahmedabad  
Date : 27/05/2023

(PANNALAL SURTI)  
CFO

(KHUSHI BHATT)  
COMPANY SECRETARY  
MEM NO:A51011

## RATIOS

Ratios	Numerator	Denominator	As at March 31, 2023	As at March 31, 2022	Variance
(a) Current ratio	Current Assets	Current Liabilities	2.34	2.53	7.60%
(b) Debt- equity ratio	Debt (Borrowings + Lease liabilities)	Shareholder's equity	1.04	1.20	13.23%
(c) Debt service coverage ratio	Earnings for Debt Service (Profit after tax + depreciation + finance cost + Profit on sale of Property, plant and equipment)	Debt service ( Interest and lease payments + Principal repayments )	0.86	0.00	-100%
(d) Return on equity ratio	Net profit for the year	Average shareholder's equity	0.03	0.02	49.20%
(e) Inventory turnover ratio	Cost of goods sold or sales	Average inventory	1.49	0.00	100%
(f) Trade receivables turnover ratio	Revenue from operations	Average Trade receivables	1.75	0.00	100%
(g) Trade payables turnover ratio	Purchase	Average trade payables	1.17	0.00	100%
(h) Net capital turnover ratio	Revenue from operations	Working Capital (Current Assets - Current Liabilities)	1.17	0.95	22.64%
(i) Net profit ratio	Net profit for the year	Revenue from operations	0.02	0.01	29.48%
(j) Return on capital employed	profit before tax and finance costs	Capital employed (Net Worth + borrowings + lease liabilities)	0.07	0.05	48.07%
(k) Return on investment	Income generated from treasury investments	Average invested funds on treasury investments	-	-	-
(c) Interest Service Coverage Ratio	Profit before Tax + Finance Cost in P & L + Depreciation	Finance Cost ( P & L + Capitalized )	1.44	1.31	10.40%

# ATTENDANCE SLIP

## HEC INFRA PROJECTS LIMITED

CIN: L45200GJ2005PLC046870

Registered Office: Sigma-1 Corporates, Corporate House No. 6, SindhuBhavan Road, Nr. Mann Party Party Plot  
Cross Road, Boadakdev, Ahmedabad- 380054

Tel. No.: +91-79-40086771-74; E-mail: [elect@hecproject.com](mailto:elect@hecproject.com); Web: [www.hecprojects.in](http://www.hecprojects.in)

### ATTENDANCE SLIP

Name & Address of Shareholder/ Proxy holder	DP Id*	Folio No./ Client Id*	No of Shares held

I hereby record my presence at the **18<sup>TH</sup> ANNUAL GENERAL MEETING** of the Company, held on **Friday, 29<sup>th</sup> September 2023 at 11.00 am** at the Registered office of the Company Situated at Sigma 1 Corporates, Corporate House No. 6, SindhuBhavan Road, Nr. Mann Party Plot Cross Road, Bodakdev, Ahmedabad- 380054.

-----  
Signature of the Shareholder/ Proxy holder

#### NOTES:

Shareholders / Proxy holders are requested to bring the Attendance Slip with them when they come to the Meeting and hand it over at the gate after affixing their signature on it.

Only Shareholders of the company and/ or their Proxy will be allowed to attend the Meeting.

\*Applicable for the Investors holding Shares in electronic form

# PROXY FORM

## HEC INFRA PROJECTS LIMITED

CIN: L45200GJ2005PLC046870

Registered Office: Sigma-1 Corporates, Corporate House No. 6, SindhuBhavan Road,Nr. Mann Party Party Plot Cross Road, Boadakdev, Ahmedabad- 380054

Tel. No.: +91-79-40086771-74; E-mail: [elect@hecproject.com](mailto:elect@hecproject.com); Web: [www.hecprojects.in](http://www.hecprojects.in)

FORM NO MGT 11

PROXY FORM

(Pursuant to Section 105(6) of the Companies Act, 2013 and rule 19(3) of the Companies (Management and Administration) Rules, 2014)

\* Applicable for investors holding shares in electronic form.

Name of the Member(s)	
Registered Address :	
E mail Id :	
Folio No / Client ID*:	
DP ID* :	

I / We, being the member(s) holding.....Shares of the above named Company, hereby appoint:

(1) Name .....Address .....Email ID.....

..... Signature.....or failing him/her

(2) Name .....Address ..... Email

ID..... Signature.....or failing him/her(3) Name .....

.....Address ..... Email ID..... Sig-

nature.....or failing him/her

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the **18<sup>TH</sup> ANNUAL GENERAL MEETING** of the Company, held on **Friday,29<sup>th</sup> September 2023 at 11.00 am** at the Registered office of the Company Situated at Sigma 1 Corporates, Corporate House No. 6, SindhuBhavan Road, Nr. Maan Party Plot Cross Road, Bodakdev, Ahmedabad- 380054 and at any adjournment thereofin respect of such resolutions as are indicated below:

Resolution No.	Resolution
	<b>Agendas:</b>
1.	ADOPTION OF FINANCIAL STATEMENTS
2.	TO APPOINT MRS. RUPAL GAURANG SHAH (DIN: 01756092) AS A DIRECTOR OF THE COMPANY LIABLE TO RETIRE BY ROTATION
3.	TO APPOINT MR. RAHUL SHAH (DIN: 06862697) AS A DIRECTOR OF THE COMPANY LIABLE TO RETIRE BY ROTATION
4.	TO REGULARIZE MRS.RAINA SINGH (DIN:09637543) AS THE DIRECTOR OF THE COMPANY DESIGNATED AS NON-EXECUTIVE DIRECTOR
5.	TO APPROVE THE APPOINTMENT OF M/S PARESH THOTHAWALA & CO.,CHARTERED ACCOUNTANTS,AHMEDABAD AS A STATUTORY AUDITOR OF THE COMPANY TO FILL CASUAL VACANCY CAUSED DUE TO THE RESIGNATION AND ALSO APPROVE THE APPOINTMENT FOR A TERM OF 5(FIVE) CONSECUTIVE FINANCIAL YEARS, FROM THE CONCLUSION OF THIS ANNUAL GENERAL MEETING OF THE COMPANY UNTIL THE CONCLUSION OF 23RD ANNUAL GENERAL MEETING OF THE COMPANY AND FIX THEIR REMUNERATION

Signed this \_\_\_\_\_ day of \_\_\_\_\_ 2023

Signature of Shareholder \_\_\_\_\_

Signature of Proxy holder(s) \_\_\_\_\_

Please  
affix Re 1/-  
Revenue  
Stamp

**Note:**

This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company not less than 48 hours before the commencement of the Meeting.

A Proxy need not be a member of the Company.

A person can act as a proxy on behalf of members not exceeding fifty and holding in the aggregate not more than 10% of the total share capital of the Company carrying voting rights. A member holding more than 10% of the total share capital of the Company carrying voting rights may appoint a single person as proxy and such person shall not act as a proxy for any other person or shareholder.

Appointing a proxy does not prevent a member from attending the meeting in person if he so wishes.

In the case of joint holders, the signature of any one holder will be sufficient, but names of all the joint holders should be stated.

# ROUTE MAP

