

**AFCONS MAURITIUS INFRASTRUCTURE LIMITED**  
**FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MARCH 2023**

**AFCONS MAURITIUS INFRASTRUCTURE LIMITED**  
**FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MARCH 2023**

---

<b>CONTENTS</b>	<b>PAGES</b>
Corporate information	2
Commentary of the directors	3
Certificate from secretary	4
Independent auditors' report	5 - 7
Statement of profit or loss and other comprehensive income	8
Statement of financial position	9
Statements of changes in equity	10
Statement of cash flows	11
Notes to the financial statements	12 - 24

**AFCONS MAURITIUS INFRASTRUCTURE LIMITED**  
**CORPORATE INFORMATION**

		Appointment date	Resignation date
<b>DIRECTORS:</b>	Vijay Kumar Dwarka Praveen Kumar Ramsaha Rayaprolu Anantakumar Sharma Mudit Ashok Ghansyam Darak Jha Ramesh Kumar	29 July 2013 29 July 2013 30 April 2021 15 September 2021 30 July 2013 16 March 2023	- - - - 15 March 2023 -
<b>ADMINISTRATOR AND SECRETARY:</b>	<b>Crowe SG</b> Member of Crowe Horwath International 3 <sup>rd</sup> Floor, Ebène Esplanade 24, Cybercity Ebène Mauritius		
<b>REGISTERED OFFICE:</b>	<b>C/o Crowe SG</b> 3 <sup>rd</sup> Floor, Ebene Esplanade 24, Cybercity Ebène Mauritius		
<b>AUDITORS:</b>	<b>RSM (Mauritius) LLP</b> 109, Moka Business Centre Mount Ory Road Bon Air, Moka Mauritius		
<b>BANKER:</b>	<b>SBI (Mauritius) Ltd</b> 7 <sup>th</sup> Floor, SBI Tower Mindspace 45, Ebène Cybercity Mauritius		

## **AFCONS MAURITIUS INFRASTRUCTURE LIMITED COMMENTARY OF THE DIRECTORS**

---

The directors are pleased to present their commentary together with the audited financial statements of **AFCONS MAURITIUS INFRASTRUCTURE LIMITED** (the "Company") for the financial year ended 31 March 2023.

### **Principal activities**

The principal activities of the Company are to engage in engineering and construction activities and to provide consultancy services.

### **Results**

The results for the year are shown in the statement of profit or loss and other comprehensive income on page 8.

The directors have not recommended any payment of dividend for the year under review (2022: Nil).

### **Statement of the directors' responsibilities in respect of the financial statements**

The directors are responsible for the preparation of financial statements for each financial year, which present fairly the financial position, financial performance and the cash flows of the Company. In preparing those financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether International Financial Reporting Standards (IFRS) have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Company and to enable them to ensure that the financial statements comply with Mauritius Companies Act 2001. They are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The directors confirm that they have complied with the above requirements in preparing the financial statements.

### **Auditors**

The auditor, **RSM (Mauritius) LLP**, has indicated its willingness to continue in office until the next annual meeting.

## **CERTIFICATE FROM THE SECRETARY UNDER SECTION 166 (D) OF THE MAURITIUS COMPANIES ACT 2001**

---

We certify to the best of our knowledge and belief that we have filed with the Registrar of Companies all such returns as are required of **AFCONS MAURITIUS INFRASTRUCTURE LIMITED** under the Mauritius Companies Act 2001 during the financial year ended 31 March 2023.

*For Crowe SG  
Secretary*



**Registered office:**  
3<sup>rd</sup> Floor, Ebène Esplanade  
24 Cybercity  
Ebène  
Mauritius

Date: 02-06-2023

## INDEPENDENT AUDITORS' REPORT

5

### TO THE SHAREHOLDERS OF AFCONS MAURITIUS INFRASTRUCTURE LIMITED

---

This report is made solely to the shareholders of AFCONS MAURITIUS INFRASTRUCTURE LIMITED (the "Company"), as a body, in accordance with section 205 of the Mauritius Companies Act 2001. Our audit work has been undertaken so that we might state to the Company's shareholders those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company and the Company's shareholders, as a body, for our audit work, for this report, or for the opinion we have formed.

#### **Opinion**

We have audited the financial statements of AFCONS MAURITIUS INFRASTRUCTURE LIMITED (the "Company") set out on pages 8 to 24, which comprise the statement of financial position as at 31 March 2023, statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Company as at 31 March 2023, and of their financial performance and cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs) and in compliance with the requirement of the Mauritius Companies Act 2001. The Company has claimed for exemption from consolidation under the fourteenth schedule of the Mauritius Companies Act 2001.

#### **Basis for Opinion**

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountant's Code of Ethics for Professional Accountants (IESBA Code), together with the ethical requirements that are relevant to our audit of the financial statements in Mauritius. We have fulfilled our other ethical responsibilities in accordance with these requirements and to the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### **Other Information**

The directors are responsible for the other information. The other information comprises the Directors' Report as required by the Mauritius Companies Act 2001. The other information does not include the financial statements and our auditor's report thereon.

## INDEPENDENT AUDITORS' REPORT

## TO THE SHAREHOLDERS OF AFCONS MAURITIUS INFRASTRUCTURE LIMITED

### Other Information (Continued)

Our opinion on the financial statements does not cover the other information and we do not express an audit opinion or 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 in the 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. Else, we have nothing to report in this regard.

### Responsibilities of the Directors and Those Charged with Governance for the Financial Statements

The directors are responsible for the preparation and fair presentation of the financial statements in accordance with IFRSs and the requirements of the Mauritius Companies Act 2001, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Those charged with governance are responsible for overseeing the Company's financial reporting process.

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

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs 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 ISAs, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.

## INDEPENDENT AUDITORS' REPORT

## TO THE SHAREHOLDERS OF AFCONS MAURITIUS INFRASTRUCTURE LIMITED

### Auditor's Responsibilities for the Audit of the Financial Statements (Continued)

- Conclude on the appropriateness of the directors' 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 the directors 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.

### Report on Other Legal and Regulatory Requirements

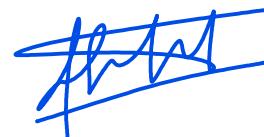
The Mauritius Companies Act 2001 requires that in carrying out our audit we consider and report to you on the following matters. We confirm that:

- We have no relationship with, or interests in, the Company, other than in our capacity as auditor.
- We have obtained all information and explanations we have required.
- In our opinion, proper accounting records have been kept by the Company as far as it appears from our examination of those records.



**RSM (Mauritius) LLP**  
**Chartered Accountants**  
**Moka, Mauritius**

**Date:** 02 June 2023



**Prashant Calcuttteea, ACA**  
**Licensed by FRC**

**AFCONS MAURITIUS INFRASTRUCTURE LIMITED**  
**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED 31 MARCH 2023**

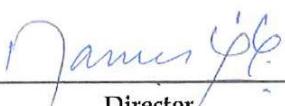
	<i>Note</i>	2023 EUR	2022 EUR
<b>Income</b>			
Interest income		1,225	1,219
Dividend Income		-	53,270
Gain on exchange differences		548	1,703
<b>Total income</b>		<b>1,773</b>	<b>56,192</b>
<b>Expenses</b>			
Licence fees		2,451	2,297
Management fee		5,379	5,031
Disbursement fee		560	529
Audit fee		2,685	2,840
Professional fee		2,662	2,072
Bank charges		1,036	888
Loss on exchange differences		732	41
<b>Total expenses</b>		<b>15,505</b>	<b>13,698</b>
<b>(Loss)/ profit before taxation</b>		<b>(13,732)</b>	<b>42,494</b>
Taxation	4	-	(1,338)
<b>(Loss)/ profit for the year</b>		<b>(13,732)</b>	<b>41,156</b>
<b>Other comprehensive income:</b>			
<i>Items that will not be reclassified subsequently to profit or loss</i>		-	-
<i>Items that may be reclassified subsequently to profit or loss</i>		-	-
<b>Total comprehensive income for the year</b>		<b>(13,732)</b>	<b>41,156</b>

The notes on pages 12 to 24 form an integral part of these financial statements.

**AFCONS MAURITIUS INFRASTRUCTURE LIMITED**  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 MARCH 2023**

	<i>Notes</i>	2023 EUR	2022 EUR
<b>Assets</b>			
<b>Non-current assets</b>			
Investment in subsidiary	5	203,816	203,816
Financial asset at fair value through other comprehensive income	6	299	299
<b>Total non-current assets</b>		<b>204,115</b>	<b>204,115</b>
<b>Current assets</b>			
Trade and other receivables	7	146	145
Cash and cash equivalents	9	1,181,378	1,195,957
<b>Total current assets</b>		<b>1,181,524</b>	<b>1,196,102</b>
<b>Total assets</b>		<b>1,385,639</b>	<b>1,400,217</b>
<b>Equity and liabilities</b>			
<b>Equity</b>			
Stated capital	10	1,100,000	1,100,000
Retained earnings		279,265	292,997
<b>Total equity</b>		<b>1,379,265</b>	<b>1,392,997</b>
<b>Current liabilities</b>			
Other payables	8	6,374	5,882
Tax liability	4	-	1,338
<b>Total current liabilities</b>		<b>6,374</b>	<b>7,220</b>
<b>Total equity and liabilities</b>		<b>1,385,639</b>	<b>1,400,217</b>

Approved by the Board of directors on 02-06-2023 and signed on its behalf by:

  
 Director

  
 Director

The notes on pages 12 to 24 form an integral part of these financial statements.

**AFCONS MAURITIUS INFRASTRUCTURE LIMITED**  
**STATEMENT OF CHANGES IN EQUITY**  
**FOR THE YEAR ENDED 31 MARCH 2023**

	<b>Stated capital EUR</b>	<b>Retained earnings EUR</b>	<b>Total equity EUR</b>
At 01 April 2021	1,100,000	251,841	1,351,841
Profit and total comprehensive income for the year	-	41,156	41,156
<b>At 31 March 2022</b>	<b>1,100,000</b>	<b>292,997</b>	<b>1,392,997</b>
Loss and total comprehensive income for the year	-	(13,732)	(13,732)
<b>At 31 March 2023</b>	<b><u>1,100,000</u></b>	<b><u>279,265</u></b>	<b><u>1,379,265</u></b>

The notes on pages 12 to 24 form an integral part of these financial statements.

**AFCONS MAURITIUS INFRASTRUCTURE LIMITED**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED 31 MARCH 2023**

	<i>Notes</i>	<b>2023</b> EUR	<b>2022</b> EUR
<b>Cash flows from operating activities</b>			
(Loss)/ profit before taxation		<b>(13,732)</b>	42,494
<i>Adjustments for:</i>			
Interest income		<b>(1,225)</b>	(1,219)
Dividend income		<b>-</b>	(53,270)
Gain on exchange differences		<b>(548)</b>	(1,703)
<b>Operating loss before working capital changes</b>		<b>(15,505)</b>	(13,698)
(Increase)/ decrease in trade and other receivables	7	<b>(1)</b>	3,198
Increase in other payables	8	<b>492</b>	489
<b>Net cash used in operations</b>		<b>(15,014)</b>	(10,011)
Income tax paid		<b>(1,338)</b>	(3,839)
<b>Net cash used in operating activities</b>		<b>(16,352)</b>	(13,850)
<b>Cash flows from investing activities</b>			
Interest received		<b>1,225</b>	1,219
Dividend received		<b>-</b>	53,270
<b>Net cash from investing activities</b>		<b>1,225</b>	54,489
<b>Net (decrease)/increase in cash and cash equivalents</b>		<b>(15,127)</b>	40,639
Cash and cash equivalents at start of the year		<b>1,195,957</b>	1,153,615
Effects of exchange differences		<b>548</b>	1,703
<b>Cash and cash equivalents at end of the year</b>		<b>1,181,378</b>	1,195,957

The notes on pages 12 to 24 form an integral part of these financial statements.

**AFCONS MAURITIUS INFRASTRUCTURE LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MARCH 2023**

---

**1. General information**

The Company was incorporated in the Republic of Mauritius, under the Mauritius Companies Act 2001, on 29 July 2013 as a private company with liability limited by shares and holds a Global Business Licence issued by the Financial Services Commission. The Company's registered office is at 3<sup>rd</sup> Floor, Ebène Esplanade, 24 Cybercity, Ebene, Republic of Mauritius.

The Company is engaged in engineering and construction activities and provide consultancy services.

**2. Summary of significant accounting policies**

**2.1 Statement of compliance**

The financial statements are prepared in accordance with International Financial Reporting Standards (IFRS) and modified by the exemption for non-consolidation provided under the Mauritius Companies Act 2001 and which comprise of standards and interpretations approved by the International Accounting Standards Board (IASB), and International Accounting Standards and interpretations issued by the International Financial Reporting Interpretations Committee (IFRIC) approved by the International Accounting Standards Committee (IASC) that remain in effect.

**2.2 Basis of preparation**

The financial statements have been prepared under the historical cost convention as modified for the measurement at fair values of financial instruments carried on the statement of financial position and in accordance with International Financial Reporting Standards ("IFRS").

***New and amended standards and interpretations***

There have been amendments and interpretations that have become effective for the current year, such as Amendments to IFRS 1, IFRS 3, IFRS 9, IFRS 16, IAS 16, IAS 37 and IAS 41.

However, there are no new standards, amendments and interpretations that have a material effect on the financial statements of the Company for the annual periods beginning on 1 January 2022.

***Accounting standards and interpretations issued but not yet effective***

Applicable standards and interpretations issued but not yet effective up to date of the Company's financial statements are listed below. The Company intends to adopt those standards when they become effective.

<b>New or revised standards</b>	<b>Effective for annual period beginning on or after</b>
IFRS 17 Insurance Contracts	01 January 2023
<b>Amendments</b>	
Classification of Liabilities as Current or Non-current – Amendments to IAS 1	01 January 2023
Disclosure of Accounting Policies – Amendments to IAS 1 and IFRS Practice Statement 2	01 January 2023
Definition of Accounting Estimates – Amendments to IAS 8	01 January 2023

**AFCONS MAURITIUS INFRASTRUCTURE LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MARCH 2023**

---

**2. Summary of significant accounting policies (Continued)**

**2.3 Foreign currency translation**

**(a) Functional and presentation currency**

Items included in the financial statements of the Company are measured using the currency of the primary economic environment in which the Company operates (the “functional currency”). The financial statements are presented in Euro (“EUR”), which is also the Company’s functional currency.

**(b) Transactions and balances**

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in profit or loss.

**2.4 Revenue recognition**

Interest income is recognised on a time proportion basis.

Consultancy income is recognised for services rendered as per contractual agreement.

Dividend income shall be recognised when the shareholder’s rights to receive has been established.

**2.5 Expenses recognition**

All expenses are accounted for in the profit or loss on an accrual basis.

**2.6 Taxation**

The tax expense for the year comprises current tax. Tax is recognised in profit or loss. The current income tax charge is calculated on the basis of the tax laws enacted or substantively enacted at the reporting date in the countries where the Company’s subsidiaries and associates operate and generate taxable income. Management establishes provisions where appropriate on the basis of amounts expected to be paid to the tax authorities.

**2.7 Investment in subsidiary**

Subsidiary undertakings are those entities in which the Company controls an investee if all three of the following elements are present:

- power over the investee,
- exposure to variable returns from the investee, and
- the ability of the investor to use its power to affect those variable returns.

Control is reassessed whenever facts and circumstances indicate that there may be a change in any of these elements of control.

**AFCONS MAURITIUS INFRASTRUCTURE LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MARCH 2023**

---

**2. Summary of significant accounting policies (Continued)**

**2.7 Investment in subsidiary (continued)**

De-facto control exists in situations where the Company has the practical ability to direct the relevant activities of the investee without holding the majority of the voting rights. In determining whether de-facto control exists the Company considers all relevant facts and circumstances, including:

- The size of the Company's voting rights relative to both the size and dispersion of other parties who hold voting rights,
- Substantive potential voting rights held by the Company and by other parties
- Other contractual arrangements; and
- Historic patterns in voting attendance.

Investment in subsidiary is shown at cost, less impairment. Where an indication of impairment exists, the recoverable amount of the investment is assessed. Where the carrying amount is greater than the estimated recoverable amount, it is written down immediately to its recoverable amount and the difference is charged to profit or loss. On disposal of an investment, the difference between the net disposal proceeds and the carrying amount is charged or credited to profit or loss.

**2.8 Financial instruments**

***Non-derivative financial assets***

**(i) Classification**

From 1 April 2018, the Company classifies its financial assets in the following measurement categories, as set out in IFRS 9:

- those to be measured subsequently at fair value (either through OCI (FVOCI) or through profit or loss (FVPL)), and;
- those to be measured at amortised cost

The basic classification and measurement category is FVPL unless restrictive criteria are met for classifying the asset at FVOCI or amortised cost. Whether an entity can classify and subsequently measure financial assets at FVOCI or amortised cost depends on the entity's business model for managing the financial assets and the contractual terms of the cash flows.

**(ii) Measurement**

At initial recognition, the Company measures a financial asset at its fair value plus, in the case of a financial asset not at fair value through profit or loss (FVPL), transaction costs that are directly attributable to the acquisition of the financial asset. Transaction costs of financial assets carried at FVPL are expensed in profit or loss.

**AFCONS MAURITIUS INFRASTRUCTURE LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MARCH 2023**

---

**2. Summary of significant accounting policies (Continued)**

**2.8 Financial instruments (continued)**

***Non-derivative financial assets (continued)***

**(ii) Measurement (continued)**

**Equity instruments**

Equity investments are classified as held at FVPL. However, at initial recognition, the Company may irrevocably elect to classify an investment in an equity instrument at FVOCI if that investment is not held for trading.

The Company subsequently measures all equity investments at fair value. Where the Company has elected to present fair value gains and losses on equity investments in OCI, there is no subsequent reclassification of fair value gains and losses to profit or loss following the derecognition of the investment. Dividends from such investments continue to be recognised in profit or loss as other income when the Company's right to receive payments is established.

Changes in fair value of equity investments at FVPL are recognised in other gains/(losses) in the statement of profit or loss as applicable. Impairment losses (and reversal of impairment losses) on equity investments measured at FVOCI are not reported separately from other changes in fair value.

**Debt instruments**

Subsequent measurement of debt instruments depends on the Company's business model for managing the asset and the cash flow characteristics of the asset. There are three measurement categories into which the Company may classify its debt instruments:

- **Amortised cost:** Assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest are measured at amortised cost. Interest income from these financial assets is included in finance income using the effective interest rate method. Any gain or loss arising on derecognition is recognised directly in profit or loss and presented in other gains/(losses) together with foreign exchange gains and losses. Impairment losses are presented as separate line item in the statement of profit or loss.
- **FVOCI:** Assets that are held for collection of contractual cash flows and for selling the financial assets, where the assets' cash flows represent solely payments of principal and interest, are measured at FVOCI. Movements in the carrying amount are taken through OCI, except for the recognition of impairment gains or losses, interest income and foreign exchange gains and losses which are recognised in profit or loss. When the financial asset is derecognised, the cumulative gain or loss previously recognised in OCI is reclassified from equity to profit or loss and recognised in other gains/(losses). Interest income from these financial assets is included in finance income using the effective interest rate method. Foreign exchange gains and losses are presented in other gains/(losses) and impairment expenses are presented as separate line item in the statement of profit or loss.
- **FVPL:** Assets that do not meet the criteria for amortised cost or FVOCI are measured at FVPL. A gain or loss on a debt investment that is subsequently measured at FVPL is recognised in profit or loss and presented net within other gains/(losses) in the period in which it arises.

**AFCONS MAURITIUS INFRASTRUCTURE LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MARCH 2023**

---

**2. Summary of significant accounting policies (Continued)**

**2.8 Financial instruments (continued)**

*Non-derivative financial assets (continued)*

**(iii) Impairment**

From 1 April 2018, the Company assesses on a forward looking basis the expected credit losses associated with its debt instruments carried at amortised cost and FVOCI. The impairment methodology applied depends on whether there has been a significant increase in credit risk.

The Company's loans and other receivables measured at amortised cost are subject to the expected credit loss model.

Cash and cash equivalents are also subject to the impairment requirements of IFRS 9. Cash comprises cash at bank. Cash equivalents are short term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value.

**(iv) Recognition and derecognition**

Regular way purchases and sales of financial assets are recognised on trade-date, the date on which the Company commits to purchase or sell the asset. Financial assets are derecognised when the rights to receive cash flows from the financial assets have expired or have been transferred and the Company has transferred substantially all the risks and rewards of ownership.

*Non-derivative financial liabilities*

Financial liabilities are recognised initially on the trade date at which the Company becomes a party to the contractual provisions of the instrument. The Company derecognises a financial liability when its contractual obligations are discharged or cancelled or expire.

Financial assets and liabilities are offset and the net amount presented in the statement of financial position when, and only when, the Company has a legal right to offset the amounts and intends either to settle on a net basis or to realise the asset and settle the liability simultaneously.

The Company has the following non-derivative financial liabilities: other payables.

*Other payables*

Other payables are initially recognised at fair value, net of transaction costs incurred and subsequently at amortised cost using the effective interest method. Other payables are classified as current liabilities if payment is due within one year. If not, they are presented as non-current liabilities.

**2.9 *Equity***

Stated capital is determined using the nominal values of shares that have been issued.

Retained earnings include all current and prior period results as disclosed in the statement of profit or loss and other comprehensive income.

**AFCONS MAURITIUS INFRASTRUCTURE LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MARCH 2023**

---

**2. Summary of significant accounting policies (Continued)**

**2.10 Provisions**

A provision is recognised in the statement of financial position when the Company has a legal or constructive obligation as a result of a past events and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate of the amount can be made.

**2.11 Offsetting financial instruments**

Financial assets and financial liabilities are offset and the net amount reported in the statement of financial position if, and only if, there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, or to realise the assets and settle the liabilities simultaneously.

**2.12 Related party transactions**

Related parties are individuals and companies where the individuals or companies have the ability, directly or indirectly, to control the other party or exercise significant influence over the other party in making financial and operating decisions.

**3. Critical accounting judgements and key sources of estimation uncertainty**

**(i) Critical accounting judgements in applying the Company's accounting policies**

The preparation of financial statements in conformity with IFRS requires the use of certain critical accounting estimates. It also requires the directors to exercise judgement in the process of applying the Company's accounting policies. At 31 March 2023, this is the significant judgement made by the directors.

**(a) Determination of functional currency**

The determination of the functional currency of the Company is critical since recording of transactions and exchange differences arising thereon are dependent on the functional currency selected. As described in note 2.2, the directors have considered those factors therein and have determined that the functional currency of the Company is the Euro (EUR).

**(b) Consolidated Financial Statements**

The Company has taken advantage of the exemption provided by the Mauritius Companies Act 2001 for Companies holding Global Business Licence which are wholly owned or virtually wholly owned subsidiary of any Company not to present consolidated financial statements. The financial statements are, therefore, separate financial statements which contain information about AFCONS MAURITIUS INFRASTRUCTURE LIMITED as an individual company and do not contain consolidated financial information as the parent of a group.

**AFCONS MAURITIUS INFRASTRUCTURE LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MARCH 2023**

---

**3. Critical accounting judgements and key sources of estimation uncertainty (Continued)**

*(i) Critical accounting judgements in applying the Company's accounting policies (continued)*

*(c) Impairment of non-financial assets*

In assessing whether a full impairment test is required for the investment in the subsidiaries, the Company has considered whether it has recognised dividend from the investment and evidence is available that:

- the carrying amount of the investment in the separate financial statements exceeds the carrying amount in the financial statements of the subsidiary's net assets; or
- the dividend exceeds the total comprehensive income of the subsidiaries in the year in which the dividend is declared

The directors have noted that the carrying amount of the investment in the separate financial statements is lower than the carrying amount in the financial statements of the subsidiary's net assets. The directors are of opinion that no impairment provision will be made as it is expected to generate future revenues from the subsidiaries whereby the net assets are expected to increase over time.

*(d) Impairment of financial assets*

The Company assesses at each reporting date whether there is any objective evidence that a financial asset or a group of financial assets is impaired. A financial asset is deemed to be impaired if, and only if, there is objective evidence of impairment as a result of one or more events that has occurred after the initial recognition of the asset (an incurred 'loss event') and that loss event has an impact on the estimated future cash flows of the financial asset that can be reliably estimated. These are no indicators of events having impact on future cash flows of the Company. Therefore, no impairment provision is required to be made by the Company.

*(e) Financial asset at fair value through other comprehensive income*

The Company owns less than 1% shares in Afcons Overseas Singapore PTE Ltd and the remaining shares are owned by the parent company of Afcons Mauritius Infrastructure Limited, being Afcons Infrastructure Limited in India. Afcons Overseas Singapore PTE Ltd is consolidated into Afcons Infrastructure Limited, being the parent company. Given the current structure, there is an implied limitation as to the marketability of the investment held by the Company in Afcons Overseas Singapore PTE Ltd. As a result, the directors are of the view that the fair value of the investment in Afcons Overseas Singapore PTE Ltd is not materially different to its cost value.

*(ii) Estimation uncertainty*

When preparing the financial statements management undertakes a number of judgements, estimates, assumptions about recognition and measurement of assets, liabilities, income and expenses. There are no other significant judgements made in the preparation of the financial statements during the year that may lead to a material impact on the results.

**AFCONS MAURITIUS INFRASTRUCTURE LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MARCH 2023**

---

**4. Taxation**

The Company, being resident in Mauritius, is liable to income tax in Mauritius on its chargeable income at the rate of 15%. The Company is therefore operating under the new tax regime.

Under the new tax regime, the Company is allowed to claim an 80% partial exemption on specific types of income (including foreign dividends and interest), subject to meeting the pre-defined substance requirements. Other types of income not falling within the categories of income benefitting from the partial exemption will be taxed at 15%. As an alternative to the partial exemption, the Company can claim a tax credit against its Mauritius tax liability based on the foreign tax charged on the income in the foreign jurisdiction.

At 31 March 2023, the Company had no income tax liability as a result of accumulated tax losses in the current year of **EUR 14,280** (2022: tax liability of EUR 1,338) to be offset against future taxable profits over a period of 5 years only.

A numerical reconciliation between the accounting loss and the income tax expense is shown below:

	2023 EUR	2022 EUR
<i>Reconciliation of effective taxation</i>		
(Loss)/ profit before taxation	<u>(13,732)</u>	42,494
Income tax at 15%	(2,060)	6,374
<b>Effects of:</b>		
Income that is exempt from taxation	(82)	(6,642)
Expenses not deductible for tax purposes	-	1,606
Deferred tax asset not recognised	<u>2,142</u>	-
<b>Tax payable</b>	<u>-</u>	1,338

**5. Investment in subsidiary**

*At cost  
(unquoted)*

<i>Name of subsidiary company</i>	<i>% holding</i>	<i>Number of shares</i>	<i>2023 EUR</i>	<i>2022 EUR</i>
Afcons Gulf International Project Services FZE	100	1,000	<u>203,816</u>	203,816
<b>At 31 March</b>			<u>203,816</u>	203,816

Afcons Gulf International Project Services FZE – is incorporated in Dubai, United Arab Emirates.

The investment in subsidiary has been stated at cost, less impairment, and the directors consider the investment to approximate its fair values. No impairment is considered necessary for the year under review.

**AFCONS MAURITIUS INFRASTRUCTURE LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MARCH 2023**

---

**6. Financial asset at fair value through other comprehensive income**

<i>At cost (unquoted)</i>		<b>2023</b> EUR	<b>2022</b> EUR
Financial asset at fair value through other comprehensive income		<b>299</b>	<b>299</b>
<i>Name of investee company</i>	<i>% holding</i>	<i>Number of shares</i>	
Afcons Overseas Singapore PTE Ltd	1	500	<b>299</b>

**7. Trade and other receivables**

	<b>2023</b> EUR	<b>2022</b> EUR
Interest receivable	<b>146</b>	<b>145</b>

**8. Other payables**

	<b>2023</b> EUR	<b>2022</b> EUR
Audit fee	<b>2,685</b>	<b>2,840</b>
TRC fee	<b>467</b>	<b>441</b>
Professional fees	<b>2,662</b>	<b>2,072</b>
Disbursement fees	<b>560</b>	<b>529</b>
	<b>6,374</b>	<b>5,882</b>

**9. Cash and cash equivalents**

	<b>2023</b> EUR	<b>2022</b> EUR
Cash at banks	<b>404,393</b>	<b>420,152</b>
Short-term deposits	<b>776,985</b>	<b>775,805</b>
<b>At 31 March</b>	<b>1,181,378</b>	<b>1,195,957</b>

**AFCONS MAURITIUS INFRASTRUCTURE LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MARCH 2023**

---

**10. Stated capital**

	<b>2023</b>	<b>2022</b>
	<b>EUR</b>	<b>EUR</b>
<i>Issued and fully paid</i>		
1,100,000 ordinary shares of EUR 1 each	<b>1,100,000</b>	1,100,000

The issued share capital of the Company comprises 1,100,000 ordinary shares with a par value of EUR 1 per share. Shareholder has various rights under the Company's Constitution, including the rights to income distributions subject to solvency test and other legal requirements. They are also required to attend and vote at meeting of shareholder.

**11. Financial instruments**

*11.1 Fair values*

The carrying amounts of financial asset at fair value through other comprehensive income, trade and other receivables, cash and cash equivalents and payables approximate their fair values.

<i>Categories of financial instruments</i>	<b>2023</b>	<b>2022</b>
	<b>EUR</b>	<b>EUR</b>
<b>Financial assets</b>		
Financial asset at fair value through other comprehensive income	299	299
Trade and other receivables	146	145
Cash and cash equivalents	<b>1,181,378</b>	1,195,957
	<b>1,181,823</b>	1,196,401
<b>Financial liabilities</b>		
Payables	6,374	5,882
	<b>6,374</b>	5,882

*11.2 Financial risk management*

The Company's activities are exposed to a variety of financial risks: market risk (including currency risk), credit risk and liquidity risk. The Company's overall risk management program focuses on the unpredictability of financial markets and seeks to minimise potential.

*11.3 Market risk*

Market risk is defined as the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices and includes currency risk, interest rate risk and other price risk.

**AFCONS MAURITIUS INFRASTRUCTURE LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MARCH 2023**

---

**11. Financial instruments (Continued)**

**11.4 Credit risk**

Credit risk is the risk that counterparty to a financial instrument will fail to discharge an obligation or commitment that it has entered into with the Company. The Company takes on exposure to credit risk, which is the risk that a counterparty will be unable to pay amounts in full when due. Credit risk arises from available-for-sale investment, trade and other receivables and cash and cash equivalents, as well as credit exposures arising from outstanding and committed transactions. The Company is also exposed to the risk that its assets held with counterparties and banks may not be recoverable in the event of any default by the parties concerned. The Company limits its credit risk by carrying out transactions through companies within the Company.

The maximum exposure to credit risk is represented by the carrying amount of each financial asset in the statement of financial position.

At the reporting date, Company's financial assets maximum exposure to credit risk amounted to the following:

	2023 EUR	2022 EUR
Financial assets at fair value through other comprehensive income	299	299
Trade and other receivables	146	145
Cash and cash equivalents	<u>1,181,378</u>	1,195,957
	<u>1,181,823</u>	1,196,401

**11.5 Liquidity risk**

Liquidity risk is the risk that the Company will not be able to meet obligations associated with financial liabilities when due. The Company manages its liquidity risk and maintains sufficient cash to repay debts as they fall due for payments. The Company is, therefore, not exposed to liquidity risk.

	Due< 1 month	Due 1-3 months	Due 3-12 months	Due 1-5 years	Total
	EUR	EUR	EUR	EUR	EUR
<b>Year ended 31 March 2023</b>					
Financial liability	-	-	<u>6,374</u>	-	<u>6,374</u>
	Due< 1 month	Due 1-3 months	Due 3-12 months	Due 1-5 years	Total
<b>Year ended 31 March 2022</b>	EUR	EUR	EUR	EUR	EUR
Financial liability	-	-	<u>5,882</u>	-	<u>5,882</u>

**AFCONS MAURITIUS INFRASTRUCTURE LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MARCH 2023**

---

**11. Financial instruments (Continued)**

**11.6 Foreign currency risk management**

The Company undertakes transactions denominated in foreign currencies; consequently, exposures to exchange rate fluctuations arise.

The carrying amounts of the Company's foreign currency denominated monetary assets and liabilities at the end of the reporting date are as follows.

	<b>Financial assets</b>		<b>Financial liabilities</b>	
	<b>2023</b> <b>EUR</b>	<b>2022</b> <b>EUR</b>	<b>2023</b> <b>EUR</b>	<b>2022</b> <b>EUR</b>
United States dollar (USD)	<b>29,510</b>	29,433	<b>6,374</b>	5,882
Singapore dollar (SGD)	<b>299</b>	299	-	-
	<b>29,809</b>	<b>29,732</b>	<b>6,374</b>	<b>5,882</b>

*Foreign currency sensitivity analysis*

The following table details the Company's sensitivity to a 5% increase and decrease in the Euro (EUR) against the relevant foreign currencies. A positive number below indicates an increase in profit or equity where the EUR strengthens against the relevant foreign currency. For a 5% weakening of EUR against the relevant foreign currencies, there would be a comparable impact on the profit or equity, and the balances below would be negative.

	<b>2023</b> <b>EUR</b>	<b>2022</b> <b>EUR</b>
Profit or loss	1,172	1,193
Equity	1,172	1,193

**11.7 Fair value hierarchy**

Fair value measurements are categorised 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 measurements 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 assets or liability.

**AFCONS MAURITIUS INFRASTRUCTURE LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MARCH 2023**

---

**11. Financial instruments (Continued)**

**11.7 Fair value hierarchy (continued)**

The following tables set out the fair values of financial instruments that are analysed by the level in the fair value hierarchy into which each fair value measurement is categorised:

<b>31 March 2023</b>	<b>Level 1 EUR</b>	<b>Level 2 EUR</b>	<b>Level 3 EUR</b>	<b>Total EUR</b>
<b>Financial assets</b>				
Financial asset at fair value through other comprehensive income	-	-	299	299
Trade and other receivable	-	-	146	146
Cash and cash equivalents	1,181,378	-	-	1,181,378
	-----	-----	-----	-----
	1,181,378	-	445	1,181,823
	=====	=====	=====	=====

<b>31 March 2022</b>	<b>Level 1 EUR</b>	<b>Level 2 EUR</b>	<b>Level 3 EUR</b>	<b>Total EUR</b>
<b>Financial assets</b>				
Financial asset at fair value through other comprehensive income	-	-	299	299
Trade and other receivable	-	-	145	145
Cash and cash equivalents	1,195,957	-	-	1,195,957
	-----	-----	-----	-----
	1,195,957	-	444	1,196,401
	=====	=====	=====	=====

The fair values of cash and cash equivalents, trade and other receivables and payables approximate their carrying values due to their short-term nature.

**11.8 Capital management**

The Company's primary objective when managing capital is to safeguard the Company's ability to continue as a going concern in order to provide returns for its shareholder and benefits for other stakeholders and to maintain an optimal capital structure to reduce the cost of capital.

**12. Holding and ultimate holding company**

The directors regard Afcons Infrastructure Limited, a company incorporated in India, as the immediate parent and ultimate holding company. Its registered office is at Afcons House, 16 Shah Industrial Estate, Veera Desai Road, Azad Nagar P.O., Post Box No. 11978, Andheri (W), Mumbai 400053.

**13. Event after the reporting period**

There has been no material event after the reporting date that would require disclosure or adjustment to the financial statements for the year ended 31 March 2023.