

# ***TNUDF***

**ANNUAL REPORT**

**2022-23**

**TAMIL NADU URBAN DEVELOPMENT FUND  
CHENNAI 600 028**

**TAMIL NADU URBAN DEVELOPMENT FUND  
CHENNAI – 600 028**

**ANNUAL REPORT 2022-23**

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TAMILNADU URBAN INFRASTRUCTURE FINANCIAL SERVICES LIMITED	TAMILNADU URBAN INFRASTRUCTURE TRUSTEE COMPANY LTD
BOARD OF DIRECTORS	BOARD OF DIRECTORS
Dr.S.Vijayakumar, IAS <b>Chairman</b> & Managing Director, TNUIFSL, RA Puram, Chennai 600 028	Mr.Shiv Das Meena, IAS., Additional Chief Secretary to Government, MA&WS Department Secretariat, Fort St. George Chennai 600 009 <b>Chairman</b>
Mr.Shiv Das Meena, IAS., Additional Chief Secretary to Government, MA&WS Department Secretariat, Fort St. George Chennai 600 009	Mr.Vikram Kapur, IAS, Additional Chief Secretary to Government Planning & Development Department Secretariat, Fort St. George Chennai 600 009
Dr.Neeraj Mittal, IAS, Chairman & Managing Director, TUFIDCO Limited, 490/1-2, Anna Salai, Nandanam, Chennai 600 035	Dr.S.Vijayakumar, IAS Chairman & Managing Director TNUIFSL, Chennai 600 028
Selvi Apoorva, IAS., Principal Secretary to Government, H&UD Department Secretariat, Fort St. George Chennai 600 009	Selvi Apoorva, IAS., Principal Secretary to Government, H&UD Department Secretariat, Fort St. George Chennai 600 009
Mr. Sibi Adhithya Senthil Kumar, IAS., Deputy Secretary to Government Finance Department, Secretariat, Fort St. George Chennai 600 009	Mr.Prashant M.Wadnere, IAS .., Joint Secretary to Government Finance Department, Secretariat, Fort St. George Chennai 600 009
Mr.P.Ponniah, IAS Director of Municipal Administration, Admin.building, 75, Santhome High Road, R.A.Puram, MRC Nagar, Chennai 600 028.	Mr.Maddipatla Himadar, State Head, ICICI Bank Limited, No.1, Cenotaph Road, Teynampet, Chennai 600018
Mrs.Aarthi Kannan, Zonal Head ICICI Bank Limited, No.1, Cenotaph Road, Teynampet, Chennai 600018	Mrs.Aarthi Kannan, Zonal Head ICICI Bank Limited, No.1, Cenotaph Road, Teynampet, Chennai 600018
Mr.Maddipatla Himadar, State Head, ICICI Bank Limited, No.1, Cenotaph Road, Teynampet, Chennai 600 018	Mr.Mathew Joseph Member of Executive Management HDFC Limited ITC Center, I Floor, 760, Anna Salai Chennai – 600 002
Mr.Mathew Joseph Member of Executive Management HDFC Limited ITC Center, I Floor, 760, Anna Salai, Chennai – 600 002	Mr.L.Krishnan IL & FS Financial Services Limited Limited Flat A3, Shreeniketan No.72, Luz Church II Street, Mylapore, Chennai - 600004

<p>Mr.L.Krishnan  IL &amp; FS Financial Services Limited  Flat A3, Shreeniketan  No.72, Luz Church II Street,  Mylapore, Chennai - 600004</p>	
<p><b>Bankers</b>  ICICI Bank Limited,  No.1, Cenotaph Road,  Teynampet,  Chennai 600018</p>	<p><b>Bankers</b>  Indian Bank,  Clock Tower Branch,  Royapettah,  Chennai 600014</p>
<p><b>Auditors</b>  M/s. Ramesh Subramaniam &amp; Co.,  Chartered Accountants,  Chennai 600 017</p>	<p><b>Auditors</b>  M/s. SNB Associates,  Chartered Accountants,  Chennai 600 002</p>

**Registered Office**

**No.19, T.P.Scheme Road, Raja Street Extension,  
Raja Annamalaipuram, Chennai 600028  
Phone: 044-24643103, 24643104, 24643105 Fax: 24613106  
Website: [www.tnuifsl.com](http://www.tnuifsl.com)**



## **TAMIL NADU URBAN DEVELOPMENT FUND**

### **Report on the activities of Tamil Nadu Urban Development Fund for the Financial Year 2022 – 2023**

#### **1. Background**

Tamil Nadu Urban Development Fund, popularly known as TNUDF, was established as a Trust under the Indian Trust Act, 1882 in the year 1996, by the Government of Tamil Nadu. The contributors of TNUDF are Government of Tamil Nadu and three institutions viz., ICICI Bank Limited, Housing Development Finance Corporation Limited and IL & FS Financial Services Limited.

#### **2. Vision, Mission and Objectives**

The Vision of TNUDF is “to be a sustainable financial intermediary that enhances the flow of private capital to urban sector in Tamil Nadu and facilitates urban local bodies become capable and sustainable organizations, sensitive to stakeholders in providing the highest quality of urban services”.

The Mission of TNUDF is “to contribute to improvement in urban quality of life in Tamil Nadu by facilitating efficient urban infrastructure asset creation and provision of urban services through innovative project development, independent appraisal and sustainable financing”

The Objectives of TNUDF is to give financial assistance for setting up of infrastructure projects in Tamil Nadu. The ultimate goal of TNUDF is to become financially self sustainable and to mobilize sources to finance urban infrastructure development.

#### **3. Management**

TNUDF is managed by a Corporate Trustee viz., Tamil Nadu Urban Infrastructure Trustee Company Limited (TNUITCL). TNUITCL is managed by the Board of Directors nominated by the Government of Tamil Nadu and three institutions (ICICI, HDFC and IL & FS). The policies and procedures for the operation of TNUDF are prescribed by the Board of TNUITCL. TNUDF is operated by Tamil Nadu Urban Infrastructure Financial Services Limited (TNUIFSL) as its Fund Manager.

#### 4. Resources

##### 4.1 Units:

A sum of ₹.199.60 crores has been contributed by all the four-unit holders (Government of Tamil Nadu, ICICI Bank Ltd, HDFC Ltd and IL&FS Ltd), of which contribution from Government is ₹.142.91 crores.

##### 4.2 Loan under externally aided schemes:

A sum of ₹.242.16 crores has been borrowed and a sum of ₹.124.00 crores has been repaid to Government under various externally aided projects. The net loan balance as on 31.03.2023 is ₹.3635.99 crores. The details are furnished below:

Particulars	Amount (₹ in crores)
<b>Loan balance as on 01-04-2022</b>	<b>3517.83</b>
Loans borrowed during the year	242.16
Loans repaid to Government	124.00
<b>Loan balance as on 31-03-2023</b>	<b>3635.99</b>

The details of loan amount available and loans availed as on 31.03.2023 under various externally aided projects are furnished below:

₹ in crores			
Sl.No.	Sources	Available	Availed
	<b>Loans under externally aided projects</b>		
i.	Loan under World Bank assisted TNUDP II	8.59	8.59
ii.	Loan under World Bank assisted TNUDP III	424.34	424.34
iii.	Loan under World Bank assisted TNSUDP	1371.67	1371.67
iv	Loan under JICA assisted TNUIP	255.93	255.93
v.	Loan under KfW assisted SMIF – TN-I	296.20	296.20
vi.	Loan under KfW assisted SMIF – TN-II-1	336.56	336.56
vii.	Loan under KfW assisted SMIF – TN-II-2	396.20	396.20
viii.	Loan under ADB assisted TNUFIP-1	304.78	251.50
ix	Loan under ADB assisted TNUFIP-2	487.01	295.00
	<b>Total Loans</b>	<b>3881.28</b>	<b>3635.99</b>

The balance amount of ₹ 245.29 crores will be availed based on the progress of the projects assisted by TNUDF.

## **5. Assistance under Externally Aided Projects**

### **5.1. Tamil Nadu Sustainable Urban Development Project (TNSUDP) assisted by World Bank**

The TNSUDP with the assistance of World Bank was launched on 03-06-2015 with an objective to improve urban services in participating Urban Local Bodies in a financially sustainable manner and to pilot improved urban management practices in select cities. The TNSUDP has been completed and a sum of ₹ 1332.29 crores has been disbursed as term loan to the ULBs based on the progress of the projects under TNSUDP as on 31.03.2023.

### **5.2. Sustainable Municipal Infrastructure Financing –Tamil Nadu (SMIF – TN) Programs assisted by KfW, the German funding agency**

The SMIF-TN Program assisted by KfW has two Phases. The Phase-I was launched on 09-07-2008. The SMIF-TN- Phase-II Program has two parts- Part 1 was launched on 19-12-2012 and Part-2 was launched on 18.06.2014. The objective of the Program is to improve the living conditions of residents in urban areas by constructing and improving water supply, sewerage and other urban facilities. Both the Phases have been completed. A sum of ₹ 1141.62 crores (₹ 371.52 crores under SMIF – TN Program, ₹ 361.61 crores under SMIF – TN-II-1 Program and ₹ 408.49 crores under SMIF – TN-II-2 Program) has been disbursed as term loan to the ULBs based on the progress of the projects up to 31-03-2023.

### **5.3. Tamil Nadu Urban Flagship Investment Program (TNUFIP) assisted by Asian Development Bank (ADB)**

The TNUFIP has three Tranches (Tranche-I, Tranche -II and Tranche -III). The objective of the Program is to develop priority water supply, sewerage and drainage infrastructure located within strategic industrial corridors of Tamil Nadu, support innovative pilots, improve urban governance and strengthen the capacity of State and local institutions to enhance environmental sustainability, climate resilience and urban livability. The TNUFIP – Tranche-1 was launched on 16-11-2018 and the Tranche-2 was launched on 02-12-2019. A sum of ₹ 453.73 crores ( ₹ 195.23 crores under Tranche-1 and ₹ 258.50 crores under Tranche-2) has been disbursed as term loan to the ULBs based on the progress of the projects up to 31-03-2023. The Tranche-III will be implemented from FY 2023-24.

## 6. PERFORMANCE

### 6.1 Financial Performance

The total income for the financial year 2022-23 is ₹ 296.86 crores and the total expenditure is ₹ 273.06 crores. The net surplus (excess of income over expenditure) for the financial year 2022-23 is ₹ 23.80 crores. The details are furnished below:

(₹ in Crores)	
Details	FY 2022-23
Total Income	296.86
Total Expenditure	273.06
<b>Excess of Income over Expenditure</b>	<b>23.80</b>
Less: Provision for Income Tax	10.41
<b>Net Surplus for the Year</b>	<b>13.39</b>

### 6.2 Project Loan Approvals

During the financial year 2022-23, term loan of ₹ 5.26 crores has been sanctioned to one urban infrastructure projects. The sector wise financial assistance is as detailed below:

(₹ in Crores)				
Sl. No.	Sector	No. of projects	Project Cost	Term Loan Sanctioned
1	Water Supply	1	71.17	5.26
	<b>Total</b>	<b>1</b>	<b>71.17</b>	<b>5.26</b>

### 6.3 Project Loan Disbursements

The loan balance with the ULBs as on 01-04-2022 is ₹ 3000.07 crores. During the financial year 2023-24, a sum of ₹ 318.82 crores has been disbursed as term loan and loan of ₹ 179.75 crores has been repaid by the ULBs. The net loan balance as on 31-03-2023 is ₹ 3139.14 crores as detailed below:

Particulars	₹ in Crores
<b>Loan balance as on 01-04-2022</b>	<b>3000.07</b>
Loan disbursed during the year	318.82
<b>Total Loan Amount (A)</b>	<b>3318.89</b>
<b>Loan Repayment during the year (B)</b>	<b>179.75</b>
<b>Loan balance as on 31-03-2023</b>	<b>3139.14</b>
Net increase in loan balance	139.07

#### **6.4 Collection of Debt Service**

The entire debt service (principal and interest) dues of ₹ 421.70 crores from the ULBs for the financial year 2022-23 have been collected. TNUDF has achieved record 100% collection efficiency continuously for the past eighteen financial years.

#### **7. Accounts and Audit**

The Accounts for the financial year 2022-2023 have been completed and audited by M/s. Ponraj & Co., Chartered Accountants, Chennai. A copy of the annual accounts for the financial year 2022-23 is enclosed.

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**INDEPENDENT AUDITORS' REPORT**

To the Trustees of Tamil Nadu Urban Development Fund

**Opinion**

We have audited the financial statements of Tamil Nadu Urban Development Fund (the entity), which comprise the Balance Sheet as at 31<sup>st</sup> March 2023, the Income & Expenditure Account and Cash Flow Statement for the year ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the entity as at 31<sup>st</sup> March 2023, and of its financial performance and its cash flows for the year then ended in accordance with the Accounting Standards issued by the Institute of Chartered Accountants of India (ICAI).

**Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing (SAs) issued by ICAI. 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 entity in accordance with the Code of Ethics issued by ICAI and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Responsibilities of Management for the Financial Statements**

The Board of Trustees (Management) is responsible for the preparation of these financial statements that give a true and fair view of the state of affairs, results of operations and cash flows of the entity in accordance with the accounting principles generally accepted in India. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the entity'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 entity or to cease operations, or has no realistic alternative but to do so.

The Board of Trustees are responsible for overseeing the entity's financial reporting process.

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**Address: No 18/2, North Tank Square Street, Triplicane, Chennai 600 005**

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

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

**For Ponraj & Co**  
**Chartered Accountants**  
Firm Reg. No:002672S

Sd/-  
CA. N. Raghuram  
Partner  
Membership No.:210771

Place: Chennai  
Date: 22.06.2023

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**Address: No 18/2, North Tank Square Street, Triplicane, Chennai 600 005**



**TAMIL NADU URBAN DEVELOPMENT FUND**  
**No.19, T P Scheme Road, Raja Annamalaipuram, Chennai-600 028**  
**BALANCE SHEET AS AT 31<sup>st</sup> MARCH 2023**

Particulars		Note No.	As at	As at
			31 <sup>st</sup> March 2023	31 <sup>st</sup> March 2022
(₹)				
<b>A</b>	<b>SOURCES OF FUNDS</b>			
<b>I</b>	<b>Capital Fund</b>			
	a. Contribution by Settlor	<b>1</b>	5,000	5,000
	b. Reserves & Surplus	<b>2</b>	114,02,41,490	100,63,75,308
<b>II</b>	<b>Borrowed Funds</b>			
	a. Units	<b>3</b>	199,59,69,211	199,59,69,211
	b. Other Loans	<b>4</b>	3635,98,68,215	3517,82,59,667
<b>III</b>	<b>Current Liabilities &amp; Provisions</b>	<b>5</b>	217,69,86,256	173,80,92,211
	<b>TOTAL</b>		<b>4167,30,70,172</b>	<b>3991,87,01,397</b>
<b>B</b>	<b>APPLICATION OF FUNDS</b>			
<b>IV</b>	<b>Loans Disbursed</b>	<b>6</b>	3126,58,81,925	2988,06,66,412
<b>V</b>	<b>Current Assets</b>	<b>7</b>	1040,71,88,247	1003,80,34,985
	<b>TOTAL</b>		<b>4167,30,70,172</b>	<b>3991,87,01,397</b>
<b>Notes including Significant Accounting Policies</b>		<b>1-13</b>		

The Notes referred to above form an integral part of the Financial Statements  
In terms of our report of even date annexed

**For Ponraj & Co.**

Chartered Accountants

Firm Registration No.002672S

**for Tamil Nadu Urban Development Fund**

Sd/-

**CA. N. Raghuram**

**Partner**

Membership No.210771

Sd/-

**S. Vijayakumar, IAS**

**Director**

**Tamil Nadu Urban Infrastructure Trustee Company Limited  
(Trustees)**

Sd/-

**Shiv Das Meena, IAS**

**Chairman**

Place: Chennai

Date: 22.06.2023

**TAMIL NADU URBAN DEVELOPMENT FUND**  
**No.19, T P Scheme Road, Raja Annamalaipuram, Chennai-600 028**  
**INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31<sup>st</sup> MARCH 2023**

Particulars	Note No.	For the Year ended	For the Year ended
		31 <sup>st</sup> March 2023	31 <sup>st</sup> March 2022
		(₹)	
<b>A INCOME</b>			
I Interest on Loans Disbursed		258,10,26,953	250,19,87,907
II Interest on Deposits & Savings Bank Accounts		33,77,26,743	24,65,51,954
III Other Income-Interest on Income Tax Refund		4,98,57,689	0
<b>TOTAL – A – (I+II+III)</b>		<b>296,86,11,385</b>	<b>274,85,39,861</b>
<b>B EXPENDITURE</b>			
IV Financial Cost	8	265,34,52,871	251,83,37,491
V Management Fee & other Operating Expenses	9	7,16,38,217	7,04,78,607
VI Provision in respect of Loans Disbursed		55,63,115	23,16,606
<b>TOTAL – B – (IV+V+VI)</b>		<b>273,06,54,203</b>	<b>259,11,32,704</b>
C Net income before Tax (A-B)		23,79,57,182	15,74,07,157
D Less: Provision for Income Tax - Current Year		10,40,91,000	6,82,73,000
E Net Surplus for the year (C-D)		13,38,66,182	8,91,34,157
F Net Income / Surplus after tax transferred to Capital Fund		13,38,66,182	8,91,34,157

**Notes including Significant Accounting Policies**

1-13

The Notes referred to above form an integral part of the Financial Statements  
In terms of our report of even date annexed

**For Ponraj & Co.**

**for Tamil Nadu Urban Development Fund**

Chartered Accountants  
Firm Registration No.002672S

Sd/-

Sd/-

Sd/-

**CA. N. Raghuram**  
**Partner**

**S. Vijayakumar, IAS**  
**Director**

**Shiv Das Meena, IAS**  
**Chairman**

Membership No.210771

**Tamil Nadu Urban Infrastructure Trustee Company Limited**  
**(Trustees)**

Place: Chennai  
Date: 22.06.2023

**TAMIL NADU URBAN DEVELOPMENT FUND**  
**No.19, T P Scheme Road, Raja Annamalaipuram, Chennai-600 028**  
**CASH FLOW STATEMENT FOR THE YEAR ENDED 31<sup>st</sup> MARCH 2023**

Particulars	For the Year Ended 31 <sup>st</sup> March 2023	For the Year Ended 31 <sup>st</sup> March 2022
	(₹)	
<b><u>A. CASH FLOW FROM OPERATING ACTIVITIES:-</u></b>		
Net Income before Tax	23,79,57,182	15,74,07,157
<i>Operating Surplus before Working Capital Changes</i>	<i>23,79,57,182</i>	<i>15,74,07,157</i>
<b><i>Adjustments for (Increase) / Decrease in Operating Assets / Liabilities: -</i></b>		
Current Assets	71,97,65,630	(130,77,39,285)
Current Liabilities	33,48,03,045	5,63,52,029
<b><i>Cash Generated from Operations</i></b>	<b><i>129,25,25,857</i></b>	<b><i>(109,39,80,099)</i></b>
Direct Taxes Paid / Tax Deducted at Source	(2,29,05,500)	(14,54,84,067)
<b>NET CASH FROM / (USED IN) OPERATING ACTIVITIES (A)</b>	<b>126,96,20,357</b>	<b>(123,94,64,166)</b>
<b><u>B. CASH FLOW FROM INVESTING ACTIVITIES</u></b>		
Loans Disbursed (Net)	(138,52,15,513)	(57,68,35,094)
Investment (Net)	0	0
<b>NET CASH USED IN INVESTING ACTIVITIES (B)</b>	<b>(138,52,15,513)</b>	<b>(57,68,35,094)</b>
<b><u>C. CASH FLOW FROM FINANCING ACTIVITIES</u></b>		
Units	0	0
Borrowings (Net)	118,16,08,548	258,20,17,315
<b>NET CASH FROM FINANCING ACTIVITIES (C)</b>	<b>118,16,08,548</b>	<b>258,20,17,315</b>
<b>NET INCREASE / (DECREASE) IN CASH &amp; CASH EQUIVALANTS (A + B + C)</b>	<b>106,60,13,392</b>	<b>76,57,18,055</b>
<b>Cash and Cash equivalents at the beginning of the Accounting Period</b>	<b>406,81,98,176</b>	<b>330,24,80,121</b>
<b>Cash and Cash equivalent at the end of the Accounting Period</b>	<b>513,42,11,568</b>	<b>406,81,98,176</b>

In terms of our report of even date annexed.

**For Ponraj & Co.**

**for Tamil Nadu Urban Development Fund**

Chartered Accountants

Firm Registration No. 002672S

Sd/-

Sd/-

Sd/-

**CA. N. Raghuram**

**S. Vijayakumar, IAS**

**Shiv Das Meena, IAS**

**Partner**

**Director**

**Chairman**

Membership No. 210771

**Tamil Nadu Urban Infrastructure Trustee Company Limited  
(Trustees)**

Place: Chennai

Date: 22.06.2023

**TAMIL NADU URBAN DEVELOPMENT FUND**  
**No.19, T P Scheme Road, Raja Annamalaipuram, Chennai-600 028**  
**NOTES FORMING PART OF THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2023**

Note No.	Particulars	As at	As at
		31 <sup>st</sup> March 2023	31 <sup>st</sup> March 2022
		(₹)	
<b>Note-1</b>	<b>Contribution by Settlor</b>		
	Initial Settlement Amount	5,000	5,000
	<b>Total</b>	<b>5,000</b>	<b>5,000</b>
<b>Note-2</b>	<b>Reserves &amp; Surplus</b>		
(i)	Capital Reserve	2,66,40,789	2,66,40,789
(ii)	Net Income / Surplus		
	Opening balance	97,97,34,519	89,06,00,362
	Add: Transfer during the year - Surplus / Net Income	13,38,66,182	8,91,34,157
	Closing Balance	<b>111,36,00,701</b>	<b>97,97,34,519</b>
	<b>Total</b>	<b>114,02,41,490</b>	<b>100,63,75,308</b>
<b>Note-3</b>	<b>Units</b> (19959.69211 units @ ₹ 1,00,000 per unit)		
(i)	Government of Tamil Nadu.	142,91,24,994	142,91,24,994
(ii)	ICICI Bank Ltd.	23,32,36,491	23,32,36,491
(iii)	HDFC Ltd.	16,71,61,299	16,71,61,299
(iv)	IL & FS Financial Services Ltd.	16,64,46,427	16,64,46,427
	<b>Total</b>	<b>199,59,69,211</b>	<b>199,59,69,211</b>
<b>Note-4</b>	<b>Other Loans</b>		
(i)	Loans under IBRD lines of credit	1804,59,79,776	1774,81,63,935
(ii)	Loans under JICA line of credit	255,93,28,522	258,36,25,545
(iii)	Loans under KfW lines of credit	1028,95,59,917	1044,14,70,187
(iv)	Loans under ADB lines of credit	546,50,00,000	440,50,00,000
	<b>Total</b>	<b>3635,98,68,215</b>	<b>3517,82,59,667</b>

**TAMIL NADU URBAN DEVELOPMENT FUND**  
**No.19, T P Scheme Road, Raja Annamalaipuram, Chennai-600 028**  
**NOTES FORMING PART OF THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31<sup>st</sup> MARCH 2023**

Note No.	Particulars	As at	As at
		31 <sup>st</sup> March 2023	31 <sup>st</sup> March 2022
		(₹)	
<b>Note-5</b>	<b>Current Liabilities &amp; Provisions</b>		
(i)	<b>Current Liabilities</b>		
	a. Expenses Payable	2,08,440	2,16,000
	b. TDS Payable under GST	2,66,848	2,25,770
	c. Amount received in advance from borrowers	103,96,38,048	69,66,31,762
	d. Interest accrued but not due on borrowings	39,93,00,501	40,75,37,260
(ii)	<b>Provisions for Income Tax</b>	73,75,72,419	63,34,81,419
<b>Total</b>		<b>217,69,86,256</b>	<b>173,80,92,211</b>
<b>Note-6</b>	<b>Loans Disbursed</b>		
	Loans to Urban Infrastructure Projects	3139,14,47,716	3000,06,69,088
	Less: Provisions	12,55,65,791	12,00,02,676
<b>Total</b>		<b>3126,58,81,925</b>	<b>2988,06,66,412</b>
<b>Note-7</b>	<b>Current Assets</b>		
(i)	<b>Cash and Cash Equivalents</b>		
	a. In Savings Bank Accounts	65,93,41,568	31,18,28,176
	b. In Public Deposit Account	299,38,70,000	375,63,70,000
	c. In Deposit Accounts	148,10,00,000	0
(ii)	<b>Current Investments</b>		
	Term Deposits with Companies	286,82,30,282	368,08,09,428
(iii)	<b>Other Current Assets</b>		
	a. Interest accrued on deposits	17,80,32,188	13,22,03,531
	b. Interest accrued on loans disbursed	85,30,03,185	80,26,64,229
	c. Income Tax Paid under protest (Net)	3,01,88,511	3,35,42,608
	d. Income tax paid in Advance / Tax Deducted at Source	134,35,22,513	132,06,17,013
<b>Total</b>		<b>1040,71,88,247</b>	<b>1003,80,34,985</b>

**TAMIL NADU URBAN DEVELOPMENT FUND**  
**No.19, T P Scheme Road, Raja Annamalaipuram, Chennai-600 028**  
**NOTES FORMING PART OF THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31<sup>st</sup> MARCH 2023**

Note No.	Particulars	For the Year ended 31 <sup>st</sup> March 2023	For the Year ended 31 <sup>st</sup> March 2022
		(₹)	
<b>Note-8</b>	<b>Financial Cost</b>		
(i)	Interest on Units	16,56,65,445	16,56,65,445
(ii)	Interest on loans borrowed	248,77,87,426	235,26,72,046
	<b>Total</b>	<b>265,34,52,871</b>	<b>251,83,37,491</b>
<b>Note-9</b>	<b>Management Fee &amp; Other Operating Expenses</b>		
(i)	Management Fees	5,61,16,517	4,99,85,487
(ii)	Front End Fees on loans borrowed	1,36,16,000	1,83,29,000
(iii)	Auditors' Remuneration		
	- Audit	1,98,240	1,77,000
	-Tax Audit	29,500	23,600
(iv)	Other Expenses	16,77,960	19,63,520
	<b>Total</b>	<b>7,16,38,217</b>	<b>7,04,78,607</b>

**Note – 10 – Entity Information**

Tamil Nadu Urban Development Fund (TNUDF) was established as a Trust with Government of Tamil Nadu as the Settlor. Three institutions namely, IL & FS Financial Services Limited, Housing Development Finance Corporation Limited and ICICI Bank Limited along with Government of Tamil Nadu have supported the Trust by providing unsecured loans by way of units and they are the beneficiaries. The major portion of the Funds has been given by the Government of Tamil Nadu. The Trust is providing financial assistance in the form of loan to Urban Local Bodies for implementation of various urban infrastructure projects. M/s. Tamil Nadu Urban Infrastructure Trustee Company Limited are the Trustees. The Trust is managed by the fund manager M/s. Tamil Nadu Urban Infrastructure Financial Services Limited.

**Note – 11 - Significant Accounting Policies**

**a. Basis of Accounting**

The financial statements (except cash flow statement) have been prepared under the historical cost convention on an accrual basis and in accordance with applicable Accounting Standards issued by the Institute of Chartered Accountants of India. The cash flow statement has been prepared in accordance with AS-3 on “Cash flow statements” issued by the Institute of Chartered Accountants of India.

**TAMIL NADU URBAN DEVELOPMENT FUND**  
**No. 19, T P Scheme Road, Raja Annamalaipuram, Chennai - 600 028**  
**NOTES FORMING PART OF THE FINANCIAL STATEMENTS**  
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***b. Fixed Assets***

Fixed assets are stated at actual cost less accumulated depreciation. Cost comprises of the purchase price and any attributable cost of bringing the assets to working condition for its intended use.

***c. Depreciation***

Depreciation on Fixed Assets is provided pro-rata on the basis of the Written Down Value method using the rates prescribed under the Income Tax Act, 1961.

***d. Investments***

Current Investments are valued at lower of cost or market value. Long term investments are usually carried at cost.

***e. Income Recognition***

Interest on loans disbursed and investment income are recognized as per contract on accrual basis.

***f. Employee Retirement Benefits***

The Trust will be framing the policy on Long Term Benefits to Employees as provided in AS-15 once employees are recruited. At present there are no employees in the Trust. Hence, the Trust does not have any policy in this regard.

***g. Borrowing and Cost of Borrowing***

Amounts given to the Trust with repayment provision are treated as Borrowings. Borrowing costs are recognized as expenditure (Financial Cost) in the year in which they are incurred. Borrowing costs which will result in future economic benefit to the Trust and the cost can be measured are capitalized as part of the cost of the qualifying asset.

***h. Impairment of Assets***

Fixed assets are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount of the assets may not be recoverable. Recoverability of assets is measured in line with the relevant Accounting Standard.

***i. Taxes on Income***

Current Tax is determined based on the amount of tax payable in respect of taxable income for the year. Deferred Tax is recognized on timing differences, being the difference between taxable income and the accounting income that originate in one year and reversed in another accounting year. Deferred Tax assets and liabilities are computed on the timing differences applying the tax rate and tax laws that have been enacted or subsequently enacted by the balance sheet date. Deferred tax Assets arising on account of unabsorbed depreciation or carry forward of business loss are recognized only to the extent that there is virtual certainty supported by convincing evidence that sufficient future taxable income will be available against which such deferred tax assets can be realized.

**TAMIL NADU URBAN DEVELOPMENT FUND**  
**No. 19, T P Scheme Road, Raja Annamalaipuram, Chennai - 600 028**  
**NOTES FORMING PART OF THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31<sup>st</sup> MARCH 2023**

***j. Provision, Contingent Liability & Contingent Assets***

Provisions are recognized when there is a present obligation as a result of a past event and it is probable that outflows will be required to settle the obligation, which can be reliably estimated.

Contingent liabilities are disclosed after an evaluation of the fact and legal aspects of the matter involved. Contingent assets are neither recognized nor disclosed.

***k. Management Fees***

The Trust is managed by the fund manager M/s. Tamil Nadu Urban Infrastructure Financial Services Limited. The fund manager takes care of the project appraisal, loan management and treasury management. The Management Fees is paid to the fund manager on the basis of the loans sanctioned & disbursed, average loan balance and average investment & deposit balance.

**Note – 12 - Additional Information to the Financial Statements**

***a. Capital Fund***

***i. Capital Reserve***

Tamil Nadu Urban Development Fund (TNUDF) was established as a Trust under the Indian Trusts Act, 1882, by a Deed of Trust dated 29 November 1996. Accordingly, the first Income and Expenditure Account was prepared for the period 29 November 1996 to 31 March 1997. However as per the orders of Government vide G.O. No. 400, Housing and Urban Development UD III (2) Department dated 13.09.1996, the assets and liabilities as at 30 September 1996 of the Tamil Nadu Municipal Urban Development Fund have been transferred to the Trust. Accordingly, the net income of the TNUDF for the period 1 October 1996 to 28 November 1996 has been accounted under the head Capital Reserve.

***ii. Net Income / Surplus***

The entire Net Income / Surplus was distributed to the contributors of the Trust, up to FY 2008-09. From the FY 2009-10 interest has been paid to the contributors and the balance Net Income / Surplus has been retained by the Trust after providing for Income Tax / Surplus. Such Net Income / Surplus has been transferred to Reserves and Surplus under the head Capital Fund.



**TAMIL NADU URBAN DEVELOPMENT FUND**  
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***b. Loans Borrowed***

All the loans borrowed by the Trust are unsecured in nature. The accounts and records are maintained separately for each of the externally aided project in TNUDF viz. Tamil Nadu Urban Development Project-II (TNUDP-II), Tamil Nadu Urban Development Project-III (TNUDP-III), Tamil Nadu Sustainable Urban Development Project (TNSUDP), Tamil Nadu Urban Infrastructure Project (TNUIP), Sustainable Municipal Infrastructure Financing in Tamil Nadu – Phase-I (SMIF-TN-I) Program, Sustainable Municipal Infrastructure Financing in Tamil Nadu – Phase-II -Part-1 & Part-2 Programs (SMIF-TN-II-1 & SMIF-TN-II-2), Tamil Nadu Urban Flagship Investment Program- Tranche-1 & 2 (TNUFIP-T1 & T2). The details are furnished below:

(in ₹)

Line of Credit	Balance as on 01.04.2022	Additions: Borrowings	Deductions: Repayments	Balance as on 31.03.2023
<b>i. IBRD lines of credit</b>				
TNUDP-II	27,57,91,161	0	18,99,29,209	8,58,61,952
TNUDP-III	462,20,02,601	0	37,86,25,870	424,33,76,731
TNSUDP	1285,03,70,173	105,80,00,000	19,16,29,080	1371,67,41,093
<b>ii. JICA line of credit</b>				
TNUIP	258,36,25,545	0	2,42,97,023	255,93,28,522
<b>iii. KfW lines of credit</b>				
SMIF-TN-I	3,14,27,87,644	0	18,07,49,134	296,20,38,510
SMIF-TN-II-1	349,36,25,517	0	12,80,78,330	336,55,47,187
SMIF-TN-II-2	380,50,57,026	30,36,00,000	14,66,82,806	396,19,74,220
<b>iv. ADB lines of credit</b>				
TNUFIP-T1	218,50,00,000	33,00,00,000	0	251,50,00,000
TNUFIP-T2	222,00,00,000	73,00,00,000	0	295,00,00,000
<b>Total</b>	<b>3517,82,59,667</b>	<b>242,16,00,000</b>	<b>123,99,91,452</b>	<b>3635,98,68,215</b>

***c. Loans Disbursed***

The loans disbursed by the Trust are unsecured in nature. The accounts and records are maintained separately for each of the externally aided project and its own funds in TNUDF.

**TAMIL NADU URBAN DEVELOPMENT FUND**  
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**NOTES FORMING PART OF THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31<sup>st</sup> MARCH 2023**

The details are furnished below:

(in ₹)

Line of Credit	Balance as on 01.04.2022	Additions : Lending	Deductions: Repayments	Balance as on 31.03.2023
<b>i. IBRD lines of credit</b>				
TNUDP-II	27,57,91,161	-	18,99,29,209	8,58,61,952
TNUDP-III	127,92,45,364	-	11,45,37,307	116,47,08,057
TNSUDP	1121,43,68,193	118,42,92,000	52,34,98,522	1187,51,61,671
<b>ii. JICA lines of credit</b>				
TNUIP	233,57,90,312	-	7,04,15,477	226,53,74,835
<b>iii. KfW lines of credit</b>				
SMIF-TN-I	248,16,68,259	-	28,23,07,240	219,93,61,019
SMIF-TN-II-1	312,93,97,447	-	10,02,03,767	302,91,93,680
SMIF-TN-II-2	260,52,06,083	68,59,68,000	32,74,51,046	296,37,23,037
<b>iv. ADB lines of credit</b>				
TNUFIP-T1	171,84,00,000	23,39,00,000	-	195,23,00,000
TNUFIP-T2	177,26,00,000	81,24,00,000	-	258,50,00,000
<b>v. TNUDF own funds</b>				
Own Funds	318,82,02,269	27,16,40,900	18,90,79,704	3,27,07,63,465
<b>Total</b>	<b>3000,06,69,088</b>	<b>318,82,00,900</b>	<b>179,74,22,272</b>	<b>3139,14,47,716</b>

**d. Provisioning Norms for Loans Disbursed**

The loan dues (payment of interest and repayment of principal) are collected in accordance with the agreement entered into with the borrowers and the orders of the Government of Tamil Nadu in force from time to time. All the loan dues have been collected by the Trust as on 31<sup>st</sup> March 2023. Provision @ 0.40% on the loan balance has been provided for as a prudent measure.

**e. Capital commitments, contingent liabilities and others:**

i. Term loans pending disbursement against sanction for which funds have been received from the Government is ₹ 157.54 crores (as on 31<sup>st</sup> March 2022 is ₹ 220.77 crores).

**TAMIL NADU URBAN DEVELOPMENT FUND**  
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ii. The Trust has been assessed to Income Tax and status of appeal on the Income Tax Assessments for various years is as follows:

<b>AY's</b>	<b>Assessment</b>	<b>Appeal</b>	<b>Present Status</b>	<b>Remarks</b>
1997-98 to 2005-06	Trust was asked to pay tax on the net income.	ITAT allowed the appeals and remanded back to the Assessing Officer (AO). However, the AO rejected the claim.	Against the orders of AO Writ Petitions were filed before High Court (HC) and HC passed orders in favour of Trust.	The IT Department has to pass orders for refund and refund the tax paid.
2006-07 & 2007-08	Trust was asked to pay tax on net income.	Appeal - Form-8 filed before CIT-(A).	Pending with CIT-(A).	Disputed tax along with interest has been paid.
2010-11 to 2015-16	Interest paid on Units was disallowed.	Appeals filed before ITAT.	ITAT passed orders in favour of the Trust.	The IT Department has to pass orders for refund and refund the tax paid.
2018-19	Interest paid on Units was disallowed.	Appeals filed with CIT (A).	Pending with CIT (A).	Disputed tax along with interest has been paid.

iii. The Income Tax Assessment Proceedings for AYs 2008-09 & 2009-10 have been concluded favorably to the Trust and refund duly received during the current financial year.

***f. Expenditure and earnings in Foreign Currency:***

The Trust has no earnings and expenditure in Foreign Exchange (previous year: Nil)

***g. Deferred Tax***

Deferred Tax has not been computed as there is no timing difference.

**TAMIL NADU URBAN DEVELOPMENT FUND**  
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**NOTES FORMING PART OF THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31<sup>st</sup> MARCH 2023**

**Note – 13** - Previous year's figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification / disclosure.

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In terms of our report of even date annexed.

**For Ponraj & Co**

**for Tamil Nadu Urban Development**

**Fund**

Chartered Accountants

Firm Reg. No. 002672S

**Sd/-**

**Sd/-**

**Sd/-**

**CA. N. Raghuram**

**S. Vijayakumar, IAS**

**Shiv Das Meena, IAS**

**Partner**

**Director**

**Chairman**

Membership. No. 210771

**Tamil Nadu Urban Infrastructure Trustee Company Limited**

**(Trustees)**

Place: Chennai

Date: 22.06.2023

**TAMIL NADU URBAN INFRASTRUCTURE TRUSTEE COMPANY LIMITED**  
**DIRECTOR'S REPORT**

To  
The Members,  
Tamil Nadu Urban Infrastructure Trustee Company Limited,

Your Directors' have pleasure in submitting their 26<sup>th</sup> Annual Report of the Company together with the Audited Statements of Accounts for the year ended 31<sup>st</sup> March 2023

**1. Financial Results**

Details	Financial Year	
	2022-23	2021-22
	(Rs. in lakhs)	
Total Income	0.87	0.87
Total Expenditure	0.76	0.67
Net Profit before tax	0.11	0.20
Net Profit after tax	0.08	0.15
<b>Net worth</b>	<b>11.68</b>	<b>11.60</b>

**2. Share Capital**

The Paid-up Equity Share Capital of the Company as on March 31, 2023 is Rs.10.07 lakhs. During the year under review, the Company has not issued shares nor granted any stock options or sweat equity. As on March 31, 2023 none of the Directors of the Company hold instruments convertible into equity shares of the Company.

The Company has complied with the provisions of the Dematerialization of shares based on the notification issued by Ministry of Corporate Affairs dated 10<sup>th</sup> September 2018.

**3. Dividend**

No dividend on paid up equity shares has been recommended for the current financial year 2022-23.

**4. Transfer of unclaimed Dividend to Investor Education and Protection Fund**

Nil.

**5. Transfer to Reserves**

Nil

**6. Review of business operation and future prospects**

There was no change in the nature of business of the Company. Your Directors are optimistic about the Company's business and hopeful of better performance with increased revenue in the next year.

**7. Material changes and commitment if any affecting the financial position of the Company.**

No material changes and commitments affecting the financial position of the Company occurred between the end of the financial year to which this financial statement relate on the date of this report.

**8. Conservation of Energy, Technology Absorption, Foreign Exchange Earnings and Outgo**

The provisions of Section 134(m) of the Companies Act, 2013 regarding disclosure of information regarding conservation of energy and technology absorption are not applicable to the Company.

The Company has not earned any foreign exchange and outgo during the financial year 2022-23.

**9. Development and implementation of Risk Management Policy**

The Company does not have any Risk Management Policy as the elements of risk threatening the Company's existence are very minimal.

**10. Particulars of loans, guarantees and investments**

There were no loans, guarantees or investments made by the Company under Section 186 of the Companies Act, 2013 during the year under review.

**11. Transactions with related parties**

There were no contracts or arrangements made with related parties as defined under Section 188 of the Companies Act, 2013 during the year under review.

**12. Disclosure under the sexual harassment of women at workplace**

The above-said provisions are not applicable to the Company, as there are no employees in the Company at present.

**13. Policy on Directors appointment, remuneration and other details**

The provisions of Section 178(1) relating to the constitution of Nomination and Remuneration Committee are not applicable to the Company.

**14. Extract of the Annual Return**

The details forming part of the extract of the Annual Return in form MGT-9, as required under Section 92 (3) of the Companies Act, 2013 read with Rule 12 of the Companies (Management and Administration) Rules, 2014, is attached as Annexure to this Report.

## 15. Number of meetings of the Board

The Company has conducted four meetings of the Board of Directors during the financial year 2022-23 under review. The details of meetings held during the current financial year and connected information are furnished below:

Sl. No.	Date(s) of Meetings of the Board	No. of Directors on the date of Meeting	No. of Directors attended the Meeting
1.	24.06.2022	9	7
2.	30.09.2022	9	7
3.	19.12.2022	8	4
4.	15.03.2023	9	7

The attendance of the Directors is furnished below:

Sl. No.	Name of Director	No. of Board Meetings entitled to attend	No. of Board Meetings attended
1.	Mr. Shiv Das Meena, IAS	4	4
2.	Mr. Vikram Kapur, IAS	4	2
3.	Mr. Hitesh Kumar S. Makwana, IAS	2	1
4.	Dr. S. Swarna, IAS	4	4
5.	Selvi. Apoorva, IAS	2	0
6.	Mr. Prashant Mukund Wadnere, IAS	1	0
7.	Mr. D. Sridhar	2	1
8.	Mr. G. Vetrivel	3	3
9.	Mr. Maddipatla Himadar	4	2
10.	Mr. Mathew Joseph	4	3
11.	Mr. L. Krishnan	4	4
12.	Ms. Aarthi Kannan	1	1

## 16. Particulars of Employees

The provisions of the Companies Act, 2013 for employees of the company in receipt of remuneration in excess of the limits are not applicable to the Company, as there are no employees in the Company at present.

## 17. Directors' Responsibility Statement

Pursuant to Section 134(3)(c) of the Companies Act, 2013, your Directors state that:

- i. in the preparation of Annual Accounts for the financial year ended 31<sup>st</sup> March 2023 the applicable accounting standards have been followed along with proper explanation relating to material departures;
- ii. the Directors 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 as at 31<sup>st</sup> March 2023 and of the profit and loss of the Company for the financial year ended 31<sup>st</sup> March, 2023;

iii. the Directors have taken proper and sufficient care for the 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 fraud and other irregularities;

iv. the Directors have prepared the annual accounts on a going concern basis;

v. the Directors have laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and are operating effectively; and

vi. the Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems are adequate and operating effectively.

## **18. Subsidiaries, Joint Ventures and Associate Companies**

The Company does not have any Subsidiary, Joint venture or Associate Company during the year under review.

## **19. Deposits from public**

The Company has neither accepted nor renewed any deposits during the year under review.

## **20. Directors and Key Managerial Personnel**

During the financial year 2022-23, Mr.D.Sridhar (DIN: 09609133) has been appointed as a Director in the place of Mr. Prashant Mukund Wadnere, IAS, Selvi. Apoorva, IAS (DIN:03006238) has been appointed as a Director in the place of Mr. Hitesh Kumar S. Makwana, IAS. Ms. Aarthi Kannan (DIN:10072092) has been appointed as a Director in the place of Mr.G.Vetrivel. Mr. Prashant Mukund Wadnere, IAS (DIN:03634467) has been appointed as a Director and Mr.D.Sridhar ceased to be a Director.

As per the Articles of Association, at every Annual General Meeting, one third of the Directors (other than the Chairman, one another GoTN Nominee Director and one ICICI nominee Director) who have been longest in office since their appointment are liable to retire by rotation. Accordingly, Mr.L.Krishnan (DIN: 00049525) and Mr.Mathew Joseph (DIN: 01033802) are liable to retire by rotation at the ensuing Annual General Meeting and are eligible for re-appointment.

## **21. Declaration of Independent Directors**

The provisions of Section 149 for the appointment of Independent Directors are not applicable to the Company.

## **22. Internal financial control systems and their adequacy**

Given the nature of business and size of operations, your Company's internal control system has been designed to provide for:

- Accurate recording of transactions with internal checks and prompt reporting.
- Adherence to applicable Accounting Standards and Policies.



- Compliance with applicable statutes, policies and management policies and procedures.
- Effective use of resources and safeguarding of assets.

### **23. Statutory Auditors**

The Company in its 25<sup>th</sup> Annual General Meeting held on 30.09.2022 resolved to approach Comptroller & Auditor General of India (C&AG) for the appointment of Statutory Auditors. Based on the above, a request has been sent to C&AG to appoint Statutory Auditors for the financial year 2022-2023. In response, the C&AG has appointed M/s. SNB Associates, Chartered Accountants, Chennai as the Statutory Auditors of the Company for the financial year 2022-2023.

The Auditors' Report annexed to the financial statement for the year under review does not contain any qualifications or reservation or adverse remark. No fraud has been reported by the Auditors to the Board. The Auditors' Report is attached as Annexure to this Report.

### **24. Audit by Comptroller and Auditor General of India**

The Principal Auditor General of India (Audit -I), Tamil Nadu has completed the audit under section 143 (6) & (7) of the Companies Act, 2013 for the financial year 2022-23.

### **25. Corporate Social Responsibility**

The Company has not developed and implemented any Corporate Social Responsibility initiatives as the said provisions are not applicable to the Company.

### **26. Secretarial Compliance Report**

The provisions relating to submission of Secretarial Audit Report are not applicable to the Company. However, due to increased secretarial compliance in view of the implementation of the Companies Act, 2013, your Company engaged the services of a Company Secretary in practice to ensure compliance of Companies Act 2013 & related rules and a voluntary Secretarial Compliance report is attached as Annexure to this Report.

### **27. Audit Committee and Vigil Mechanism**

The provisions of Section 177 of the Companies Act, 2013 read with Rule 6 and 7 of the Companies (Meetings of the Board and its Powers) Rules, 2013 are not applicable to the Company.

### **28. Significant and material orders passed by the Regulators, Courts and Tribunals**

No significant and material order has been passed by the regulators, courts, tribunals impacting the going concern status and Company's operations in future.

### **29. Cost records and cost audit**

The provision of Section 148(1) of the Companies Act, 2013 read with Rule 3 and 4 of the Companies (Cost Records and Audit) Rules, 2014 are not applicable to the Company.

### **30. Proceedings under Insolvency and Bankruptcy Code 2016**

No application was made by the Company, nor any proceeding is pending under the Insolvency and Bankruptcy Code, 2016 against the Company.

### **31. Details of one-time settlement with the Banks**

The Company has not made any one-time settlement with any Banks or Financial Institutions.

### **32. Appreciation**

Your Directors wish to place on record their appreciation of the assistance and co-operation extended to the Company by the Government of India, Government of Tamil Nadu, World Bank, Japan Bank for International Cooperation, KfW, Asian Development Bank, ICICI Bank, IL & FS Financial Services Limited, Housing Development Finance Corporation Limited, Banks, Urban Local Bodies, Chennai Metropolitan Development Authority, Chennai Metropolitan Water Supply and Sewerage Board, Chennai Rivers Restoration Trust and Statutory Auditors. Your Directors have pleasure in recording their appreciation of the dedicated services rendered by the employees at all levels.

For and on behalf of Board of Directors

Sd....

Dr.D.Karthikeyan, IAS  
Chairman  
DIN. 02259481

Place: Chennai 600028

Date: 02.09.2023

**FORM NO. MGT 9**  
**EXTRACT OF ANNUAL RETURN**  
**as on financial year ended on 31.03.2023**

**Pursuant to Section 92 (3) of the Companies Act, 2013 and rule 12(1) of the Company (Management & Administration ) Rules, 2014.**

**I REGISTRATION & OTHER DETAILS:**

i	CIN	U65991TN1996PLC036866
ii	Registration Date	07.11.1996
iii	Name of the Company	Tamil Nadu Urban Infrastructure Trustee Company Limited
iv	Category/Sub-category of the Company	Company Limited by Shares - Non Government Company
v	Address of the Registered office & contact details	No.19, T.P.Scheme Road, Raja Street Extension, Raja Annamalaipuram, Chennai 600 028. Contact No. 044-24643103
vi	Whether listed company	No
vii	Name , Address & contact details of the Registrar & Transfer Agent, if any.	M/s. Integrated Registry Management Services Private Limited, 2nd Floor, "Kences Towers" North Usman Road, T Nagar, Chennai - 600 017

**II PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY**

All the business activities contributing 10% or more of the total turnover of the company shall be stated - Not Applicable

Sl. No	Name & Description of main products/services	NIC Code of the Product	% to total turnover of the
1	Financial Related Services Other financial service activities, except insurance and pension funding activities	9971	100%

**III PARTICULARS OF HOLDING , SUBSIDIARY & ASSOCIATE COMPANIES**

Sl No	Name & Address of the Company	CIN/GLN	HOLDING/ SUBSIDIARY/ ASSOCIATE	% OF SHARES HELD	APPLICABLE SECTION
	NIL				

#### IV SHAREHOLDING PATTERN (Equity Share capital Break up as percentage of total Equity)

##### (i) Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
<b>A. Promoters</b>									
(1) Indian									
a) Individual/HUF									
b) Central Govt. or State Govt.		49400	49400	49.06		49400	49400	49.06	0
c) Bodies Corporates									
d) Bank/FI	33986	17314	51300	50.94	33986	17314	51300	50.94	0
e) Any other									
<b>SUB TOTAL:(A) (1)</b>	<b>33986</b>	<b>66714</b>	<b>100700</b>	<b>100</b>	<b>33986</b>	<b>66714</b>	<b>100700</b>	<b>100</b>	<b>0</b>
(2) Foreign									
a) NRI- Individuals									
b) Other Individuals									
c) Bodies Corp.									
d) Banks/FI									
e) Any other...									
<b>SUB TOTAL (A) (2)</b>									
<b>Total Shareholding of Promoter (A)= (A)(1)+(A)(2)</b>	<b>33986</b>	<b>66714</b>	<b>100700</b>	<b>100</b>	<b>33986</b>	<b>66714</b>	<b>100700</b>	<b>100</b>	<b>0</b>
<b>B. PUBLIC SHAREHOLDING</b>									
(1) Institutions	0	0	0	0	0	0	0	0	0
a) Mutual Funds									
b) Banks/FI									
c) Central govt									
d) State Govt.									
e) Venture Capital Fund									
f) Insurance Companies									
g) FIIS									
h) Foreign Venture Capital Funds									
i) Others (specify)									
<b>SUB TOTAL (B)(1):</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
(2) Non Institutions									
a) Bodies corporates									
i) Indian									

ii) Overseas									
b) Individuals									
i) Individual shareholders holding nominal share capital upto Rs.1 lakhs									
ii) Individuals shareholders holding nominal share capital in excess of Rs. 1 lakhs									
c) Others (specify)									
<b>SUB TOTAL (B)(2):</b>	0	0	0	0	0	0	0	0	0
<b>Total Public Shareholding (B)= (B)(1)+(B)(2)</b>	0	0	0	0	0	0	0	0	0
<b>C. Shares held by Custodian for GDRs &amp; ADRs</b>									
<b>Grand Total (A+B+C)</b>	<b>33986</b>	<b>66714</b>	<b>100700</b>	<b>100</b>	<b>33986</b>	<b>66714</b>	<b>100700</b>	<b>100</b>	<b>0</b>

## (ii) SHARE HOLDING OF PROMOTERS

Sl No.	Shareholders Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in share holding during the year
		No of shares	% of total shares of the company	% of shares pledged encumbered to total shares	No of shares	% of total shares of the company	% of shares pledged encumbered to total shares	
1	GOVERNOR OF TAMIL NADU	49000	48.66	0	49000	48.66	0	0
2	IL & FS FINANCIAL SERVICES LIMITED	17014	16.90	0	17014	16.90	0	0
3	HOUSING DEVELOPMENT FINANCE CORPORATION LTD	15000	14.90	0	15000	14.90	0	0
4	ICICI BANK LTD	18986	18.85	0	18986	18.85	0	0
5	Mr.G.VETRIVEL (holding shares as nominee of ICICI Bank Ltd)	100	0.10	0	0	0	0	(0.10)
6	MR. D.SRIDHAR (holding shares as nominee of Governor of Tamil Nadu)	100	0.10	0	0	0	0	(0.10)
7	MR.HITESHKUMAR S.MAKWANA (holding shares as nominee of Governor of Tamil Nadu)	100	0.10	0	0	0	0	(0.10)
8	MR. SHIV DAS MEENA (holding shares as nominee of Governor of Tamil Nadu)	100	0.10	0	100	0.10	0	0
9	MR.VIKRAM KAPUR (holding shares as nominee of Governor of Tamil Nadu)	100	0.10	0	100	0.10	0	0
10	MR.PRASHANT M.WADNERE (holding shares as nominee of Governor of Tamil Nadu)	0	0.0	0	100	0.10	0	0.10
11	SELVI APOORVA (holding shares as nominee of Governor of Tamil Nadu)	0	0.0	0	100	0.10	0	0.10
12	Mr.AARTHI KANNAN (holding shares as nominee of ICICI Bank Ltd)	0	0.0	0	100	0.10	0	0.10
13	Mr.MADDIPATLA HIMADAR, (holding shares as nominee of ICICI Bank Ltd)	100	0.10	0	100	0.10	0	0
14	MR.L.KRISHNAN (holding shares as nominee of IL&FS Financial Services Ltd)	100	0.10	0	100	0.10	0	0
	<b>Total</b>	<b>100700</b>	<b>100.00</b>	<b>0</b>	<b>100700</b>	<b>100.00</b>	<b>0</b>	<b>0</b>

(iii) CHANGE IN PROMOTERS' SHAREHOLDING ( SPECIFY IF THERE IS NO CHANGE)

Sl. No.		Share holding at the beginning of the Year		Cumulative Share holding during the year	
		No. of Shares	% of total	No of shares	% of total
	At the beginning of the year	100700	100	100700	100
	Date wise increase/decrease in Promoters Share holding during the year specifying the reasons for increase/decrease (e.g. allotment/transfer/bonus/sweat equity etc)	0	0	0	0
	At the end of the year	100700	100	100700	100

(iv) Shareholding Pattern of top ten Shareholders (other than Directors, Promoters & Holders of GDRs & ADRs)

Sl. No		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No.of shares	% of total shares of the company	No of shares	% of total shares of the company
	For Each of the Top 10 Shareholders				
	At the beginning of the year	0	0	0	0
	Date wise increase/decrease in Share holding during the year specifying the reasons for increase/decrease (e.g. allotment/transfer/bonus/sweat equity etc)	0	0	0	0
	At the end of the year (or on the date of separation, if separated during the year)	0	0	0	0

## (v) Shareholding of Directors &amp; Key Managerial Personnel

Sl. No	For Each of the Directors & KMP	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No of shares	% of total shares of the company
I	<b>At the beginning of the year</b>				
1	MR. SHIV DAS MEENA (holding shares as nominee of Governor of Tamil Nadu)	100	0.10		
2	MR.VIKRAM KAPUR (holding shares as nominee of Governor of Tamil Nadu)	100	0.10		
3	MR.HITESHKUMAR S.MAKWANA (holding shares as nominee of Governor of Tamil Nadu)	100	0.10		
4	MR.PRASHANT M.WADNERE (holding shares as nominee of Governor of Tamil Nadu)	100	0.10		
5	Mr.G.VETRIVEL (holding shares as nominee of ICICI Bank Ltd)	100	0.10		
6	MR.MADDIPATLA HIMADAR, (holding shares as nominee of ICICI Bank Ltd)	100	0.10		
7	MR.L.KRISHNAN (holding shares as nominee of IL&FS Financial Services Ltd)	100	0.10		
	<b>Total</b>	<b>700</b>	<b>0.70</b>		
II	<b>Date wise increase/decrease in Share holding during the year specifying the reasons for increase/decrease (e.g. allotment/transfer/bonus/sweat equity etc):</b>				
		No. of shares	% of total shares of the company	No of shares	% of total shares of the company
	<b>Transfers on 24.06.2022</b>				
1	MR. D.SRIDHAR (holding shares as nominee of Governor of Tamil Nadu)	0	0	100	0.10%
2	MR.PRASHANT M.WADNERE (holding shares as nominee of Governor of Tamil Nadu)	(100)	(0.10)	0	0
	<b>Transfers on 19.12.2022</b>				
3	SELVI APOORVA (holding shares as nominee of Governor of Tamil Nadu)	0	0	100	0.10%
4	MR.HITESHKUMAR S.MAKWANA (holding shares as nominee of Governor of Tamil Nadu)	(100)	(0.10)	0	0
5	MR. D.SRIDHAR (holding shares as nominee of Governor of Tamil Nadu)	(100)	(0.10)	0	0
	<b>Transfers on 15.03.2023</b>				
	MR.PRASHANT M.WADNERE (holding shares as nominee of Governor of Tamil Nadu)	0	0	100	0.10%
6	Mr.AARTHI KANNAN (holding shares as nominee of ICICI Bank Ltd)	0	0	100	0.10%
7	Mr.G.VETRIVEL (holding shares as nominee of ICICI Bank Ltd)	(100)	(0.10)	0	0
	<b>Total</b>	<b>(400)</b>	<b>(0.40)</b>	<b>400</b>	<b>0.40%</b>
III	<b>At the end of the year</b>				
	For Each of the Directors & KMP			No of shares	% of total shares of the company
1	MR. SHIV DAS MEENA (holding shares as nominee of Governor of Tamil Nadu)			100	0.10
2	MR.VIKRAM KAPUR (holding shares as nominee of Governor of Tamil Nadu)			100	0.10
3	MR.PRASHANT M.WADNERE (holding shares as nominee of Governor of Tamil Nadu)			100	0.10
4	SELVI APOORVA (holding shares as nominee of Governor of Tamil Nadu)			100	0.10
5	MRS.AARTHI KANNAN (holding shares as nominee of ICICI Bank Ltd)			100	0.10
6	MR.MADDIPATLA HIMADAR, (holding shares as nominee of ICICI Bank Ltd)			100	0.10
7	MR.L.KRISHNAN (holding shares as nominee of IL&FS Financial Services Ltd)			100	0.10
	<b>Total</b>			<b>700</b>	<b>0.70</b>



**V INDEBTEDNESS**

Indebtedness of the Company including interest outstanding/accrued but not due for payment				
	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
<b>Indebtness at the beginning of the financial year</b>	0	0	0	0
i) Principal Amount				
ii) Interest due but not paid				
iii) Interest accrued but not due				
<b>Total (i+ii+iii)</b>	0	0	0	0
<b>Change in Indebtedness during the financial year</b>				
Additions				
Reduction				
<b>Net Change</b>	0	0	0	0
<b>Indebtedness at the end of the financial year</b>				
i) Principal Amount				
ii) Interest due but not paid				
iii) Interest accrued but not due				
<b>Total (i+ii+iii)</b>	0	0	0	0

**VII REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL**

**A. Remuneration to Managing Director, Whole time director and/or Manager:**

Sl.No	Particulars of Remuneration	Name of the MD/WTD/Manager		Total Amount
1	<b>Gross salary</b>			
	(a) Salary as per provisions contained in section 17(1) of the Income Tax, 1961.	0	0	0
	(b) Value of perquisites u/s 17(2) of the Income tax Act, 1961	0	0	0
	(c ) Profits in lieu of salary under section 17(3) of the Income Tax Act, 1961	0	0	0
2	Stock option	0	0	0
3	Sweat Equity	0	0	0
4	Commission	0	0	0
	as % of profit			
	others (specify)			
5	Others, please specify	0	0	0
	<b>Total (A)</b>	0	0	0
	<b>Ceiling as per the Act</b>			

**B. Remuneration to other directors:**

Sl.No	Particulars of Remuneration	Name of the Directors		Total Amount
1	Independent Directors			
	(a) Fee for attending board committee meetings			
	(b) Commission			
	(c ) Others, please specify			
	<b>Total (1)</b>	0	0	0
2	Other Non Executive Directors			

(a) Fee for attending board committee meetings			
(b) Commission			
(c) Others, please specify.			
<b>Total (2)</b>	0	0	0
<b>Total (B)=(1+2)</b>			
<b>Total Managerial Remuneration</b>	0	0	0
<b>Overall Ceiling as per the Act.</b>			

**C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTD**

Sl. No.	Particulars of Remuneration	Key Managerial Personnel			Total Amount
		CEO	Company Secretary	CFO	
1	<b>Gross Salary</b>				
	(a) Salary as per provisions contained in section 17(1) of the Income Tax Act, 1961.	0	0	0	0
	(b) Value of perquisites u/s 17(2) of the Income Tax Act, 1961				
	(c) Profits in lieu of salary under section 17(3) of the Income Tax Act, 1961				
2	Stock Option				
3	Sweat Equity				
4	Commission as % of profit				
5	Others, please specify				
	<b>Total</b>	0	0	0	0

**VII PENALTIES/PUNISHMENT/COMPOUNDING OF OFFENCES**

Type	Section of the Companies Act	Brief Description	Details of Penalty/Punishment/Compounding fees imposed	Authority (RD/NCLT/Court)	Appeal made if any (give details)
<b>A. COMPANY</b>					
	-	-	-	-	-
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-
<b>B. DIRECTORS</b>					
	-	-	-	-	-
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-
<b>C. OTHER OFFICERS IN DEFAULT</b>					
	-	-	-	-	-
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-

**SECRETARIAL COMPLIANCE REPORT**

Name of the Company : Tamilnadu Urban Infrastructure Trustee Company Ltd  
Corporate Identity Number : U65991TN1996PLC036866  
Authorised Share Capital : Rs.1100000/-  
Paid-up Capital : Rs.1007000/-

To

M/s.Tamilnadu Urban Infrastructure Trustee Company Ltd,  
No.19, T.P.Scheme Road, Raja Street Extension, Raja Annamalaipuram,  
Chennai – 600 028.

Sir,

I have examined the registers, records, books and papers of Tamilnadu Urban Infrastructure Trustee Company Ltd as required to be maintained under the Companies Act, and the rules made there under and also the provisions contained in the Memorandum and Articles of Association of the Company for the financial year ended on 31st March, 2022. In my opinion and to the best of information and according to the examinations carried out by me, based on the records, documents and registers produced to me and information and explanations provided to me by the Company, its officers and agents, I certify that in respect of the aforesaid year:

1. The Company has kept and maintained all registers as stated in Annexure "A" to this certificate, as per the provisions and the rules made there under.
2. The Company has filed necessary forms and returns with the Registrar of Companies during the Financial Year 2021-22 as stated in Annexure "B".
3. The Board of Directors have met 4 (Four) times on 13/08/2021, 29/09/2021, 23/12/2021 and 23/03/2022 in accordance with the provisions of the Companies Act, in respect of which meetings notice were given and the proceedings were recorded and signed, including circular resolutions passed in the minute's book maintained for the purpose.
4. The Annual General Meeting for the financial year ended on 31.03.2021 was held on 29/09/2021 and after giving due notice to the Members of the Company and the resolutions passed thereat were recorded in Minutes Book maintained for the purpose.
5. No Extra Ordinary General Meeting was held during the year under scrutiny.
6. Under the provisions of Companies Act 2013, the appointment of Independent Directors including woman Directors are not applicable to this Company.

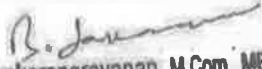


7. According to Section 177 of Companies Act, 2013 read with Rule 6 Chapter XII, Companies (Meetings of Board and its Powers) Rules 2014, the Company need not constitute Audit Committee & Nomination Committee.
8. According to Section 177(9) of Companies Act read with Rule 7 Chapter XII, Companies (Meetings of Board and its Powers) Rules, 2014, the Company is not under the purview of Vigil Mechanism.
9. As per the information provided to me there are no contracts required to be entered in the register maintained under Section 189 of the Act.
10. As per the information provided to me, there were no instances falling within the purview of Section 188 (Related Party Transactions) of the Act, and the Company was not required to obtain any approvals from the Board of Directors, Members or Central Government.
11. As per the information provided to me, no duplicate share certificate has been issued during the period under review.
12. There were requests for transfer of shares during the period under review.
13. Section 135 of Companies Act 2013 in respect of Corporate Social Responsibility is not applicable to this company.
14. As per the information provided to me, the Company need not required to obtain any approvals from the Central Government, National Company Law Tribunal (NCLT), Registrar of Companies or any other related authority under the Act.
15. The Company has not issued shares and debentures during the period under review.
16. The Company has not bought back any shares during the period under review.
17. The Company has not issued any preference shares/debentures during the period under scrutiny or earlier and therefore the question of redeeming any preference shares/debentures does not arise.
18. The Company has not accepted deposits from the public and hence, the question of complying with the applicable provisions of the Companies Act, 2013 does not arise.
19. The Company has not altered the provisions of the Memorandum of Association with respect to situation of the Company's registered office from one state to another during the period under scrutiny.
20. The Company has not altered the provisions of the Memorandum of Association with respect to the objects of the Company during the period under scrutiny.
21. The Company has not altered the provisions of the Memorandum of Association with respect to name of the Company during the period under scrutiny.



22. The Company has not altered the provisions of the Memorandum of Association with respect to share capital of the Company during the period under scrutiny.
23. The Company has not altered its Articles of Association during the period under scrutiny.
24. I have been informed that no prosecution has been initiated against or show cause notices received by the Company during the financial year.
25. The Company has not received any money as security from its employees during the financial year.
26. This is a Voluntary Secretarial Compliance Report, since the Company is not under the purview of Secretarial Audit under Section 204 (1) of the Companies Act, 2013.

**Place: Chennai**  
**Date: 03/06/2022**

  
**B. Sankaranarayanan, M.Com., MBA., FCS, LL.B.**  
Practicing Company Secretary  
31/8, Welcome Colony, 14th Street, Thirumangalam,  
Anna Nagar West, Chennai-600 101.  
M.No.F7603/C.P. No.8301

Forms part of the Voluntary Secretarial Compliance Report dated **03/06/2022** issued to M/s. Tamilnadu Urban Infrastructure Trustee Company Ltd:

**Annexure A**

Registers as maintained by the Company

1. Register of Members.
2. Share application and allotment register.
3. Register of Share Transfer.
4. Register of Directors & Key Managerial Personnel & their shareholdings.
5. Register of Charges.
6. Register of Contracts in which Directors are interested.
7. Minutes book.
8. Registers of loans, guarantee, security and acquisition.
9. Register of investments.
10. Register of Fixed assets.
11. Common seal book.

**Place: Chennai**  
**Date: 03/06/2022**



Forms part of the Voluntary Secretarial Compliance Report dated **03/06/2022** issued to M/s.Tamilnadu Urban Infrastructure Trustee Company Ltd

**Annexure B**

Forms and Returns have filed by the Company with the Ministry of Corporate Affairs (MCA) during the financial year 2021-22.

1. Form DIR - 12 filed on 09/09/2021 under SRN T41609769/09/09/2021
2. Form PAS -6 filed on 10/05/2021 under SRN T18370007 /10/05/2021
3. Form MGT -14 filed on 09/09/2021 under SRN T41608761/09/09/2021
4. Form PAS -6 filed on 09/11/2021 under SRN T57983017 /09/11/2021
5. Form MGT 7 filed on 15/11/2021 under SRN T58639998/ 15/11/2021
6. Form AOC 4 filed on 22/10/2021 under SRN T55416796/ 22/10/2021

**Place: Chennai**  
**Date: 03/06/2022**



# SNB ASSOCIATES

## CHARTERED ACCOUNTANTS

12,3<sup>rd</sup> Floor, Gemini Parson Complex, 121 Anna Salai, Chennai. Phone :28224382

### Independent Auditor's Report

To the Members of M/s. TAMILNADU URBAN INFRASTRUCTURE TRUSTEE COMPANY LIMITED

### Report on the Financial Statements

#### Opinion

We have audited the accompanying financial statements of M/s. TAMILNADU URBAN INFRASTRUCTURE TRUSTEE COMPANY LIMITED (*"the Company"*) which comprises the Balance Sheet as at March 31, 2023, the Statement of Profit and Loss and Statement of Cash Flows for the year then ended, and a summary of significant accounting policies and other explanatory information (hereinafter referred to as *"the 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 accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2023, and its *profit* and its cash flows for the year ended on that date.

#### Basis for Opinion

We conducted our audit of financial statements in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the independence requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the financial statements.

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

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

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 identified above when it becomes available 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.

Mumbai: A-503, Sagar Tech Plaza, Near Saki Naka Signal Andheri Kurla Road,  
Andheri (East) Mumbai – 400072. Mob: 9987053015

Bangalore: W-304, Sunrise Chambers, 22, Ulsoor Road, Bangalore – 560 042. Phone: 2559 7980

### **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 financial statements that give a true and fair view of the financial position, financial performance, and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards (AS) specified under Section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making 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 and board of directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are 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 controls 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 with reference to financial statements in place and the operating effectiveness such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required

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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, 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**

As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we report that the said order does not apply to the Company.

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

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- c) The Balance Sheet, the Statement of Profit and Loss and the Cash flow statement dealt with by this Report are in agreement with the books of account
- d) In our opinion, the aforesaid financial statements comply with the AS specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e) 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 31st March, 2023 from being appointed as a director in terms of Section 164 (2) of the Act.
- f) With respect to adequacy of the internal financial controls over financial reporting of the Company and operating effectiveness of such controls, the same is not applicable as the company comes under definition of Small Companies as per Companies Act 2013
- g) 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, Company has not paid any remuneration to its directors during the year is in accordance with the provisions of section 197 of the Act.

Mumbai: A-503, Sagar Tech Plaza, Near Saki Naka Signal Andheri Kurla Road,  
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- h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditor's) Rules, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company does not have any pending litigations which would impact its financial position in its financial statements.
  - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
  - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
  - iv. The management has represented that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
  - v. The management has represented, that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been received by the company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and
  - vi. Based on audit procedures which we 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 (i) and (ii) contain any material mis-statement.
  - vii. The company has not declared or paid any dividend during the year in contravention of the provisions of section 123 of the Companies Act, 2013.

**For SNB Associates**  
Chartered Accountants  
Firm Registration No: 015682N  
Sd/-

**S Lakshmanan**  
Partner  
Membership No. 020045  
UDIN - 23020045BGZWOA5698  
Place: Chennai  
Date: 22.06.2023

Mumbai: A-503, Sagar Tech Plaza, Near Saki Naka Signal Andheri Kurla Road,  
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**TAMIL NADU URBAN INFRASTRUCTURE TRUSTEE COMPANY LIMITED**  
Registered Office: No.19, T.P. Scheme Road, Raja Street Extn., R.A. Puram, Chennai -600028  
**BALANCE SHEET AS AT 31st MARCH 2023**

Particulars	Note No.	As at 31.03.2023	As at 31.03.2022
		(₹ in lakhs)	
<b>I. EQUITY AND LIABILITIES</b>			
<b>Shareholders' Funds</b>			
a. Share Capital	3	10.07	10.07
b. Reserves & Surplus	4	1.61	1.53
<b>Non-Current Liabilities</b>			
a. Long Term Borrowings		0	0
b. Deferred Tax Liabilities (Net)		0	0
c. Other Long-Term Liabilities		0	0
d. Long Term Provisions		0	0
<b>Current Liabilities</b>			
a. Short Term Borrowings		0	0
b. Trade Payables	5	0	0
c. Other Current Liabilities	6	0.30	0.24
d. Short Term Provisions	7	0.03	0.05
<b>Total</b>		<b>12.01</b>	<b>11.89</b>
<b>II. ASSETS</b>			
<b>1.Non-Current Assets</b>			
<b>a. Property, Plant &amp; Equipment and Intangible Assets</b>			
<b>i. Tangible Assets</b>			
		0	0
<b>ii. Intangible Assets</b>			
		0	0
<b>iii. Capital work in progress</b>			
		0	0
b. Non-current Investments	8	10.07	10.07
c. Long-term Loans and Advances		0	0
d. Other Non-current Assets		0	0
<b>2.Current Assets</b>			
a. Current Investments		0	0
b. Inventories		0	0
c. Trade Receivables	9	0	0
d. Cash and cash equivalents	10	1.74	1.61
e. Short Term Loans and Advances	11	0.10	0.10
f. Other Current Assets	12	0.10	0.11
<b>Total</b>		<b>12.01</b>	<b>11.89</b>
<b>Notes including Significant Accounting Policies</b>	1 to 18		

The Notes referred above form an integral part of the Financial Statements

In terms of our report of even date annexed

For SNB Associates.

For and on behalf of the Board of Directors

Chartered Accountants

Firm Reg. No. 015682N

Sd/-

Sd/-

Sd/-

S. Lakshmanan

S. Vijayakumar, IAS

Shiv Das Meena, IAS

Partner

Director

Chairman

Membership No. 020045

DIN No.01764064

DIN No.01881010

Place : Chennai

Date : 22.06.2023

UDIN: 23020045BGZWOA5698

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**TAMIL NADU URBAN INFRASTRUCTURE TRUSTEE COMPANY LIMITED**  
Registered Office: No.19, T.P. Scheme Road, Raja Street Ext., R.A. Puram, Chennai – 600028  
**STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31<sup>st</sup> MARCH 2023**

Particulars	Note No.	For the Year ended 31.03.2023	For the Year ended 31.03.2022
		(₹ in lakhs)	
<b>I. Revenue from Operations</b>		0	0
<b>II. Other Income</b>	13	0.87	0.87
<b>III. Total Income (I+II)</b>		<b>0.87</b>	<b>0.87</b>
<b>IV. Expenses</b>			
Employee Benefits		0	0
Finance Cost		0	0
Depreciation and amortization Expenses		0	0
Other Expenses	14	0.76	0.67
<b>Total Expenses</b>		<b>0.76</b>	<b>0.67</b>
<b>V. Profit Before Exceptional and Extraordinary Items and Tax (III - IV)</b>		<b>0.11</b>	<b>0.20</b>
<b>VI. Exceptional Items</b>		0	0
<b>VII. Profit Before Extraordinary Items and Tax (V - VI)</b>		<b>0.11</b>	<b>0.20</b>
<b>VIII. Extraordinary Items</b>		0	0
<b>IX. Profit Before Tax (VII - VIII)</b>		<b>0.11</b>	<b>0.20</b>
<b>X. Tax Expense</b>			
1. Current Tax		0.03	0.05
2. Prior Years Tax		0	0
3. Deferred Tax		0	0
<b>XI. Profit for the year from continuing operations (IX - X)</b>		<b>0.08</b>	<b>0.15</b>
<b>XII. Earnings Per Share (Basic &amp; Diluted) in ₹</b>	15.3	<b>0.08</b>	<b>0.14</b>
<b>Notes including Significant Accounting Policies</b>	1 to 18		

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For SNB Associates.  
Chartered Accountants  
Firm Reg. No. 015682N

For and on behalf of the Board of Directors

Sd/-  
S. Lakshmanan  
Partner  
Membership No. 020045

Sd/-  
S. Vijayakumar, IAS  
Director  
DIN No.01764064

Sd/-  
Shiv Das Meena, IAS  
Chairman  
DIN No.01881010

Place : Chennai  
Date : 22.06.2023  
UDIN: 23020045BGZWOA5698

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**CASH FLOW STATEMENT FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2023**

	Particulars	For the Year ended 31.03.2023	For the Year ended 31.03.2022
<b>(₹ in lakhs)</b>			
A.	<b>Cash flow From Operating Activities</b>		
	Profit before Tax	0.11	0.20
	Add: Depreciation	0	0
	Less: Interest Received	(0.87)	(0.87)
	<b>Operating Profit before Working Capital Changes</b>	<b>(0.76)</b>	<b>(0.67)</b>
	Adjustments for		
	Add: Increase in Current Liabilities and Decrease in Current Assets	0.06	0
	Less: Increase in Current Assets and Decrease in Current Liabilities	0	0
	<b>Cash Generated from Operations</b>	<b>(0.70)</b>	<b>(0.67)</b>
	Add: Income Tax Refund Received	0.05	0.02
	Less: Income Tax paid	(0.09)	(0.09)
	<b>Net Cash from Operating Activities (A)</b>	<b>(0.74)</b>	<b>(0.74)</b>
B.	<b>Cash flow from Investing Activities</b>		
	Interest Received	0.87	0.87
	Sale of Property, Plant & Equipment	0	0
	Purchase of Property, Plant & Equipment	0	0
	Less: Increase in Deposits and Loans & Advances	0	0
	<b>Net Cash From Investing Activities (B)</b>	<b>0.87</b>	<b>0.87</b>
C.	<b>Cash Flow from Financing Activities</b>		
	Dividend Paid	0	0
	<b>Net Cash from Financing Activities (C)</b>	<b>0</b>	<b>0</b>
D.	<b>Net Increase in Cash and Cash Equivalents (A+B+C)</b>	<b>0.13</b>	<b>0.13</b>
	Cash and Cash equivalents at the beginning of the Accounting period	1.61	1.48
	<b>Cash and Cash equivalent at the end of the Accounting period</b>	<b>1.74</b>	<b>1.61</b>

Notes including Significant Accounting Policies 1 to 18

The Notes referred above form an integral part of the Financial Statements  
I In terms of our report of even date annexed

For SNB Associates.  
Chartered Accountants  
Firm Reg. No. 015682N

For and on behalf of the Board of Directors

Sd/-  
S. Lakshmanan  
Partner  
Membership 020045  
Place : Chennai  
Date : 22.06.2023  
UDIN: 23020045BGZWOA5698

Sd/-  
S. Vijayakumar, IAS  
Director  
DIN No.01764064

Sd/-  
Shiv Das Meena, IAS  
Chairman  
DIN No.01881010

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**TAMIL NADU URBAN INFRASTRUCTURE TRUSTEE COMPANY LIMITED**

Registered Office: No.19, T.P. Scheme Road, Raja Street Ext., R.A. Puram, Chennai - 600028

**Notes forming part of the financial statements for the year ended 31<sup>st</sup> March 2023**

**Note 1: Corporate Information:**

The Company is the Corporate Trustee of Tamil Nadu Urban Development Fund (TNUDF). TNUDF is a trust established under the Indian Trust Act, 1882. TNUDF is engaged in providing financial assistance for the implementation of urban infrastructure projects in Tamil Nadu.

**Note 2: Significant Accounting Policies:**

(a) Basis of Accounting

The financial statements have been prepared under the historical cost convention on an accrual basis and in accordance with applicable Accounting Standards issued by the Institute of Chartered Accountants of India and the relevant provisions of the Companies Act, 2013.

(b) Property, Plant & Equipment and Intangible Assets

Property, Plant & Equipment and Intangible Assets are stated at actual cost less accumulated depreciation. Cost comprises of the purchase price and any attributable cost of bringing the assets to working condition for its intended use. However, the company does not own any Property, Plant & Equipment and Intangible Assets as on the balance sheet date.

(c) Depreciation

Depreciation on Property, Plant & Equipment and Intangible Assets is provided on the basis of the Written Down Value method based on the rates arrived at after considering the useful life specifies in Schedule II of the Companies Act, 2013. The company does not own any Property, Plant & Equipment and Intangible Assets as on the balance sheet date and hence depreciation has not been provided in the books of accounts.

(d) Investments

Current Investments are valued at lower of cost or market value. Long term investments are usually carried at cost.

(e) Revenue Recognition

The Company does not generate any income from operations. Hence the Company does not have any policy for recognition of its operational income.

(f) Employee Retirement Benefits

At present, there are no employees in the Company. Hence the Company has not instituted any policy in this regard.

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**TAMIL NADU URBAN INFRASTRUCTURE TRUSTEE COMPANY LIMITED**

Registered Office: No.19, T.P. Scheme Road, Raja Street Ext., R.A. Puram, Chennai - 600028

**Notes forming part of the financial statements for the year ended 31<sup>st</sup> March 2023**

(g) Impairment of Property, Plant & Equipment and Intangible Assets:

Property, Plant & Equipment and Intangible Assets are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount of the assets may not be recoverable. Recoverability of assets is measured in line with the relevant Accounting Standard.

(h) Taxes on Income:

Current Tax is determined based on the amount of tax payable in respect of taxable income for the year. Deferred Tax is recognized on timing differences, being the difference between taxable income and the accounting income that originate in one year. Deferred Tax assets and liabilities are computed on the timing differences applying the tax rate and tax laws that have been enacted by the balance sheet date. Deferred tax Assets arising on account of unabsorbed depreciation or carry forward of tax losses are recognized only to the extent that there is virtual certainty supported by convincing evidence that sufficient future taxable income will be available against which such deferred tax assets can be realized.

(i) Provisions, Contingent Liability & Contingent Assets:

Provisions are recognized when there is a present obligation as result of a past event and it is probable that outflows will be required to settle the obligation, which can be reliably estimated.

Contingent liabilities are disclosed after an evaluation of the fact and legal aspects of the matter involved. Contingent assets are neither recognized nor disclosed.

(j) Preliminary Expenses:

Preliminary expenses incurred by the Company are fully written off in the first accounting period.

**TAMIL NADU URBAN INFRASTRUCTURE TRUSTEE COMPANY LIMITED**

Registered Office: No.19, T.P. Scheme Road, Raja Street Ext., R.A. Puram, Chennai - 600028

**Notes forming part of the financial statements for the year ended 31<sup>st</sup> March 2023**

**Note 3: Share Capital**

Particulars	As at 31 <sup>st</sup> March, 2023		As at 31 <sup>st</sup> March, 2022	
	No. of Shares	(₹ in lakhs)	No. of Shares	(₹ in lakhs)
<b>(a) Authorised</b> Equity shares of ₹ 10 each with voting rights	1,10,000	11.00	1,10,000	11.00
<b>(b) Issued, Subscribed and Fully paid-up</b> Equity shares of ₹ 10 each with voting rights	1,00,700	10.07	1,00,700	10.07
<b>(c) Equity Reconciliation</b>				
<b>Particulars</b>	<b>Opening Balance</b>	<b>Fresh issue</b>	<b>Closing Balance</b>	
<b>Equity shares with voting rights</b>				
Year ended 31 <sup>st</sup> March, 2023				
- Number of shares (Face Value of ₹ 10 each)	1,00,700	0		1,00,700
- Amount (₹ in lakhs)	10.07	0		10.07
Year ended 31 <sup>st</sup> March, 2022				
- Number of shares (Face Value of ₹ 10 each)	1,00,700	0		1,00,700
- Amount (₹ in lakhs)	10.07	0		10.07
<b>(d) Details of shares held by each shareholder holding more than 5% shares</b>				
Class of shares / Name of shareholder	As at 31 <sup>st</sup> March, 2023		As at 31 <sup>st</sup> March, 2022	
	Number of shares held	% holding in that class of shares	Number of shares held	% holding in that class of shares
<b>Equity shares with voting rights</b>				
Government of Tamil Nadu	49000	48.66%	49000	48.66%
ICICI Bank Ltd	18986	18.85%	18986	18.85%
IL&FS Financial Services Ltd	17014	16.90%	17014	16.90%
Housing Development Financial Corporation Ltd	15000	14.90%	15000	14.90%
<b>e) Shareholding of Promoters:</b>				
There is no change in the Shareholding of the Promoters during the Current Financial Year 2022-23. The Shareholding remains the same as per Note 3 (d) above.				

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**TAMIL NADU URBAN INFRASTRUCTURE TRUSTEE COMPANY LIMITED**  
Registered Office: No.19, T.P. Scheme Road, Raja Street Ext., R.A. Puram, Chennai - 600028

**Notes forming part of the financial statements for the year ended 31<sup>st</sup> March 2023**

Particulars	As at 31 <sup>st</sup> March, 2023	As at 31 <sup>st</sup> March, 2022
	(₹ in lakhs)	
<b>Note 4: Reserves and Surplus</b>		
(a) General reserve	0	0
(b) Surplus in Statement of Profit and Loss		
Opening balance	1.53	1.38
Add: Profit for the year	0.08	0.15
<b>Total</b>	<b>1.61</b>	<b>1.53</b>
<b>Note 5: Trade Payables</b>		
(i) Due to Micro and Small Enterprises	0	0
(ii) Due to Others	0	0
	<b>0</b>	<b>0</b>

Ageing for Trade Payables							
Particulars	FY	Not due	< 1 Year	1- 2 Years	2-3 Years	More than 3 Years	Total
(i) Micro and Small Enterprises (MSME)	2022-23	-	-	-	-	-	-
	2021-22	-	-	-	-	-	-
(ii) Others	2022-23	-	-	-	-	-	-
	2021-22	-	-	-	-	-	-
(iii) Disputed Dues (MSME)	2022-23	-	-	-	-	-	-
	2021-22	-	-	-	-	-	-
(iv) Disputed Dues (Others)	2022-23	-	-	-	-	-	-
	2021-22	-	-	-	-	-	-
<b>Total (i to iv)</b>	<b>2022-23</b>	-	-	-	-	-	-
	<b>2021-22</b>	-	-	-	-	-	-

Particulars	As at 31 <sup>st</sup> March, 2023	As at 31 <sup>st</sup> March, 2022
	(₹ in lakhs)	
<b>Note 6: Other Current Liabilities</b>		
Other payables		
(i) Statutory remittances	0	0

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(ii) Outstanding expenses – audit fees	0.30	0.24
<b>Total</b>	<b>0.30</b>	<b>0.24</b>

**TAMIL NADU URBAN INFRASTRUCTURE TRUSTEE COMPANY LIMITED**  
Registered Office: No.19, T.P. Scheme Road, Raja Street Ext., R.A. Puram, Chennai - 600028

**Notes forming part of the financial statements for the year ended 31<sup>st</sup> March 2023**

Particulars	As at 31 <sup>st</sup> March, 2023	As at 31 <sup>st</sup> March, 2022
	(₹ in lakhs)	
<b>Note 7: Short Term Provisions</b>		
Provision others		
(i) Provision for income tax (Current year)	0.03	0.05
(ii) Provision for income tax (Prior years net of tax paid)	0	0
<b>Total</b>	<b>0.03</b>	<b>0.05</b>
<b>Note 8: Non-current Investment</b>		
Deposits (with more than 12 months maturity) with companies- Tamil Nadu Power Finance and Infrastructure Development Corporation Limited	10.07	10.07
<b>Total</b>	<b>10.07</b>	<b>10.07</b>
<b>Note 9: Trade Receivable</b>		
Trade receivables outstanding for a period exceeding six months from the date they were due for payment		
Undisputed, considered doubtful (2-3 Years)	0	0
Other Trade receivables	0	0
Undisputed, considered good	0	0
<b>Total</b>	<b>0</b>	<b>0</b>

**Ageing for Trade Receivables**

Particulars	FY	Not Due	< 1 Year	1- 2 Years	2-3 Years	More than 3 Years	Total
(i) Micro and Small Enterprises (MSME)	2022-23	-	-	-	-	-	-
	2021-22	-	-	-	-	-	-
(ii) Others	2022-23	-	-	-	-	-	-
	2021-22	-	-	-	-	-	-
(iii) Disputed Dues (MSME)	2022-23	-	-	-	-	-	-
	2021-22	-	-	-	-	-	-
(iv) Disputed Dues (Others)	2022-23	-	-	-	-	-	-
	2021-22	-	-	-	-	-	-
<b>Total (i to iv)</b>	<b>2022-23</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
	<b>2021-22</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

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Registered Office: No.19, T.P. Scheme Road, Raja Street Ext., R.A. Puram, Chennai - 600028

**Notes forming part of the financial statements for the year ended 31<sup>st</sup> March 2023**

Particulars	As at 31 <sup>st</sup> March, 2023	As at 31 <sup>st</sup> March, 2022
(₹ in lakhs)		
<b>Note 10: Cash and cash equivalents</b>		
(a) Balances with bank		
(i) In current account	1.74	1.61
(ii) Cash Credit Account	0	0
(iii) Deposit (with less than 12 months maturity)	0	0
(b) Cheques on hand	0	0
(c) Cash on hand	0	0
(d) Other bank balances	0	0
(i) Deposit (with more than 12 months maturity)	0	0
(ii) Unpaid dividend	0	0
(iii) Cheques on hand	0	0
<b>Total</b>	<b>1.74</b>	<b>1.61</b>
<b>Note 11: Short-term Loans and Advances</b>		
Others – Unsecured, considered good	0.10	0.10
<b>Total</b>	<b>0.10</b>	<b>0.10</b>
<b>Note 12: Other Current Assets</b>		
(a) Accruals		
(i) Interest accrued on deposits	0	0
(ii) Interest accrued on investments	0	0
(b) Others: Advance tax and TDS		
(i) Current financial year	0.09	0.09
(ii) Prior years (net of provisions – refund due)	0.01	0.02
<b>Total</b>	<b>0.10</b>	<b>0.11</b>
<b>Note 13: Other income</b>		
(a) <b>Interest income</b>		
On Investments	0	0
On Term Deposits	0.87	0.87
(b) <b>Other non-operating income</b>		
Miscellaneous Income	0	0
<b>Total</b>	<b>0.87</b>	<b>0.87</b>
<b>Note 14: Other Expenses</b>		
Administrative expenses	0.18	0.18
Filing Fees	0.03	0.03
Legal and professional	0.25	0.22
Payments to auditors: Statutory Audit Fees	0.30	0.24
<b>Total</b>	<b>0.76</b>	<b>0.67</b>

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**TAMIL NADU URBAN INFRASTRUCTURE TRUSTEE COMPANY LIMITED**

Registered Office: No.19, T.P. Scheme Road, Raja Street Ext., R.A. Puram, Chennai - 600028

**Notes forming part of the financial statements for the year ended 31<sup>st</sup> March 2023**

**Note 15: Additional Information to the Financial Statements**

Particulars	As at 31 <sup>st</sup> March, 2023	As at 31 <sup>st</sup> March, 2022
<b>15.1 Contingent liabilities and commitments (to the extent not provided for)</b>	0	0
<b>15.2 Amount due to MSME Units</b>	0	0
<b>15.3 Earnings per share</b>		
Profit After Tax (₹ in lakhs)	0.08	0.14
Number of Equity Shares	1,00,700	1,00,700
Earning Per Share		
Basic (in ₹)	0.08	0.14
Diluted (in ₹)	0.08	0.14

15.4 Provision for Deferred Tax: NIL (Previous Year Nil)

15.5 Expenditure/Earnings in foreign currency

The Company has no earnings and expenditure in foreign exchange during the year. Previous Year (NIL)

**16. Financial Ratios:**

Ratios	Unit	FY 2022-23	FY 2021-22	Change %	Reasons for Change (>25%)
Current Ratio (Current Assets / Current Liabilities)	Times	6	5	(20)	NA
Debt-Equity Ratio (Total Debt/Shareholders Equity)	Times	NA	NA	NA	NA
Debt-Service Coverage Ratio (Earnings Available for Debt Service / Debt Service.	Times	NA	NA	NA	NA
Return on Equity Ratio (Net Profit after Tax / Average of Shareholders Equity)	Percent age	0.69	1.30	(47)	Increase in expenditure
Inventory Turnover Ratio (Sales / Average Inventory)	Times	NA	NA	NA	NA
Trade Receivable Turnover Ratio (Sales / Average Accounts Receivable)	Times	NA	NA	NA	NA
Trade Payables Turnover Ratio (Purchases / Average Trade Payables)	Times	NA	NA	NA	NA

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**Notes forming part of the financial statements for the year ended 31<sup>st</sup> March 2023**

Ratios	Unit	FY 2022-23	FY 2021-22	Change %	Reasons for Change (>25%)
Net Capital Turnover Ratio (Net Sales / Working Capital)	Times	NA	NA	NA	NA
Net Profit Ratio (Net Profit / Net Sales)	Percentage	NA	NA	NA	NA
Return on Capital Employed (Earnings Before Interest & Taxes / Capital Employed)	Percentage	0.94	1.72	(45)	Increase in expenditure
Return on Investment (Interest Income / Investments Generating Interest Income)	Percentage	8.64	8.64	0.00	NA

**Note 17: Regulatory Disclosures**

- i. The Company does not hold any immovable property for which title deeds are not in the name of the Company.
- ii. The Company has not revalued its property, plant and equipment during the current financial year 2022-23.
- iii. The Company has not advanced any loans or advances during the current financial year 2022-23 to Promoters, KMPs, Directors and Related Parties (as defined under Companies Act 2013).
- iv. The Company does not hold any capital works-in-progress as on 31.03.2023.
- v. The Company does not hold any intangible assets under development as on 31.03.2023.
- vi. No Proceedings have been initiated or pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and the rules made thereunder.
- vii. The Company has not availed any borrowings from banks or financial institutions based on the security of current assets.
- viii. The Company has not been declared as a willful defaulter by any bank or financial institutions or any other lender or authority.

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**TAMIL NADU URBAN INFRASTRUCTURE TRUSTEE COMPANY LIMITED**

Registered Office: No.19, T.P. Scheme Road, Raja Street Ext., R.A. Puram, Chennai - 600028

**Notes forming part of the financial statements for the year ended 31<sup>st</sup> March 2023**

ix. The Company has no transactions with companies struck-off under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956.

x. There has been no charges or satisfaction of charges to be registered with the Registrar of Companies beyond the statutory period.

xi. The Company does not have any subsidiaries, associates or joint ventures. Hence, the requirement of complying with the Companies (Restriction on number of layers) Rules, 2017 does not arise.

xii. No scheme of arrangement has been approved by the Competent Authority in terms of section 230 to 237 of the Companies Act, 2013.

xiii. The Company has not advanced or loaned or invested funds (either borrowed funds or share premium or any other sources or kind of funds) to any other persons or entities, including foreign entities (intermediaries) with the understanding (whether recorded in writing or otherwise) that the intermediary shall

a. directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the funding party (ultimate beneficiaries) or

b. provide any guarantee, security or the like on behalf of the ultimate beneficiaries.

xiv. The Company has not received any fund from any persons or entities, including foreign entities (funding parties) with the understanding (whether recorded in writing or otherwise) that the Company shall

a. directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the funding party (ultimate beneficiaries) or

b. provide any guarantee, security or the like on behalf of the ultimate beneficiaries.

xv. The Company does not have any trade payables as on 31.03.2023.

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

xvii. The provision of CSR under section 135 of the Companies Act, 2013 are not applicable to the Company.

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**TAMIL NADU URBAN INFRASTRUCTURE TRUSTEE COMPANY LIMITED**  
Registered Office: No.19, T.P. Scheme Road, Raja Street Ext., R.A. Puram, Chennai - 600028

**Notes forming part of the financial statements for the year ended 31<sup>st</sup> March 2023**

xviii. The Company has not traded or invested in Cryptocurrency or Virtual Currency during the current financial year 2022-23.

**Note 18: Previous year's figures**

Previous year's figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification / disclosure.

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**The Notes referred above form an integral part of the Financial Statements  
In terms of our report of even date annexed**

**For SNB Associates.  
Chartered Accountants  
Firm Reg. No. 015682N**

**For and on behalf of the Board of Directors**

**Sd/-  
S. Lakshmanan  
Partner  
Membership No.020045**

**Sd/-  
S. Vijayakumar, IAS  
Director  
DIN No.01764064**

**Sd/-  
Shiv Das Meena, IAS  
Chairman  
DIN No.01881010**

Place : Chennai  
Date : 22.06.2023  
UDIN: 23020045BGZWOA5698

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कार्यालय प्रधान महालेखाकार (लेखापरीक्षा-I), तमिलनाडु  
लेखापरीक्षा भवन 361, अण्णा सालै, तेनाम्पेट, चेन्नै - 600 018.

OFFICE OF THE PRINCIPAL ACCOUNTANT GENERAL (AUDIT-I), TAMIL NADU

'LEKHA PARIKSHA BHAVAN' 361, Anna Salai, Teynampei, Chennai - 600 018.



PAG(Audit-I)/AMG III/COMML/(30A-02/23-24)/2023-24/<sup>8</sup>Dated: 08-09-2023

To

The Director,  
Tamil Nadu Urban Infrastructure Trustee Company Limited,  
19, T.P. Scheme Road, Raja Annamalaipuram  
Chennai – 600 028

Sir,

**Sub:** Comments of the C&AG of India u/s 143(6)(b) of the Companies Act, 2013 on the financial statements of Tamil Nadu Urban Infrastructure Trustee Company Limited for the year ended 31 March 2023

I am to forward herewith the 'NIL Comment' Certificate of the Comptroller and Auditor General of India under Section 143(6)(b) of the Companies Act, 2013 on the financial statements of Tamil Nadu Urban Infrastructure Trustee Company Limited for the year ended 31 March 2023.

A copy of the minutes of the Annual General Meeting in which Comments of the Comptroller & Auditor General of India are to be placed in terms of proviso to Section 143(6)(b) of the Companies Act, 2013 may please be sent to this office early. Three copies of printed Annual Reports as and when they are ready may also be forwarded to this office.

Yours faithfully,

Deputy Accountant General/AMG-III

Encl: As above



COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER SECTION 143(6)(b) OF THE COMPANIES ACT, 2013 ON THE FINANCIAL STATEMENTS OF TAMIL NADU URBAN INFRASTRUCTURE TRUSTEE COMPANY LIMITED FOR THE YEAR ENDED 31 MARCH 2023


The preparation of financial statements of Tamil Nadu Urban Infrastructure Trustee Company Limited for the year ended 31 March 2023 in accordance with the financial reporting framework prescribed under the Companies Act, 2013 (Act) is the responsibility of the management of the Company. The Statutory Auditors appointed by the Comptroller and Auditor General of India under Section 139(5) of the Act are responsible for expressing opinion on these financial statements under Section 143 of the Act based on independent audit in accordance with the standards on auditing prescribed under section 143(10) of the Act. This stated to have been done by them vide their Audit Report dated 22.06.2023.

I, on behalf of the Comptroller and Auditor General of India, have conducted a supplementary audit under Section 143(6)(a) of the Act of the financial statements of Tamil Nadu Urban Infrastructure Trustee Company Limited for the year ended 31 March 2023. This supplementary audit has been carried out independently without access to the working papers of the Statutory Auditors and is limited primarily to inquiries of the Statutory Auditors and Company personnel and a selective examination of some of the accounting records.

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

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

Place: Chennai  
Date: 09-09-2023

  
(C.NEDUNCHEZIAN)  
Principal Accountant General

**TAMIL NADU URBAN INFRASTRUCTURE FINANCIAL SERVICES LIMITED**  
**DIRECTOR'S REPORT**

To  
The Members,  
Tamil Nadu Urban Infrastructure Financial Services Limited,

Your Directors' have pleasure in submitting their 26<sup>th</sup> Annual Report of the Company together with the Audited Statements of Accounts for the year ended 31<sup>st</sup> March 2023.

**1. Financial Results**

Particulars	Financial Year 2022-23	Financial Year 2021-22
	(Rs. in lakhs)	
Total Income	1384.73	1162.74
Total Expenses	742.50	593.54
<b>Profit or Loss before Tax</b>	<b>642.23</b>	<b>569.20</b>
Less: Tax Expense	156.01	163.64
<b>Profit for the year (After Tax)</b>	<b>486.22</b>	<b>405.56</b>
<b>Add: Balance as per last Balance Sheet</b>	<b>4310.81</b>	<b>3975.83</b>
Less: Transfer to General Reserve	48.62	40.56
Less: Dividend	30.02	30.02
Balance carried to Balance Sheet	4718.39	4310.81

**2. Share Capital**

The Paid-up Equity Share Capital of the Company as on March 31, 2023 is Rs.100.07 lakhs. During the year under review, the Company has not issued shares or granted any stock options or sweat equity as on March 31, 2023 and none of the Directors of the Company hold instruments convertible into equity shares of the Company.

The Company has complied with the provisions of the Dematerialization of shares based on the notification issued by Ministry of Corporate Affairs dated 10<sup>th</sup> September 2018.

**3. Dividend**

Considering the net profit earned during the current financial year by the Company, it is proposed to declare a dividend @ 30% on paid up equity share capital for the financial year ended 31.03.2023. The dividend absorbs a sum of Rs.30.02 lakhs.

**4. Transfer of unclaimed Dividend to Investor Education and Protection Fund**

Nil.

**5. Transfer to Reserves**

The Company proposes to transfer a sum of Rs.48.62 lakhs to the General Reserve during the financial year ended 31<sup>st</sup> March 2023.

**6. Review of business operation and future prospects**

There was no change in the nature of business of the Company. Your Directors are optimistic about the Company's business and hopeful of better performance with increased revenue in the next year.

**7. Material changes and commitment if any affecting the financial position of the Company**

No material changes and commitments affecting the financial position of the Company occurred between the end of the financial year to which this financial statement relate on the date of this report.

**8. Conservation of Energy, Technology Absorption, Foreign Exchange Earnings and Outgo**

The provisions of Section 134(3)(m) of the Companies Act, 2013 regarding disclosure of information regarding conservation of energy and technology absorption are not applicable to the Company. However, the Company installed 30 KW Rooftop Solar Plant in the office building during July 2018.

The Company has not earned any foreign exchange and outgo during the financial year 2022-23.

**9. Development and implementation of Risk Management Policy**

The Company does not have any Risk Management Policy as the elements of risk threatening the Company's existence are very minimal.

**10. Particulars of loans, guarantees and investments**

There were no loans, guarantees or investments made by the Company under Section 186 of the Companies Act, 2013 during the year under review.

**11. Transactions with related parties**

There were no contracts or arrangements made with related parties as defined under Section 188 of the Companies Act, 2013 during the year under review.

**12. Disclosure under the sexual harassment of women at workplace**

The Company has constituted an Internal Complaint Committee for prevention of sexual harassment in accordance with the requirements of the Sexual Harassment of women at workplace (Prevention, Prohibition & Redressal) Act, 2013 to redress the complaints received regarding sexual harassment from any employee. The Committee has an external member with majority of the members are women. The Company did not receive any complaints during the financial year 2022-23.

**13. Policy on Directors appointment, remuneration and other details**

The provisions of Section 178(1) relating to the constitution of Nomination and Remuneration Committee are not applicable to the Company.

#### 14. Extract of the Annual Return

The details forming part of the extract of the Annual Return in form MGT-9, as required under Section 92 (3) of the Companies Act, 2013 read with Rule 12 of the Companies (Management and Administration) Rules, 2014, is attached as Annexure to this Report.

#### 15. Number of meetings of the Board

The Company has conducted four meetings of the Board of Directors during the financial year 2022-23 under review. The details of meetings held during the current financial year and connected information are furnished below:

Sl. No.	Date(s) of Meetings of the Board	No. of Directors on the date of Meeting	No. of Directors attended the Meeting
1.	24.06.2022	10	8
2.	30.09.2022	10	8
3.	19.12.2022	10	6
4.	15.03.2023	10	6

The attendance of the Directors is furnished below:

Sl. No.	Name of Director	No. of Board Meetings entitled to attend	No. of Board Meetings attended
1.	Mr.Shiv Das Mecna, IAS	4	4
2.	Dr.M. Saikumar, IAS	3	2
3.	Dr.Neeraj Mittal, IAS	1	0
4.	Dr.S.Swarna, IAS	4	4
5.	Mr.P.Ponniah, IAS	4	2
6.	Mr. Hitesh Kumar S. Makwana, IAS	2	1
7.	Selvi. Apoorva, IAS	2	0
8.	Mr. Sibi Adhithya Senthil Kumar, IAS	4	2
9.	Ms. Aarthi Kannan	1	1
10.	Mr.G. Vetrivel	3	3
11.	Mr.Maddipatla Himadar	4	2
12.	Mr.Mathew Joseph	4	3
13.	Mr. L.Krishnan	4	4

#### 16. Particulars of Employees

None of the employees of the company was in receipt of remuneration in excess of the limits prescribed under the Companies Act, 2013, and the rules framed there under. Hence furnishing the particulars of employees required therein does not arise.

## **17. Directors' Responsibility Statement**

Pursuant to Section 134(3)(c) of the Companies Act, 2013, your Directors state that:

- i. in the preparation of Annual Accounts for the financial year ended 31<sup>st</sup> March 2023, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- ii. the Directors 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 as at 31<sup>st</sup> March 2023 and of the profit and loss of the Company for the financial year ended 31<sup>st</sup> March, 2023;
- iii. the Directors have taken proper and sufficient care for the 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 fraud and other irregularities;
- iv. the Directors have prepared the annual accounts on a going concern basis;
- v. the Directors have laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and are operating effectively; and
- vi. the Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems are adequate and operating effectively.

## **18. Subsidiaries, Joint Ventures and Associate Companies**

The Company does not have any Subsidiary, Joint Venture or Associate Company during the year under review.

## **19. Deposits from public**

The Company has neither accepted nor renewed any deposits during the year under review.

## **20. Directors and Key Managerial Personnel**

During the financial year 2022-23, Mr. Sibi Adhithya Senthil Kumar, IAS (DIN: 08870268) has been appointed as a Director in the place of Mr. N.Muruganandam, IAS. Selvi. Apoorva, IAS (DIN: 03006238) has been appointed as a Director in the place of Mr. Hitesh Kumar S. Makwana, IAS, Dr.Neeraj Mittal, IAS (DIN: 05216366) has been appointed as a Director in the place of Dr.M. Saikumar, IAS, and Ms. Aarthi Kannan (DIN:10072092) has been appointed as a Director in the place of Mr.G.Vetrivel.

As per the Articles of Association, at every Annual General Meeting, one third of the Directors (other than the Chairman, Chief Executive Officer and one ICICI nominee) who have been longest in office since their appointment are liable to retire by rotation. Accordingly, Mr.L.Krishnan (DIN: 00049525) and Mr.Mathew Joseph (DIN: 01033802) are liable to retire by rotation at the ensuing Annual General Meeting and are eligible for re-appointment.

## **21. Declaration of Independent Directors**

The provisions of Section 149 for the appointment of Independent Directors are not applicable to the Company.

## **22. Internal financial control systems and their adequacy**

Given the nature of business and size of operations, your Company's internal control system has been designed to provide for:

- Accurate recording of transactions with internal checks and prompt reporting.
- Adherence to applicable Accounting Standards and Policies.
- Compliance with applicable statutes, policies and management policies and procedures.
- Effective use of resources and safeguarding of assets.

Your Company has engaged the services of a firm of Chartered Accountants to carry out the periodical audit. The observations arising out of the audit are periodically reviewed and compliance ensured.

## **23. Statutory Auditors**

The Government of Tamil Nadu vide letter no.8081/Finance (BPE)/2022 dated 02.09.2022 requested the Company to approach the Comptroller & Auditor General of India (C&AG) for the appointment of Statutory Auditors of the Company, considering it as a Government controlled company. The Company in its 25<sup>th</sup> Annual General Meeting held on 30.09.2022 resolved to approach C&AG for the appointment of Statutory Auditors. Based on the above, a request has been sent to C&AG to appoint Statutory Auditors for the financial year 2022-23. In response, the C&AG has appointed M/s. Ramesh Subramaniam & Co., Chartered Accountants, Chennai as the Statutory Auditors of the Company for the financial year 2022-23.

The Auditors' Report annexed to the financial statement for the year under review does not contain any qualifications or reservation or adverse remark. No fraud has been reported by the Auditors to the Board. The Auditors' Report is attached as Annexure to this Report.

## **24. Audit by Comptroller and Auditor General of India**

The Principal Auditor General of India (Audit -I), Tamil Nadu has completed the audit under section 143 (6) & (7) of the Companies Act, 2013 for the financial year 2022-23.

## **25. Corporate Social Responsibility (CSR)**

Pursuant to Section 135 of the Companies Act, 2013 read with the with Companies (Corporate Social Responsibility Policy) Rules, 2014, the Board of the Company has approved the CSR Policy. As part of CSR initiatives, environmental education for sustainable development programs have been conducted for the benefit of school children and teachers. A sum of Rs.13.49 lakhs was spent on activities specified in Schedule VII of the Companies Act, 2013. A report on CSR activities is attached as Annexure to this Report.

**26. Secretarial Compliance Report**

The provisions relating to submission of Secretarial Audit Report are not applicable to the Company. However, due to increased secretarial compliance in view of the implementation of the Companies Act, 2013, your Company engaged the services of a Company Secretary in practice to ensure compliance of Companies Act 2013 & related rules and a voluntary Secretarial Compliance report is attached as Annexure to this Report.

**27. Audit Committee and Vigil Mechanism**

The provisions of Section 177 of the Companies Act, 2013 read with Rule 6 and 7 of the Companies (Meetings of the Board and its Powers) Rules, 2014 are not applicable to the Company.

**28. Significant and material orders passed by the Regulators, Courts and Tribunals**

During the year under review, no significant material orders have been passed by the Regulators/ Courts and Tribunals that would impact the going concern status and Company's operations in future.

**29. Cost records and cost audit**

The provision of Section 148(1) of the Companies Act, 2013 read with Rule 3 and 4 of the Companies (Cost Records and Audit) Rules, 2014 are not applicable to the Company.

**30. Proceedings under Insolvency and Bankruptcy Code 2016**

No application was made by the Company, nor any proceeding is pending under the Insolvency and Bankruptcy Code, 2016 against the Company.

**31. Details of one-time settlement with the Banks**

The Company has not made any one-time settlement with any Banks or Financial Institutions.

**32. Appreciation**

Your Directors wish to place on record their appreciation of the assistance and co-operation extended to the Company by the Government of India, Government of Tamil Nadu, World Bank, Japan Bank for International Cooperation, KfW, Asian Development Bank, ICICI Bank, IL & FS Financial Services Limited, Housing Development Finance Corporation Limited, Banks, Urban Local Bodies, Chennai Metropolitan Water Supply and Sewerage Board, Chennai Rivers Restoration Trust, Internal Auditors and Statutory Auditors. Your Directors have pleasure in recording their appreciation of the dedicated services rendered by the employees at all levels.

For and on behalf of the Board of Directors

Sd/-

Dr.S.Vijayakumar, IAS  
Chairman and Managing Director  
DIN. 01764064

Place: Chennai - 600028

Date: 02.09.2023

**REPORT ON CSR ACITIVITES CARRYOUT BY THE COMPANY DURING  
FINANCIAL YEAR 2022-23**

**i. Brief outline of the Company's Corporate Social Responsibility (CSR) Policy**

The objective CSR policy of the company is to encourage protection of environment for sustainable living and promote inclusive growth. The Company's CSR activities will focus on the sectors and issues relating to the following:

- i. Promotion of education, special education, employment enhancing vocation skills especially among children, women, elderly and the differently abled and livelihood enhancement projects
- ii. Ensuring environmental sustainability, ecological balance, protection of flora and fauna, animal welfare, agro forestry, conservation of natural resources and maintaining quality of soil, air, water and
- iii. Activities relating to promotion of healthcare including preventive healthcare, sanitation & disaster management and contributions to State Disaster Management Authority.

In addition, the Company will respond to the requirements within the purview of the Schedule VII of the Companies Act, 2013.

**ii. Composition of the CSR Committee**

In accordance with Section 135(1) of the Companies Act, 2013, every company having net worth of Rs. 500.00 crore or more or turnover of Rs.1000.00 crore or more or a net profit of Rs. 5.00 crore or more during the immediately preceding financial year should constitute a Corporate Social Responsibility Committee of the Board. As per Section 135(9) of the Companies (Amendment) Act, 2020, the requirement of constitution of the CSR shall not be applicable where the amount to be spent by a Company does not exceed Rs.50.00 lakh and the functions of such committee shall be discharged by the Board of Directors. Based on the above, now the functions are discharged by the Board of the Company.

**iii. Details of the amount available for set off in pursuance of rule 7 (3) of the CSR policy rules, 2014 and the amount required for set off for the FY, if any**

Sl. No	FYs	Amount available for set-off from preceding FY (in Rs.)	Amount required to be set-off in the financial year, if any (in Rs)	Amount available for set-off in succeeding FYs (in Rs)
1	2021-22	1,856	-	1,856
2	2020-21	3,440	-	3,440
3	2019-20	-	-	-
	Total	5,296	-	5,296



**iv. CSR Obligation for the financial year**

- a. Average net profit of the Company for the three preceding financial years (2019-20, 2020-21 and 2021-22): Rs. 6.73 crores
- b. Two percent of the average net profit of the Company as per section 135(5): Rs.13.45 lakhs
- c. Surplus arising out of the CSR projects or programmes or activities of the previous financial years: Nil
- d. Amount required to be set off for the financial year, if any: Nil
- e. Total CSR obligation for the financial year [(b)+(c)-(d)]: Rs.13.45 lakhs

**v. Amount spent for the financial year**

- a. Amount spent on CSR Projects:
  - Ongoing Projects: Nil
  - Other than Ongoing Projects: Rs.13.49 lakhs
- b. Amount spent on Administrative Overheads: Nil
- c. Amount spent on Impact Assessment: Nil
- d. Total amount spent for the Financial Year [(a)+(b)+(c)]: Rs.13.49 lakhs
- e. CSR amount spent or unspent for the financial year: 2022-23:

Total Amount Spent for the Financial Year	Amount Unspent				
	Transferred to Unspent CSR Account as per section 135(6)		Amount transferred to any fund specified under Schedule VII as per second proviso to section 135(5)		
	Amount	Date of Transfer	Name of the Fund	Amount	Date of Transfer
Rs.13.49 lakhs	Nil	NA	Nil	Nil	NA

- f. Excess amount for set off, if any:

Sl. No.	Particulars	Amount (Rs. in lakhs)
i)	Two percent of the average net profit of the company as per section 135(5)	13.45
ii)	Total amount spent for the Financial Year	13.49
iii)	Excess amount spent for the financial year [(ii)-(i)]	0.04
iv)	Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any	Nil
v)	Amount available for set off in succeeding financial years [(iii)-(iv)]	0.04

**vi. Details of Unspent CSR amount for the preceding three financial years: Nil**

Sl. No	Preceding FYs	Amt transferred to CSR Account under 135 (6)	Bal. amt unspent CSR Account 135 (6)	Amt spent in the FY	Amt transferred to any fund specified under Schedule VII as per Section 135(6)		Amt remaining to be spent in succeeding FYs	Deficiency
					Amt of transfer	Date of Transfer		
1	2021-22				-Nil-			
2	2020-21				-Nil-			
3	2019-20				-Nil-			
	Total				-Nil-			

**vii. Whether any capital assets have been created or acquired through Corporate Social Responsibility: No**

**viii. Specify the reason(s), if the company has failed to spend two percent of the average net profit as section 135(5): Not applicable.**

**ix. Manner in which the amount spent during the financial year is detailed below:**

As part of the CSR initiatives, 41 environmental education programs for sustainable development for the benefit of school children & teachers have been carried out in association with Chennai Rivers Restoration Trust. In these programs, 2877 students & 116 teachers from various schools in and around Chennai have participated and benefited. In addition, the Company has painted 181 nos. of education signage in Tholkappia Poonga to facilitate education programs and installed 10 nos. of environmental educational signage between Ramapuram - Manapakkam - Officers Training Academy, Chennai to create awareness among public. A sum of Rs.13.49 lakhs has been incurred towards CSR activities as detailed below:

Sl.No	Details	Amount (Rs. In lakhs)
1	Environmental Education Programs (41 programs)	5.66
2	Printing of resource materials on education programs	0.19
3	Installation of 10 nos. of educational signage between Ramapuram – Manapakkam - Officers Training Academy, Chennai	2.55
4	Painting of 181 nos. of educational signage in Tholkappia Poonga, Chennai	5.09
	<b>Total</b>	<b>13.49</b>

Sl. No.	CSR Activity or activity identified	Sector in which the project is covered	Locations	Amount outlay (budget)	Amount spent on the programs	Amount spent directly or through implementing agency
1	Environmental education programme and environmental sustainability	Ensuing environmental sustainability, ecological balance protection of flora, fauna, animal welfare, agro forestry, conservation of natural resources and marinating quality of soil, air, water.	Chennai, Tamil Nadu	Rs.13.45 lakhs	Rs.13.49 lakhs	Carried out in association with Chennai Rivers Restoration Trust (Trust of Government of Tamil Nadu)

**x. A responsibility statement of the Board:**

The Board of Directors confirms that the implementation and monitoring of CSR programs are in compliance with the CSR objectives and policy of the Company.

For and on behalf of the Board of Directors

Sd/-

**Dr.S.Vijayakumar, IAS**  
**Chairman and Managing Director**  
DIN. 01764064

Place: Chennai - 600028

Date: 02.09.2023

**FORM NO. MGT 9**  
**EXTRACT OF ANNUAL RETURN**  
**as on financial year ended on March 31, 2023**

**Pursuant to Section 92 (3) of the Companies Act, 2013 and rule 12(1) of the Company (Management & Administration ) Rules, 2014.**

**I REGISTRATION & OTHER DETAILS:**

i	CIN	U67190TN1996PLC036865
ii	Registration Date	07.11.1996
iii	Name of the Company	Tamil Nadu Urban Infrastructure Financial Services Limited
iv	Category/Sub-category of the Company	Company Limited by Shares - Non Government Company
v	Address of the Registered office & contact details	No.19, T.P.Scheme Road, Raja Street Extension, Raja Annamalaipuram, Chennai 600 028. Contact: 044-24643103
vi	Whether listed company	No
vii	Name , Address & contact details of the Registrar & Transfer Agent, if any.	M/s. Integrated Registry Management Services Private Limited 2nd Floor, "Kences Towers" No. 1 Ramakrishna Street, North Usman Road, T Nagar, Chennai - 600 017

**II PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY**

All the business activities contributing 10% or more of the total turnover of the company shall be stated

SL No	Name & Description of main products/services	NIC Code of the Product /service	% to total turnover of the company
1	Financial Related Services Other financial service activities, except insurance and pension funding activities	64990	100%

**III PARTICULARS OF HOLDING , SUBSIDIARY & ASSOCIATE COMPANIES**

SI No	Name & Address of the Company	CIN/GLN	HOLDING/ SUBSIDIARY/ ASSOCIATE	% OF SHARES HELD	APPLICABLE SECTION
1	NIL				

**IV SHAREHOLDING PATTERN (Equity Share capital Break up as percentage of total Equity)**

**(i) Category-wise Share Holding**

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
<b>A. Promoters</b>									
(1) Indian									
a) Individual/HUF									
b) Central Govt.or State Govt.	0	490400	490400	49.01	0	490400	490400	49.01	0
c) Bodies Corporates									
d) Bank/FI	339986	170314	510300	50.99	339986	170314	510300	50.99	0
e) Any other									
<b>SUB TOTAL:(A) (1)</b>	<b>339986</b>	<b>660714</b>	<b>1000700</b>	<b>100</b>	<b>339986</b>	<b>660714</b>	<b>1000700</b>	<b>100</b>	<b>0</b>
(2) Foreign									
a) NRI- Individuals									
b) Other Individuals									
c) Bodies Corp.									
d) Banks/FI									
e) Any other...									
<b>SUB TOTAL (A) (2)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Total Shareholding of Promoter (A)= (A)(1)+(A)(2)</b>	<b>339986</b>	<b>660714</b>	<b>1000700</b>	<b>100</b>	<b>339986</b>	<b>660714</b>	<b>1000700</b>	<b>100</b>	<b>0</b>
<b>B. PUBLIC SHAREHOLDING</b>									
(1) Institutions	0	0	0	0	0	0	0	0	0
a) Mutual Funds									
b) Banks/FI									
C) Cenntral govt									
d) State Govt.									
e) Venture Capital Fund									
f) Insurance Companies									
g) FIIS									
h) Foreign Venture Capital Funds									
i) Others (specify)									
<b>SUB TOTAL (B)(1):</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
(2) Non Institutions									
a) Bodies corporates									
i) Indian									
ii) Overseas									
b) Individuals									

i) Individual shareholders holding nominal share capital upto Rs.1 lakhs										
ii) Individuals shareholders holding nominal share capital in excess of Rs. 1 lakhs										
c) Others (specify)										
<b>SUB TOTAL (B)(2):</b>	0	0	0	0	0	0	0	0	0	0
<b>Total Public Shareholding (B)= (B)(1)+(B)(2)</b>	0	0	0	0	0	0	0	0	0	0
<b>C. Shares held by Custodian for GDRs &amp; ADRs</b>										
<b>Grand Total (A+B+C)</b>	339986	660714	1000700	100	339986	660714	1000700	100	0	0

## (ii) SHARE HOLDING OF PROMOTERS

SI No.	Shareholders Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in share holding during the year
		No of shares	% of total shares of the company	% of shares pledged encumbered to total shares	No of shares	% of total shares of the company	% of shares pledged encumbered to total shares	
1	GOVERNOR OF TAMIL NADU	490000	48.97	0	490000	48.97	0	0
2	IL & FS FINANCIAL SERVICES LIMITED	170014	16.99	0	170014	16.99	0	0
3	HOUSING DEVELOPMENT FINANCE CORPORATION LTD	150000	14.99	0	150000	14.99	0	0
4	ICICI BANK LTD	189986	18.99	0	189986	18.99	0	0
5	MR. N.MURUGANANDAM, IAS (holding shares as nominee of Governor of Tamil Nadu)	100	0.01	0	0	0	0	(0.01)
6	DR.M. SAIKUMAR, IAS, (holding shares as nominee of Governor of Tamil Nadu)	100	0.01	0	0	0	0	(0.01)
7	Mr.G.VETRIVEL (holding shares as nominee of ICICI Bank Ltd)	100	0.01	0	0	0	0	(0.01)
8	MR.SHIV DAS MEENA, IAS (holding shares as nominee of Governor of Tamil Nadu)	100	0.01	0	100	0.01	0	0
9	DR. NEERAJ MITTAL, IAS, (holding shares as nominee of Governor of Tamil Nadu)	0	0	0	100	0.01	0	0.01
10	MR.P.PONNIAH, IAS (holding shares as nominee of Governor of Tamil Nadu)	100	0.01	0	100	0.01	0	0
11	MR.SIBI ADHITHYA SENTHIL KUMAR, IAS (holding shares as nominee of Governor of Tamil Nadu)	0	0	0	100	0.01	0	0.01
12	MS. AARTHI KANNAN (holding shares as nominee of ICICI Bank Ltd)	0	0	0	100	0.01	0	0.01
13	MR.MADDIPATLA HIMADAR, (holding shares as nominee of ICICI Bank Ltd)	100	0.01	0	100	0.01	0	0
14	MR.L.KRISHNAN (holding shares as nominee of IL&FS Financial Services Ltd)	100	0.01	0	100	0.01	0	0
	<b>Total</b>	<b>1000700</b>	<b>100</b>	<b>0</b>	<b>1000700</b>	<b>100</b>	<b>0</b>	<b>0</b>

## (iii) CHANGE IN PROMOTERS' SHAREHOLDING ( SPECIFY IF THERE IS NO CHANGE)

No Change

Sl. No		Share holding at the beginning of the Year		Cumulative Share holding during the year	
		No. of Shares	% of total	No of shares	% of total
	At the beginning of the year	1000700	100	1000700	100
	Date wise increase/decrease in Promoters Share holding during the year specifying the reasons for increase/decrease (e.g. allotment/transfer/bonus/sweat equity etc)	-	-	-	-
	At the end of the year	1000700	100	1000700	100

## (iv) Shareholding Pattern of top ten Shareholders (other than Directors, Promoters &amp; Holders of GDRs &amp; ADRs)

Sl. No		Shareholding at the end of the year		Cumulative Shareholding during the year	
		No.of shares	% of total shares of the company	No of shares	% of total shares of the company
	<b>For Each of the Top 10 Shareholders</b>				
	At the beginning of the year	0	0	0	0
	Date wise increase/decrease in Share holding during the year specifying the reasons for increase/decrease (e.g. allotment/transfer/bonus/sweat equity etc)	-	-	-	-
	At the end of the year (or on the date of separation, if separated during the year)	0	0	0	0

## (v) Shareholding of Directors &amp; Key Managerial Personnel

Sl. No		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No.of shares	% of total shares of the company	No of shares	% of total shares of the company
	<b>For Each of the Directors &amp; KMP</b>				
	<b>At the beginning of the year</b>				
1	MR.SHIV DAS MEENA, IAS (holding shares as nominee of Governor of Tamil Nadu)	100	0.01		
2	DR.M. SAIKUMAR, IAS, (holding shares as nominee of Governor of Tamil Nadu)	100	0.01		
3	MR. N.MURUGANANDAM, IAS (holding shares as nominee of Governor of Tamil Nadu)	100	0.01		
4	MR.P.PONNIAH, IAS (holding shares as nominee of Governor of Tamil Nadu)	100	0.01		
5	Mr.G.VETRIVEL (holding shares as nominee of ICICI Bank Ltd)	100	0.01		
6	MR.MADDIPATLA HIMADAR, (holding shares as nominee of ICICI Bank Ltd)	100	0.01		
7	MR.L.KRISHNAN (holding shares as nominee of IL&FS Financial Services Ltd)	100	0.01		
	<b>Total</b>	<b>700</b>	<b>0.07</b>		
	<b>Date wise increase/decrease in Share holding during the year specifying the reasons for increase/decrease (e.g. allotment/transfer/bonus/sweat equity etc)</b>				
		No.of shares	% of total shares of the company	No of shares	% of total shares of the company



<b>Transfers on 24.06.2022</b>					
1	MR.SIBI ADHITHYA SENTHIL KUMAR, IAS (holding shares as nominee of Governor of Tamil Nadu)	0	0	100	0.01
2	MR.N.MURUGANANDAM, IAS, (holding shares as nominee of Governor of Tamil Nadu)	(100)	(0.01)	0	0
<b>Transfers on 15.03.2023</b>					
3	Mr.G.VETRIVEL (holding shares as nominee of ICICI Bank Ltd)	(100)	(0.01)	0	0
4	MS. AARTHI KANNAN (holding shares as nominee of ICICI Bank Ltd)	0	0	100	0.01
5	DR.M. SAIKUMAR, IAS, (holding shares as nominee of Governor of Tamil Nadu)	(100)	(0.01)	0	0
6	DR. NEERAJ MITTAL, IAS, (holding shares as nominee of Governor of Tamil Nadu)	0	0	100	0.01
<b>Total</b>		<b>(300)</b>	<b>(0.03)</b>	<b>300</b>	<b>0.03</b>
<b>At the end of the year</b>					
<b>For Each of the Directors &amp; KMP</b>				<b>No of shares</b>	<b>% of total shares of the company</b>
1	MR.SHIV DAS MEENA, IAS (holding shares as nominee of Governor of Tamil Nadu)			100	0.01
2	DR. NEERAJ MITTAL, IAS, (holding shares as nominee of Governor of Tamil Nadu)			100	0.01
3	MR.P.PONNIAH, IAS (holding shares as nominee of Governor of Tamil Nadu)			100	0.01
4	MR.SIBI ADHITHYA SENTHIL KUMAR, IAS (holding shares as nominee of Governor of Tamil Nadu)			100	0.01
5	MS. AARTHI KANNAN (holding shares as nominee of ICICI Bank Ltd)			100	0.01
6	MR.MADDIPATLA HIMADAR, (holding shares as nominee of ICICI Bank Ltd)			100	0.01
7	MR.L.KRISHNAN (holding shares as nominee of IL&FS Financial Services Ltd)			100	0.01
<b>Total</b>				<b>700</b>	<b>0.07</b>

**V INDEBTEDNESS**

Indebtedness of the Company including interest outstanding/accrued but not due for payment				
	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
<b>Indebtness at the beginning of the financial year</b>	0	0	0	0
i) Principal Amount				
ii) Interest due but not paid				
iii) Interest accrued but not due				
<b>Total (i+ii+iii)</b>	0	0	0	0
<b>Change in Indebtedness during the financial year</b>				
Additions				
Reduction				
<b>Net Change</b>	0	0	0	0
<b>Indebtedness at the end of the financial year</b>				
i) Principal Amount				
ii) Interest due but not paid				
iii) Interest accrued but not due				
<b>Total (i+ii+iii)</b>	0	0	0	0

**VI REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL**

**A. Remuneration to Managing Director, Whole time director and/or Manager:**

Sl.No	Particulars of Remuneration	Dr.S.Swarna, CMD
1	<b>Gross salary (in Rs.)</b>	5433278
	(a) Salary as per provisions contained in section 17(1) of the Income Tax. 1961.	
	(b) Value of perquisites u/s 17(2) of the Income tax Act, 1961	
	(c) Profits in lieu of salary under section 17(3) of the Income Tax Act, 1961	
2	Stock option	
3	Sweat Equity	
4	Commission as % of profit	
5	Others, please specify- sitting fees	60000
	<b>Total (A)</b>	5493278
	<b>Ceiling as per the Act</b>	

**B. Remuneration to other directors:**

Sl.No	Name of the Directors	Particulars of Remuneration			
1	Independent Directors	0	0	0	0
	<b>Total (1)</b>	0	0	0	0
2	Other Non Executive Directors	Sitting fees (Rs.)	Commission (Rs.)	others (Rs.)	Total (Rs.)
	Mr.Shiv Das Meena, IAS	60000	0	0	60000
	Mr. Hitesh Kumar S. Makhwana, IAS,	15000	0	0	15000

	Dr.M. Saikumar, IAS,	30000	0	0	30000
	Mr.P.Ponniah, IAS	30000	0	0	30000
	Mr.G. Vetrivel	45000	0	0	45000
	Mr.Maddipatla Himadar	30000	0	0	30000
	Mr. L.Krishnan	60000	0	0	60000
	Mr.Mathew Joseph	45000	0	0	45000
	Ms. Aarthi Kannan	15000			15000
	<b>Total (2)</b>	<b>330000</b>	<b>0</b>	<b>0</b>	<b>330000</b>
	<b>Total (B)=(1+2)</b>	<b>330000</b>	<b>0</b>	<b>0</b>	<b>330000</b>
	<b>Total Managerial Remuneration (A) + (B)</b>	<b>5823278</b>	<b>0</b>	<b>0</b>	<b>5823278</b>
	<b>Overall Cieling as per the Act.</b>		<b>0</b>		

**C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTD**

Sl. No.	Particulars of Remuneration	Key Managerial Personnel		
		Company Secretary		Total
1	<b>Gross Salary</b>	6399043		6399043
	(a) Salary as per provisions contained in section 17(1) of the Income Tax Act, 1961.			
	(b) Value of perquisites u/s 17(2) of the Income Tax Act, 1961			
	(c) Profits in lieu of salary under section 17(3) of the Income Tax Act, 1961			
2	Stock Option			
3	Sweat Equity			
4	Commission as % of profit			
5	Others, please specify			
	<b>Total</b>	<b>6399043</b>		<b>6399043</b>

**VII PENALTIES/PUNISHMENT/COMPOUNDING OF OFFENCES**

Type	Section of the Companies Act	Brief Description	Details of Penalty/Punishment/Compounding fees imposed	Authority (RD/NCLT/Court)	Appeal made if any (give details)
<b>A. COMPANY</b>					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-
<b>B. DIRECTORS</b>					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-
<b>C. OTHER OFFICERS IN DEFAULT</b>					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-

**SECRETARIAL COMPLIANCE REPORT**

Name of the Company : Tamil Nadu Urban Infrastructure Financial Services Ltd  
Corporate Identity Number : U67190TN1996PLC036865  
Authorised Share Capital : Rs.20000000/-  
Paid-up Capital : Rs.10007000/-

To

M/s. Tamil Nadu Urban Infrastructure Financial Services Ltd,  
No.19, T.P.Scheme Road, Raja Street Extension, Raja Annamalaipuram,  
Chennai – 600 028.

Sir,

I have examined the registers, records, books and papers of M/s.Tamil Nadu Urban Infrastructure Financial Services Ltd as required to be maintained under the Companies Act, and the rules made there under and also the provisions contained in the Memorandum and Articles of Association of the Company for the financial year ended on 31st March, 2023. In my opinion and to the best of information and according to the examinations carried out by me, based on the records, documents and registers produced to me and information and explanations provided to me by the Company, its officers and agents, I certify that in respect of the aforesaid year:

1. The Company has kept and maintained all registers as stated in Annexure "A" to this report, as per the provisions and the rules made there under.
2. The Company has filed necessary forms and returns with the Registrar of Companies during the Financial Year 2022-23 as stated in Annexure "B".
3. The Board of Directors have met 4 (Four) times on 24/06/2022, 30/09/2022, 19/12/2022 and 15/03/2023 in accordance with the provisions of the Companies Act, in respect of which meetings notice were given and the proceedings were recorded and signed, including circular resolutions passed in the minute's book maintained for the purpose.
4. The Annual General Meeting for the financial year ended on 31/03/2022 was held on 30/09/2022 and after giving notice to the Members of the Company and the resolutions passed thereat were recorded in Minutes Book maintained for the purpose.
5. No Extra Ordinary General Meeting was held during the year under scrutiny.
6. Under the provisions of Companies Act 2013, the appointment of Independent Directors including woman Directors are not applicable to this Company.




7. According to Section 177 of Companies Act, 2013 read with Rule 6 Chapter XII, Companies (Meetings of Board and its Powers) Rules 2014, the Company need not constitute Audit Committee & Nomination Committee.
8. According to Section 177(9) of Companies Act read with Rule 7 Chapter XII, Companies (Meetings of Board and its Powers) Rules, 2014, the Company is not under the purview of Vigil Mechanism.
9. As per the information provided to me there are no contracts required to be entered in the register maintained under Section 189 of the Act.
10. As per the information provided to me, there were no instances falling within the purview of Section 188 (Related Party Transactions) of the Act, and the Company was not required to obtain any approvals from the Board of Directors, Members or Central Government.
11. As per the information provided to me, no duplicate share certificate has been issued during the period under review.
12. There were requests for transfer of shares during the period under review.
13. The Company has followed the Companies (Declaration and Payment of Dividend) Rules, 2014.
14. The Company has complied Section 135 of Companies Act 2013 in respect of Corporate Social Responsibility.
15. As per the information provided to me, the Company need not required to obtain any approvals from the Central Government, National Company Law Tribunal (NCLT), Registrar of Companies or any other related authority under the Act.
16. The Company has not issued shares and debentures during the period under review.
17. The Company has not bought back any shares during the period under review.
18. The Company has not issued any preference shares/debentures during the period under scrutiny or earlier and therefore the question of redeeming any preference shares/debentures does not arise.
19. The Company has not accepted deposits from the public and hence, the question of complying with the applicable provisions of the Companies Act, 2013 does not arise.
20. The Company has not altered the provisions of the Memorandum of Association with respect to situation of the Company's registered office from one state to another during the period under scrutiny.
21. The Company has not altered the provisions of the Memorandum of Association with respect to the objects of the Company during the period under scrutiny.
22. The Company has not altered the provisions of the Memorandum of Association with respect to name of the Company during the period under scrutiny.



23. The Company has not altered the provisions of the Memorandum of Association with respect to share capital of the Company during the period under scrutiny.
24. The Company has not altered its Articles of Association during the period under scrutiny.
25. I have been informed that no prosecution has been initiated against or show- cause notices received by the Company during the financial year.
26. The Company has not received any money as security from its employees during the financial year.
27. This is a Voluntary Secretarial Compliance Report, since the Company is not under the purview of Secretarial Audit under Section 204 (1) of the Companies Act, 2013.

**Place: Chennai**  
**Date: 02/06/2023**

**UDIN F007603E000447889**

  
B. Sankaranarayanan, M.Com., MBA., FCS, LLB.  
Practicing Company Secretary  
31/8, Welcome Colony, 14th Street, Thirumangalam,  
Anna Nagar West, Chennai-600 101.  
M.No.F7603/C.P. No.8301

Forms part of the Voluntary Secretarial Compliance Report dated **02/06/2023** issued to Tamil Nadu Urban Infrastructure Financial Services Ltd:


**Annexure A**

**Registers maintained by the Company**

1. Register of Members.
2. Register of Share application and allotment
3. Register of Share Transfer.
4. Register of Directors & Key Managerial Personnel & their shareholdings.
5. Register of Charges.
6. Register of Contracts in which Directors are interested.
7. Minutes book.
8. Registers of loans, guarantee, security and acquisition made by the Company
9. Register of investments.
10. Register of Fixed assets.
11. Common seal book.
12. Register of Securities Holders
13. Dividend Register

**Place: Chennai**  
**Date: 02/06/2023**

**UDIN F007603E000447889**

  
B. Sankaranarayanan, M.Com., MBA., FCS, LLB.  
Practicing Company Secretary  
31/8, Welcome Colony, 14th Street, Thirumangalam,  
Anna Nagar West, Chennai-600 101.  
M.No.F7603/C.P. No.8301

Forms part of the Voluntary Secretarial Compliance Report dated 02/06/2023 issued to Tamil Nadu Urban Infrastructure Financial Services Ltd

**Annexure B**


Forms and Returns have filed by the Company with the Ministry of Corporate Affairs (MCA) during the financial year 2022-23.

1. Form PAS -6 filed on 18/04/2022 under SRN T96054911
2. Form DIR - 12 filed on 04/07/2022 under SRN F13632260
3. Form MGT -14 filed on 04/07/2022 under SRN F13630736
4. Form AOC-4 filed on 25/10/2022 under SRN F33000738
5. Form PAS -6 filed on 01/11/2022 under SRN F38386090
6. Form MGT-7 filed on 01/11/2022 under SRN F38388260
7. Form ADT-1 filed on 10/11/2022 under SRN F42078063
8. Form CSR-2 filed on 15/12/2022 under SRN F53202214
9. Form DIR - 12 filed on 06/01/2023 under SRN F56442494

**Place: Chennai**

**Date: 02/06/2023**

**UDIN F007603E000447889**

  
B. Sankaranarayanan, M.Com., MBA, FCS, LLB.  
Practicing Company Secretary  
31/8, Welcome Colony, 14th Street, Thirumangalam,  
Anna Nagar West, Chennai-600 101.  
M.No.F7603/C.P.No.8301

**Ramesh Subramaniam & Co**  
Chartered Accountants

No.15, Padmanaba Street,  
T.Nagar, Chennai 600017  
Ph.044-28340316/ 42074739  
Email:ramesh@rsandco.org

**INDEPENDENT AUDITORS' REPORT  
TO THE MEMBERS OF  
M/s TAMIL NADU URBAN INFRASTRUCTURE FINANCIAL SERVICES  
LIMITED**

**Report on the audit of the Standalone Financial Statements**

**Opinion**

We have audited the accompanying standalone financial statements of **M/S TAMIL NADU URBAN INFRASTRUCTURE FINANCIAL SERVICES LIMITED** (the Company), which comprise the Balance Sheet as at 31<sup>st</sup> March 2023, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- a. In the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2023
- b. In the case of the Statement of Profit and Loss, of the Profit of the Company for the year ended on that date;
- c. In the case of the Cash Flow Statement, of the Cash Flow of the Company for the year ended on that date;

**Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing ("SA"s) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Standalone Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("ICAI") together with the ethical requirements that are relevant to our audit of the standalone financial statements under the provisions of the Act and the Rules made there under, 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.



## **Key Audit Matters**

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the standalone financial statements of the current period. These matters were addressed in the context of our audit of the standalone financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Reporting of key audit matters as per SA 701 are not applicable to the Company as it is an unlisted Company.

## **Information other than the Financial Statements and auditors' report thereon**

The Company's board of directors is responsible for the preparation of the other Information. The other information comprises the information included in the Board's Report including Annexures to Board's Report, Business Responsibility 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 standalone financial statements or our knowledge obtained during the course of our audit or other wise appears to be materially misstated. If, based on the work we have performed, we conclude that there is 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 Standalone Financial Statements**

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation and presentation of these standalone financial statements that give a true and fair view of the financial position, financial performance and Cash Flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

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 statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

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

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

As part of an audit in accordance with Statements on Auditing Standards, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- 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 standalone financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the standalone financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the standalone financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the standalone financial statements.

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.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the standalone financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

### **Report on Other Legal and Regulatory Requirements**

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

1. As required by Section 143 (3) of the Act, we report that:

- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- (c) The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of accounts
- (d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- (e) 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 are disqualified as on 31st March, 2023 from being appointed as a director in terms of Section 164 (2) of the Act.
- (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B"; Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.

2. With respect to the other matters to be included in the Auditor's Report in accordance Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- A. The Company has disclosed that there are no pending litigations on its financial position in its financial statements
  - B. There are no long-term Contracts including Derivate Contracts and hence, the for any provision, as required under the applicable law or accounting standards, does not arise
  - C. The requirement of Payments to the Investor Education and Protection Fund is not applicable to the Company.
  - D.
    - i) Management has represented to us that, to the best of their knowledge and belief, other than as disclosed in the Notes to Accounts, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company or any of such subsidiaries 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, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company or any of such subsidiaries ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
    - ii) Management has represented to us that, to the best of their knowledge and belief, other than as disclosed in the Notes to Accounts, no funds have been received by the Company or any of such subsidiaries from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company or any of such subsidiaries shall, 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.
    - iii) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances performed by us, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.

E. The Company has not declared or paid any Interim Dividend during the year and until the date of Audit Report.

Place : Chennai.  
Date : 22/06/2023

For RAMESH SUBRAMANIAM & CO  
CHARTERED ACCOUNTANTS  
FRN : 006596S

Sd/----  
LALITHA MURALI  
PARTNER  
MEMBERSHIP NO: 201094  
UDIN : 23201094BGZJUR3430

**ANNEXURE REFERRED TO IN OUR INDEPENDENT AUDITORS' REPORT  
ON THE STANDALONE FINANCIAL STATEMENTS OF M/S TAMIL NADU  
URBAN INFRASTRUCTURE FINANCIAL SERVICES LIMITED**

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

Based on the information and explanation furnished to us and the books and records examined by us in the normal course of our audit, we report that to the best of our knowledge and belief:

- i)
  - a) The Company has maintained proper records showing full particulars, including quantitative details and situation of Plant and Equipment and relevant details of right-of-use assets. The Company does not own any Intangible assets.
  - b) The Company has a program of physical verification of Plant and Equipment and right-of-use assets so to cover all the assets once every three years which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the program, certain Plant and Equipment were due for verification during the year and were physically verified by the Management during the year. According to the information and explanations given to us, no material discrepancies were noticed on such verification.
  - c) The Company does not own any Leasehold and Freehold immovable properties of land or building. Hence reporting under clause 3(i)(c) of the Order is not applicable.
  - d) The Company has not revalued any of its Property, Plant and Equipment (including right-of-use assets) and intangible assets during the year.
  - e) No proceedings have been initiated during the year or are pending against the Company as at March 31, 2023 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.
- ii) According to the information and explanations given to us, the company does not hold any Inventory. Accordingly, reporting under clause 3(ii)(a) - (b) of the Order is not applicable for the year.

- iii) According to the information and explanations given to us, during the year, the Company has not made, 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. Accordingly, reporting under clause 3(iii)(a) - (f) of the Order is not applicable for the year.
- iv) In our opinion and according to the information and explanations given to us, the Company does not have any transactions to which the provisions of Sections 185 and 186 of the Companies Act, 2013, apply.
- v) The Company has not accepted any deposit or amounts which are deemed to be deposits. Hence, reporting under clause 3(v) of the Order is not applicable.
- vi) The Central Government has not prescribed the maintenance of cost records under section 148(1) of the Act, for any of the services rendered by the Company. Maintenance of cost records pursuant to the Companies (Cost Accounting Records) Rules, 2011 prescribed by the Central Government under section 209(1)(d) of the Act are not applicable to the company. Hence, reporting under clause 3(vi) of the Order is not applicable.
- vii) a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the company is generally regular in depositing undisputed statutory dues, wherever applicable, including Goods and Services Tax, Provident Fund, Employees' State Insurance, Income-tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues to the appropriate authorities.

There are no arrears of outstanding statutory dues as on the last day of the financial year concerned for a period of more than six months from the date they became payable.

- b) There are no disputes which are pending before any Forum in respect of statutory dues. According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/ accrued in the books of account in respect of undisputed statutory dues including provident fund, income tax, Goods and Services Tax, duty of customs, value added tax, cess and other material statutory dues have been regularly deposited during the year by the Company with the appropriate authorities.



- viii) There were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961).
- ix) a) The Company has not taken any loans or other borrowings from any lender. Hence reporting under clause 3(ix)(a) of the Order is not applicable.
- b) The Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.
- c) The Company has not taken any term loan during the year and there are no outstanding term loans at the beginning of the year and hence, reporting under clause 3(ix)(c) of the Order is not applicable.
- d) On an overall examination of the financial statements of the Company, funds raised on short-term basis have, prima facie, not been used during the year for long-term purposes by the Company.
- e) On an overall examination of the financial statements of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries.
- (f) The Company has not raised any loans during the year and hence reporting on clause 3(ix)(f) of the Order is not applicable.
- x. (a) The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year and hence reporting under clause 3(x)(a) of the Order is not applicable.
- (b) The company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year and hence reporting under clause 3(x)(b) of the Order is not applicable.
- xi. (a) No fraud by the Company and no material fraud on the Company has been noticed or reported during the year.
- (b) No report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and upto the date of this report.

- (c) According to the explanation and information given to us, there were no whistle-blower complaints received by the company during the year.
- xii) This Company not being a Nidhi Company, the paragraph 3(xii) of the Order is not applicable.
- xiii). In our opinion, the Company is in compliance with Section 177 and 188 of the Companies Act, 2013 with respect to applicable transactions with the related parties and the details of related party transactions have been disclosed in the standalone financial statements as required by the applicable accounting standards.
- xiv. (a) In our opinion the Company has an adequate internal audit system commensurate with the size and the nature of its business.
- (b) The reports of the Internal Auditor for the year under audit were considered by us as part of our audit procedure.
- xv. In our opinion during the year the Company has not entered into any non-cash transactions with its Directors or persons connected with its directors. and hence provisions of section 192 of the Companies Act, 2013 are not applicable to the Company.
- xvi. (a) In our opinion, the Company is not required to be registered under section 45- IA of the Reserve Bank of India Act, 1934. Hence, reporting under clause 3(xvi)(a), (b) and (c) of the Order is not applicable.
- (b) In our opinion, there is no core investment company within the Group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016) and accordingly reporting under clause 3(xvi)(d) of the Order is not applicable.
- xvii. The Company has not incurred cash losses during the financial year covered by our audit and the immediately preceding financial year.
- xviii. There has been no resignation of the statutory auditors of the Company during the year.
- xix. On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from

the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.

xx (a) There are no unspent amounts towards Corporate Social Responsibility

(CSR) on other than ongoing projects requiring a transfer to a Fund specified in Schedule VII to the Companies Act in compliance with second proviso to sub-section (5) of Section 135 of the said Act. Accordingly, reporting under clause 3(xx)(a) of the Order is not applicable for the year.

(b) According to the information and explanation given to us, there are no amount remaining unspent under sub-section (5) of Section 135 of the act, pursuant to any ongoing project, to be transferred to special account in compliance with provision of sub-section (6) of Section 135 of the act.

Place : Chennai.  
Date : 22/06/2023

For RAMESH SUBRAMANIAM & CO  
CHARTERED ACCOUNTANTS  
FRN : 006596S

Sd/-  
LALITHA MURALI  
PARTNER  
MEMBERSHIP NO: 201094  
UDIN : 23201094BGZJUR3430

**Annexure - B : 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 **M/S TAMIL NADU URBAN INFRASTRUCTURE FINANCIAL SERVICES LIMITED** as on 31<sup>st</sup> March 2023 in conjunction with our Audit of the Standalone financial statements of the Company for the year ended on that date.

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

The company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India (ICAI). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to 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") issued by the ICAI 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 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 authorizations of management and directors of the company; and
- (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

### **Inherent Limitations of Internal Financial Controls 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 March 31, 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.

Place : Chennai.  
Date : 22/06/2023

For RAMESH SUBRAMANIAM & CO  
CHARTERED ACCOUNTANTS  
FRN : 006596S

Sd/-  
LALITHA MURALI  
PARTNER  
MEMBERSHIP NO: 201094  
UDIN:23201094BGZJUR3430

**TAMIL NADU URBAN INFRASTRUCTURE FINANCIAL SERVICES LIMITED**

Registered Office: No.19, T.P.Scheme Road, R.A.Puram, Chennai 600 028

**BALANCE SHEET AS AT 31<sup>st</sup> MARCH 2023**

Particulars	Note No.	As at 31.03.2023	As at 31.03.2022
		(₹in Lakhs)	
<b>I. EQUITY AND LIABILITIES</b>			
<b>Shareholders' Funds</b>			
a.Share Capital	3	100.07	100.07
b.Reserves & Surplus	4	5,316.11	4,859.91
<b>Non Current Liabilities</b>			
a.Long Term Borrowings		0	0
b.Deferred Tax Liabilities (Net)		0	0
c.Other Long Term Liabilities		0	0
d.Long Term Provisions	5	159.75	115.90
<b>Current Liabilities</b>			
a. Short Term Borrowings		0	0
b.Trade Payables	6	0	0
c.Other Current Liabilities	7	100.86	81.15
d. Short Term Provisions	8	184.69	162.25
<b>Total</b>		<b>5,861.48</b>	<b>5,319.28</b>
<b>II. ASSETS</b>			
<b>1.Non Current Assets</b>			
<b>a. Property, Plant &amp;Equipment and Intangible Assets</b>			
i. Property, Plant & Equipment	9	21.86	30.09
ii. Intangible Assets		0	0
iii. Capital work in progress		0	0
b. Non Current Investments	10	2,855.60	4,442.97
c. Deferred Tax Asset (Net)	20.7	52.54	48.68
d.Long-term Loans and Advances		0	0
e.Other Non-current Assets		0	0
<b>2.Current Assets</b>			
a. Current investment	11	1,687.37	0
b. Inventories		0	0
c. Trade Receivables	12	0	0.36
d.Cash and Cash equivalents	13	479.64	372.31
e.Short Term Loans and Advances	14	7.90	11.41
f.Other Current Assets	15	756.57	413.46
<b>Total</b>		<b>5,861.48</b>	<b>5,319.28</b>
Notes including Significant Accounting Policies	1 to 25		

The Notes referred above form an integral part of the Financial Statements

In terms of our report of even date annexed

For Ramesh Subramaniam &Co.

Chartered Accountants

Firm Reg. No. 006596S

For and on behalf of the Board of Directors

Sd/-

Lalitha Murali

Partner

Membership No. 201094

Sd/-

P. Ponniah, IAS

Director

DIN No.09209271

Sd/-

S. Vijayakumar, IAS

Chairman &

Managing Director

DIN No.01764064

Sd/-

A.Jayaraman

Senior Vice President & Company Secretary

Place : Chennai

Date :22.06.2023

**TAMIL NADU URBAN INFRASTRUCTURE FINANCIAL SERVICES LIMITED**

Registered Office: No.19, T.P.Scheme Road, R.A.Puram, Chennai 600 028

**STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2023**

Particulars	Note No.	For the Year ended 31.03.2023	For the Year ended 31.03.2022
		<b>(₹in Lakhs)</b>	
<b>I. Revenue from Operations</b>	16	994.94	792.34
<b>II. Other Income</b>	17	389.79	370.40
<b>III. Total Income (I+II)</b>		<b>1,384.73</b>	<b>1,162.74</b>
<b>IV. Expenses</b>			
Employee Benefits	18	579.46	458.85
Finance Cost		0	0
Depreciation and amortization Expenses	9	16.64	15.60
Other Expenses	19	146.40	119.09
<b>Total Expenses</b>		<b>742.50</b>	<b>593.54</b>
<b>V. Profit Before Exceptional and Extraordinary Items and Tax (III - IV)</b>		<b>642.23</b>	<b>569.20</b>
<b>VI. Exceptional Items</b>		<b>0</b>	<b>0</b>
<b>VII. Profit Before Extraordinary Items and Tax (V - VI)</b>		<b>642.23</b>	<b>569.20</b>
<b>VIII. Extraordinary Items</b>		<b>0</b>	<b>0</b>
<b>IX. Profit Before Tax (VII - VIII)</b>		<b>642.23</b>	<b>569.20</b>
<b>X. Tax Expense</b>			
1. Current Tax		175.57	157.14
2. Prior Years Tax		(15.70)	1.18
3. Deferred Tax		(3.86)	5.32
<b>XI. Profit for the year from continuing operations (IX-X)</b>		<b>486.22</b>	<b>405.56</b>
<b>XII. Earnings Per Share (Basic &amp; Diluted) in ₹</b>	20.6	<b>48.59</b>	<b>40.53</b>
Notes including Significant Accounting Policies	1 to 25		

The Notes referred above form an integral part of the Financial Statements  
In terms of our report of even date annexed

For Ramesh Subramaniam & Co.  
Chartered Accountants  
Firm Reg. No. 006596S

For and on behalf of the Board of Directors

Sd/-  
Lalitha Murali  
Partner  
Membership No. 201094

Sd/-  
P.Ponniah, IAS  
Director  
DIN No.09209271

Sd/-  
S. Vijayakumar, IAS  
Chairman &  
Managing Director  
DIN No.017664064

Place : Chennai  
Date :22.06.2023

Sd/-  
A. Jayaraman  
Senior Vice President & Company Secretary



**TAMIL NADU URBAN INFRASTRUCTURE FINANCIAL SERVICES LIMITED**

Registered Office: No.19, T.P.Scheme Road, R.A.Puram, Chennai 600 028

**CASH FLOW STATEMENT FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2023**

	Particulars	For the Year ended 31.03.2023	For the Year ended 31.03.2022
		<b>(₹in Lakhs)</b>	
<b>A.</b>	<b>Cash flow From Operating Activities</b>		
	Profit before Tax	642.23	569.20
	Add: Bad debts written off	0.36	0
	Depreciation	16.64	15.60
	Loss / (Profit) on sale of Property, Plant & Equipment	0.02	(2.59)
	Less: Interest Received	(389.76)	(367.81)
	<b>Operating Profit before Working Capital Changes</b>	<b>269.49</b>	<b>214.40</b>
	Adjustments for		
	Add: Increase in Current Liabilities and Decrease in Current Assets	67.58	(69.46)
	Less: Increase in Current Assets and Decrease in Current Liabilities	(303.89)	95.30
	<b>Cash Generated from Operations</b>	<b>33.18</b>	<b>240.24</b>
	Add: Income Tax Refund Received	0.37	0
	Less: Income Tax paid	(177.53)	(182.77)
	<b>Net Cash from Operating Activities (A)</b>	<b>(143.98)</b>	<b>57.47</b>
<b>B.</b>	<b>Cash flow from Investing Activities</b>		
	Interest Received	389.76	367.80
	Sale of Property, Plant & Equipment	0.02	2.88
	Purchase of Property, Plant & Equipment	(8.45)	(28.61)
	Less: Increase in Deposits and Loans & Advances	(100.00)	(184.80)
	<b>Net Cash From Investing Activities (B)</b>	<b>281.33</b>	<b>157.27</b>
<b>C.</b>	<b>Cash Flow from Financing Activities</b>		
	Dividend Paid	(30.02)	(30.02)
	<b>Net Cash from Financing Activities (C)</b>	<b>(30.02)</b>	<b>(30.02)</b>
<b>D.</b>	<b>Net Increase in Cash and Cash Equivalents (A+B+C)</b>	<b>107.33</b>	<b>184.72</b>
	Cash and Cash equivalents at the beginning of the Accounting period	372.31	187.59
	<b>Cash and Cash equivalent at the end of the Accounting period</b>	<b>479.64</b>	<b>372.31</b>

**Notes including Significant Accounting Policies 1 to 25**

The Notes referred above form an integral part of the Financial Statements  
In terms of our report of even date annexed

**For Ramesh Subramaniam & Co.**  
Chartered Accountants  
Firm Reg. No. 006596S

Sd/-  
**Lalitha Murali**  
Partner  
Membership No. 201094

**For and on behalf of the Board of Directors**

Sd/-  
**P.Ponniah, IAS**  
Director  
DIN No.09209271

Sd/-  
**S. Vijayakumar, IAS**  
Chairman &  
Managing Director  
DIN No.01764064

Sd/-

**A.Jayaraman**

**Senior Vice President & Company Secretary**

Place : Chennai  
Date :22.06.2023

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**TAMIL NADU URBAN INFRASTRUCTURE FINANCIAL SERVICES LIMITED**

Registered Office: No.19, T.P.Scheme Road, R.A.Puram, Chennai 600 028

**Notes forming part of the financial statements for the year ended 31<sup>st</sup> March 2023**

**Note 1: Corporate Information:**

The Company has been providing fund management and other services to Tamil Nadu Urban Development Fund, Water and Sanitation Pooled Fund and various Government Grant Funds/entities. The services include project development, project appraisal, project management, resource mobilization, financial advisory, fund management etc.

**Note 2: Significant Accounting Policies:**

(a) Basis of Accounting

The financial statements have been prepared under the historical cost convention on an accrual basis and in accordance with applicable Accounting Standards issued by the Institute of Chartered Accountants of India and the relevant provisions of the Companies Act, 2013.

(b) Property, Plant & Equipment

Property, Plant & Equipment are stated at actual cost less accumulated depreciation and impairment loss, if any. Cost comprises of the purchase price and any attributable cost of bringing the assets to working condition for its intended use.

(c) Depreciation

Depreciation on Property, Plant & Equipment is provided on the basis of the Written Down Value method based on the rates arrived at after considering the useful life specifies in Schedule II of the Companies Act, 2013.

(d) Investments

Current Investments are valued at lower of cost or market value. Long-term investments are usually carried at cost.

(e) Management and Other Fees

Management and other fees are recognized as per contractual obligations on project basis with institutions whose funds are being monitored by the company.

(f) Employee Retirement Benefits

Defined Contribution Plans:

Contributions to Employees Provident Fund are deposited with the Employees' Provident Fund Organization and the Company's contribution to the Fund is charged to Profit and Loss Account each year.

**TAMIL NADU URBAN INFRASTRUCTURE FINANCIAL SERVICES LIMITED**

Registered Office: No.19, T.P.Scheme Road, R.A.Puram, Chennai 600 028

**Notes forming part of the financial statements for the year ended 31<sup>st</sup> March 2023**

Defined Benefit Plans:

The Company has covered its Gratuity and Superannuation liabilities with the Life Insurance Corporation of India (LIC) and the premium paid to LIC is charged to Profit and Loss Account. The premium amount in the case of Gratuity is determined on the basis of the actuarial valuation done by independent valuer as per AS15 (Revised).

Other Long-Term Employee Benefits:

The liability on account of Leave Encashment by the employees is provided based on actuarial valuation done each year.

(g) Impairment of Assets:

Property, Plant & Equipment are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount of the assets may not be recoverable. Recoverability of assets is measured in line with the relevant Accounting Standard.

(h) Taxes on Income:

Current Tax is determined based on the amount of tax payable in respect of taxable income for the year. Deferred Tax is recognized on timing differences, being the difference between taxable income and the accounting income that originate in one year. Deferred Tax Assets and Liabilities are computed on the timing differences applying the tax rate and tax laws that have been enacted by the balance sheet date. Deferred Tax Assets arising on account of unabsorbed depreciation or carry forward of tax losses are recognized only to the extent that there is virtual certainty supported by convincing evidence that sufficient future taxable income will be available against which such deferred tax assets can be realized.

(i) Provisions, Contingent Liability & Contingent Assets:

Provisions are recognized when there is a present obligation as result of a past event and it is probable that outflows will be required to settle the obligation, which can be reliably estimated.

Contingent liabilities are disclosed after an evaluation of the fact and legal aspects of the matter involved. Contingent assets are neither recognized nor disclosed.

(j) Preliminary Expenses:

Preliminary expenses incurred by the company are fully written off in the first accounting period.

**TAMIL NADU URBAN INFRASTRUCTURE FINANCIAL SERVICES LIMITED**

Registered Office: No.19, T.P.Scheme Road, R.A.Puram, Chennai 600 028

Notes forming part of the financial statements for the year ended 31<sup>st</sup> March 2023

**Note3: Share Capital**

Particulars	As at 31 <sup>st</sup> March 2023		As at 31 <sup>st</sup> March, 2022	
	No. of Shares	(₹in Lakhs)	No. of Shares	(₹in Lakhs)
<b>(a) Authorised</b> Equity shares of ₹10 each with voting rights	20,00,000	200.00	20,00,000	200.00
<b>(b) Issued, Subscribed and Fully paid-up</b>				
Equity shares of ₹10 each with voting rights	10,00,700	100.07	10,00,700	100.07
<b>(c) Equity Reconciliation</b>				
Particulars	Opening Balance as on 01.04.2022	Fresh issue	Closing Balance as on 31.03.2023	
<b>Equity shares with voting rights</b>				
Year ended 31 <sup>st</sup> March, 2023				
- Number of shares(Face Value of ₹10 each)	10,00,700	0		10,00,700
- Amount (₹in lakhs)	100.07	0		100.07
Year ended 31 <sup>st</sup> March, 2022				
- Number of shares (Face Value of ₹10 each)	10,00,700	0		10,00,700
- Amount (₹in lakhs)	100.07	0		100.07
<b>(d) Details of shares held by each shareholder holding more than 5% shares:</b>				
Class of shares / Name of shareholder	As at 31 <sup>st</sup> March, 2023		As at 31 <sup>st</sup> March, 2022	
	Number of shares held	% holding in that class of shares	Number of shares held	% holding in that class of shares
<b>Equity shares with voting rights</b>				
Government of Tamil Nadu	490000	48.97%	490000	48.97%
ICICI Bank Ltd	189986	18.99%	189986	18.99%
IL&FS Financial Services Ltd.	170014	16.99%	170014	16.99%
Housing Development Finance Corporation Ltd	150000	14.99%	150000	14.99%
<b>(e) Shareholding of Promoters:</b>				
There is no change in the Shareholding of the Promoters during the Current Financial Year 2022-23. The Shareholding remains the same as per Note 3 (d) above.				

**TAMIL NADU URBAN INFRASTRUCTURE FINANCIAL SERVICES LIMITED**

Registered Office: No.19, T.P.Scheme Road, R.A.Puram, Chennai 600 028

**Notes forming part of the financial statements for the year ended 31<sup>st</sup> March 2023**

Particulars	As at 31 <sup>st</sup> March, 2023	As at 31 <sup>st</sup> March, 2022
	(₹ in Lakhs)	
<b>Note 4: Reserves and Surplus</b>		
(a) General reserve		
Opening balance	549.10	508.54
Add: Transferred from surplus in Statement of Profit and Loss	48.62	40.56
<b>Closing balance (a)</b>	<b>597.72</b>	<b>549.10</b>
(b) Surplus in Statement of Profit and Loss		
Opening balance	4,310.81	3,975.83
Add: Profit for the year	486.22	405.56
	4,797.03	4,381.39
Less: Dividends distributed (Equity shareholders @ ₹ 3 per share)	30.02	30.02
Transferred to General reserve	48.62	40.56
<b>Closing balance (b)</b>	<b>4,718.39</b>	<b>4,310.81</b>
<b>Total (a + b)</b>	<b>5,316.11</b>	<b>4,859.91</b>
<b>Note 5: Long Term Provisions</b>		
Provision for employee benefits:		
Provision for earned leave	144.77	115.09
Provision for gratuity	14.98	0.81
<b>Total</b>	<b>159.75</b>	<b>115.90</b>
<b>Note 6: Trade Payables</b>		
(i) Due to Micro and Small Enterprises	0	0
(ii) Due to Others	0	0
<b>Total</b>	<b>0</b>	<b>0</b>

Ageing for Trade payables							
Particulars	FY	Not due	< 1 Year	1- 2 Years	2-3 Years	More than 3 Years	Total
(i) Micro and Small Enterprises (MSME)	2022-23	-	-	-	-	-	-
	2021-22	-	-	-	-	-	-
(ii) Others	2022-23	-	-	-	-	-	-
	2021-22	-	-	-	-	-	-
(iii) Disputed Dues (MSME)	2022-23	-	-	-	-	-	-
	2021-22	-	-	-	-	-	-
(iv) Disputed Dues (Others)	2022-23	-	-	-	-	-	-
	2021-22	-	-	-	-	-	-
<b>Total (i to iv)</b>	<b>2022-23</b>	-	-	-	-	-	-
	<b>2021-22</b>	-	-	-	-	-	-

**TAMIL NADU URBAN INFRASTRUCTURE FINANCIAL SERVICES LIMITED**

Registered Office: No.19, T.P.Scheme Road, R.A.Puram, Chennai 600 028

**Notes forming part of the financial statements for the year ended 31<sup>st</sup> March 2023**

Particulars	As at 31 <sup>st</sup> March, 2023	As at 31 <sup>st</sup> March, 2022
	(₹in Lakhs)	
<b>Note 7: Other Current Liabilities</b>		
Other payables		
(i) Statutory remittances	44.84	33.59
(ii) Outstanding expenses	54.77	46.31
(iii) Others	1.25	1.25
<b>Total</b>	<b>100.86</b>	<b>81.15</b>
<b>Note 8: Short-term Provisions</b>		
(a) Provision for employee benefits		
(i) Provision for earned leave	9.12	5.11
(ii) Others:	0	0
(b) Provision others		
(i) Provision for income tax (Current year)	175.57	157.14
(ii) Provision for income tax (Prior years net of tax paid)	0	0
<b>Total</b>	<b>184.69</b>	<b>162.25</b>

**Note 9 (a): Property, Plant & Equipment- Current financial year 2022-23**

(₹in Lakhs)

Property, Equipment	Plant & Software's	Office Equipment	Furniture & Fixtures	Vehicles	Solar Energy System	Total
<b>Gross Block</b>						
Gross Block as at 01.04.2022	28.19	38.52	29.90	80.19	18.42	195.22
Additions during the year	8.23	0.22	0	0	0	8.45
Deductions during the year	3.71	0.71	0	0	0	4.42
<b>Gross Block as at 31.03.2023</b>	<b>32.71</b>	<b>38.03</b>	<b>29.90</b>	<b>80.19</b>	<b>18.42</b>	<b>199.25</b>
<b>Depreciation</b>						
Accumulated depreciation as at 01.04.2022	23.50	35.99	28.61	60.13	16.90	165.13
Depreciation for the year	5.18	1.46	0.44	8.74	0.82	16.64
Less: Depreciation on assets sold or written off during the year	3.67	0.71	0	0	0	4.38
<b>Accumulated depreciation as at 31.03.2023</b>	<b>25.01</b>	<b>36.74</b>	<b>29.05</b>	<b>68.87</b>	<b>17.72</b>	<b>177.39</b>
<b>Net Block</b>						
<b>Net block as at 31.03.2023</b>	<b>7.70</b>	<b>1.29</b>	<b>0.85</b>	<b>11.32</b>	<b>0.70</b>	<b>21.86</b>

**TAMIL NADU URBAN INFRASTRUCTURE FINANCIAL SERVICES LIMITED**

Registered Office: No.19, T.P.Scheme Road, R.A.Puram, Chennai 600 028

Notes forming part of the financial statements for the year ended 31<sup>st</sup> March 2023

**Note 9 (b): Property, Plant & Equipment - Previous financial year 2021-22**

(₹in Lakhs)

Property, Plant & Equipment	Computer & Software's	Office Equipment	Furniture & Fixtures	Vehicles	Solar Energy System	Total
<b>Gross Block</b>						
Gross Block as at 01.04.2021	32.25	39.14	37.30	68.31	18.42	195.42
Additions during the year	4.25	2.23	0.05	22.08	0	28.61
Deductions during the year	8.31	2.85	7.45	10.20	0	28.81
<b>Gross Block as at 31.03.2022</b>	<b>28.19</b>	<b>38.52</b>	<b>29.90</b>	<b>80.19</b>	<b>18.42</b>	<b>195.22</b>
<b>Depreciation</b>						
Accumulated depreciation as at 01.04.2021	29.39	36.68	35.31	61.53	15.14	178.05
Depreciation for the year	2.35	2.13	0.67	8.69	1.76	15.60
Less: Depreciation on assets sold or written off during the year	8.24	2.82	7.37	10.09	0	28.52
<b>Accumulated depreciation as at 31.03.2022</b>	<b>23.50</b>	<b>35.99</b>	<b>28.61</b>	<b>60.13</b>	<b>16.90</b>	<b>165.13</b>
<b>Net Block</b>						
<b>Net block as at 31.03.2022</b>	<b>4.69</b>	<b>2.53</b>	<b>1.29</b>	<b>20.06</b>	<b>1.52</b>	<b>30.09</b>

Particulars	As at 31 <sup>st</sup> March, 2023	As at 31 <sup>st</sup> March, 2022
	(₹in Lakhs)	
<b>Note 10: Other Non-current Investments</b>		
Investments (At cost):		
a. Trade Investment	0	0
b. Other investments		
(i) Investment in bonds(8.25%, 12-years Unsecured Redeemable Non- Convertible taxable pooled bonds of Rs.10,00,000/- each in May 2017) of Water and Sanitation Pooled Fund (50 numbers) (unquoted)	500.00	500.00
(ii) Deposits (with more than 12 months maturity)with companies- Tamil Nadu Power Finance and Infrastructure Development Corporation Limited	2,355.60	3,942.97
<b>Total</b>	<b>2,855.60</b>	<b>4,442.97</b>
<b>Note 11: Current Investments</b>		
Deposits (with less than 12 months maturity) with companies – Tamil Nadu Power Finance and Infrastructure Development Corporation Limited	1,687.37	0
<b>Total</b>	<b>1,687.37</b>	<b>0</b>

**TAMIL NADU URBAN INFRASTRUCTURE FINANCIAL SERVICES LIMITED**

Registered Office: No.19, T.P.Scheme Road, R.A.Puram, Chennai 600 028

**Notes forming part of the financial statements for the year ended 31<sup>st</sup> March 2023**

Particulars	As at 31st March, 2023	As at 31st March, 2022
	(₹in Lakhs)	
<b>Note 12: Trade Receivable</b>		
Trade receivables outstanding for a period exceeding six months from the date they were due for payment		
Undisputed, considered doubtful (2-3 Years)	0	0.36
Other Trade receivables	0	0
Undisputed, considered good	0	0
<b>Total</b>	<b>0</b>	<b>0.36</b>

**Ageing for Trade Receivables**

Particulars	FY	Not Due	< 1 Year	1- 2 Years	2-3 Years	More than 3 Years	Total
(i) Micro and Small Enterprises (MSME)	2022-23	-		-	-	-	-
	2021-22	-		-	-	-	-
(ii) Others	2022-23	-	-	-	-	-	-
	2021-22	-	-	-	0.36	-	0.36
(iii) Disputed Dues (MSME)	2022-23	-	-	-	-	-	-
	2021-22	-	-	-	-	-	-
(iv) Disputed Dues (Others)	2022-23	-	-	-	-	-	-
	2021-22	-	-	-	-	-	-
<b>Total (i to iv)</b>	<b>2022-23</b>	-	-	-	-	-	-
	<b>2021-22</b>	-	-	-	<b>0.36</b>	-	<b>0.36</b>

Particulars	As at 31st March, 2023	As at 31st March, 2022
	(₹in Lakhs)	
<b>Note 13: Cash and Cash Equivalents</b>		
(a) Balances with Banks		
(i) Current Account	119.54	142.31
(ii) Cash Credit Account	0	0
(iii) Deposits (with less than 12 months maturity)	360.10	230.00
(b) Cheques on hand	0	0
(c) Cash on hand	0	0
(d) Other bank balances		
(i) Deposits (with more than 12 months maturity)	0	0
(ii) Unpaid dividend	0	0
(iii) Deposits held as margin money against bank guarantee and other commitments	0	0
<b>Total</b>	<b>479.64</b>	<b>372.31</b>



**TAMIL NADU URBAN INFRASTRUCTURE FINANCIAL SERVICES LIMITED**

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**Notes forming part of the financial statements for the year ended 31<sup>st</sup> March 2023**

Particulars	As at 31 <sup>st</sup> March, 2023	As at 31 <sup>st</sup> March, 2022
	(₹in Lakhs)	
<b>Note 14: Short-term Loans and Advances</b>		
(a) Loans and advances to related parties	0	0
(b) Security deposits - 'Unsecured, considered good'		
(i) Telephone Deposit	0.09	0.09
(ii) NSDL Deposit	0.10	0.10
(c) Loans and advances to employees - 'Unsecured, considered good'		
(i) Festival Advance	5.09	8.60
(ii) Travelling and other advances	2.07	2.62
(d) Others - 'Unsecured, considered good'	0.55	0
<b>Total</b>	<b>7.90</b>	<b>11.41</b>
<b>Note 15 Other Current Assets</b>		
(a) Accruals		
(i) Interest accrued on deposits	508.90	202.09
(ii) Interest accrued on investments	36.05	36.05
(b) Prepaid expenses	4.27	3.69
(c) Others: Advance tax and TDS		
(i) Current financial year	177.53	167.00
(ii) Prior years (net of provisions -refund due)	29.82	4.63
<b>Total</b>	<b>756.57</b>	<b>413.46</b>
Particulars	For the year ended 31 <sup>st</sup> March, 2023	For the year ended 31 <sup>st</sup> March, 2022
	(₹in Lakhs)	
<b>Note 16: Revenue from Operations</b>		
<b>Sale of Services - Revenue from Operations</b>		
Appraisal fees	631.65	448.93
Supervision & recovery fees	355.28	340.35
Treasury Management Fees	4.01	3.06
Professional fees	4.00	0
<b>Total</b>	<b>994.94</b>	<b>792.34</b>

**TAMIL NADU URBAN INFRASTRUCTURE FINANCIAL SERVICES LIMITED**

Registered Office: No.19, T.P.Scheme Road, R.A.Puram, Chennai 600 028

**Notes forming part of the financial statements for the year ended 31<sup>st</sup> March 2023**

Particulars	For the year ended 31 <sup>st</sup> March, 2023	For the year ended 31 <sup>st</sup> March, 2022
	(₹in Lakhs)	
<b>Note 17: Other Income</b>		
<b>(a) Interest Income</b>		
On Investments	41.25	41.25
On Term Deposits	348.52	326.56
<b>(b) Other non-operating income</b>		
Profit on sale of Fixed Assets	0	2.59
Miscellaneous Income	0.02	0
<b>Total</b>	<b>389.79</b>	<b>370.40</b>
<b>Note 18: Employee Benefits</b>		
Salaries and wages	499.72	401.99
Contributions to provident and other funds	76.50	53.94
Staff welfare expenses	3.24	2.92
<b>Total</b>	<b>579.46</b>	<b>458.85</b>
<b>Note 19: Other Expenses</b>		
Rent	37.63	35.83
Electricity	7.85	3.03
Repairs and maintenance - Others	4.18	3.62
Insurance	1.65	1.90
Rates and taxes	0.24	0.31
Communication	5.29	5.39
Travelling and conveyance	40.74	22.23
Printing and stationery	3.49	2.20
Legal and professional charges	1.15	1.13
Payments to auditors - Audit fees	0.90	0.80
- Tax audit fees	0.25	0.20
Office Expenses	15.50	16.91
Advertisement	2.92	1.11
Directors sitting fees	3.90	4.95
Security Charges	3.22	3.14
Loss on sale of Fixed Assets / written off	0.02	0
CSR Expenses	13.49	13.50
Amount written off	0.36	0
Miscellaneous expenses	3.62	2.84
<b>Total</b>	<b>146.40</b>	<b>119.09</b>

**TAMIL NADU URBAN INFRASTRUCTURE FINANCIAL SERVICES LIMITED**

Registered Office: No.19, T.P.Scheme Road, R.A.Puram, Chennai 600 028

**Notes forming part of the financial statements for the year ended 31<sup>st</sup> March 2023**

**Note 20: Additional information to the financial statements**

Particulars	As at 31 <sup>st</sup> March, 2023	As at 31 <sup>st</sup> March, 2022
	(₹in Lakhs)	
<b>20.1 Contingent liabilities and commitments (to the extent not provided for)</b>	0	0
<b>20.2 Amount due to MSME Units</b>	0	0

**Employee benefit plans**

**20.3: Defined contribution plans**

The Company makes Provident Fund contributions to defined contribution plans for qualifying employees. The contribution to the fund is charged to Profit and Loss Account.

**20.4: Defined benefit plans**

The Company offers Gratuity, Leave Encashment and Superannuation to its employees.

The Company is maintaining a Gratuity Fund under the name 'TNUIFSL-Employees' Group Gratuity Fund', administered by trustees and managed by Life Insurance Corporation of India (LIC). The contributions towards Gratuity are remitted directly to LIC during the financial year 2022-23 and through Gratuity Fund from the financial year 2023-24.

**20.5: The following table sets out the funded status of the defined benefit schemes and the amount recognized in the financial statements:**

The Company has defined benefit scheme in the form of gratuity to employees. Contribution to gratuity is made to Life Insurance Corporation of India (LIC) through the Gratuity Fund. The contribution to gratuity fund is based on the present value of obligation as determined by Actual Valuation Disclosure as per AS 15, 2005(Revised). The disclosure under AS -15 (Revised) in this regard is given hereunder:

Particulars	₹In lakhs	
	As at 31 <sup>st</sup> March, 2023	As at 31 <sup>st</sup> March, 2022
<b>a. Changes in present value of obligation</b>		
Present Value of Obligations – opening balance	192.60	180.53
Interest Cost	13.70	12.80
Current Service Cost	13.11	10.26
Benefits paid	(3.15)	0
Actuarial gain/(loss) on obligations	1.13	(10.99)
Present Value of Obligations – closing balance	217.39	192.60
<b>b. Changes in fair value of plan assets</b>		
Fair Value of plan assets – opening balance	191.79	151.65
Expected return on plan assets	13.69	11.80
Contributions	1.57	29.48
Benefits Paid	(3.15)	0
Actuarial gain/(loss) on plan assets	(1.49)	(1.14)
Fair value of plan assets – closing balance	202.41	191.79

**TAMIL NADU URBAN INFRASTRUCTURE FINANCIAL SERVICES LIMITED**

Registered Office: No.19, T.P.Scheme Road, R.A.Puram, Chennai 600 028

**Notes forming part of the financial statements for the year ended 31<sup>st</sup> March 2023**

c. Reconciliation of present value of obligation and fair value of plan assets

₹ In lakhs

Particulars	As at 31 <sup>st</sup> March, 2023	As at 31 <sup>st</sup> March, 2022
Present Value of Obligations as at the end of the year	217.39	192.60
Fair value of plan assets at the end of the year	202.41	191.79
Liability recognized in the Balance Sheet	14.98	0.81

d. Principal Assumptions used in determining post-employment benefit.

Particulars	As at 31 <sup>st</sup> March, 2023	As at 31 <sup>st</sup> March, 2022
Discount Rate	7.32%	7.17%
Salary Escalation	12.00%	12.00%

e. Investment details of plan assets

Gratuity liability as on 31.03.2023 is ₹217.39lakhs. Of which ₹202.41 lakhs are lying in the Gratuity fund administered through Life Insurance Corporation of India under its Group Gratuity Scheme and the balance liability of ₹14.98 lakhs is recognized in the books of accounts of the company.

**20.6: Earnings Per Share**

Particulars	As at 31 <sup>st</sup> March, 2023	As at 31 <sup>st</sup> March, 2022
Profit After Tax(₹in Lakhs)	486.22	405.56
Number of Equity Shares	1000700	1000700
Earning Per Share		
Basic (in ₹)	48.59	40.53
Diluted (in ₹)	48.59	40.53

**20.7: DeferredTax Asset (Net)**

Particulars	As at 31 <sup>st</sup> March, 2023	As at 31 <sup>st</sup> March, 2022
	(₹in Lakhs)	
<b>Deferred tax arising out of -</b>		
(i) Depreciation	13.80	15.24
(ii) Employee Benefits	38.74	33.44
	<b>52.54</b>	<b>48.68</b>

Note	Particulars	As at 31 <sup>st</sup> March, 2023	As at 31 <sup>st</sup> March, 2022
		(₹in Lakhs)	
20.8	Expenditure in foreign currency	0	0
20.9	Earnings in foreign currency	0	0

**TAMIL NADU URBAN INFRASTRUCTURE FINANCIAL SERVICES LIMITED**

Registered Office: No.19, T.P.Scheme Road, R.A.Puram, Chennai 600 028

Notes forming part of the financial statements for the year ended 31<sup>st</sup> March 2023**21. Financial Ratios:**

Ratios	Unit	FY 2022-23	FY 2021-22	Change %	Reasons for Change (>25%)
Current Ratio (Current Assets / Current Liabilities)	Times	10.38	2.85	264	Deposits placed for 3 years, will be matured in next 12 months
Debt-Equity Ratio (Total Debt/Shareholders Equity)	Times	NA	NA	NA	NA
Debt-Service Coverage Ratio (Earnings Available for Debt Service/ Debt Service.	Times	NA	NA	NA	NA
Return on Equity Ratio (Net Profit after Tax / Average of Shareholders Equity)	Percentage	9.37	8.50	10	NA
Inventory Turnover Ratio (Sales / Average Inventory)	Times	NA	NA	NA	NA
Trade Receivable Turnover Ratio (Revenue from Operation / Average Accounts Receivable)	Times	Nil	Nil	Nil	Nil
Trade Payables Turnover Ratio (Purchases / Average Trade Payables)	Times	NA	NA	NA	NA
Net Capital Turnover Ratio (Revenue from Operation / Working Capital)	Times	0.38	1.43	(73)	Increase in revenue from operation and working capital
Net Profit Ratio (Net Profit /Revenue from Operation)	Percentage	48.87	51.19	(4)	NA
Return on Capital Employed (Earnings Before Interest & Taxes / Capital Employed)	Percentage	11.86	11.48	3	NA
Return on Investment (Interest Income / Investments Generating Interest Income)	Percentage	8.68	8.45	3	NA

**TAMIL NADU URBAN INFRASTRUCTURE FINANCIAL SERVICES LIMITED**

Registered Office: No.19, T.P.Scheme Road, R.A.Puram, Chennai 600 028

**Notes forming part of the financial statements for the year ended 31<sup>st</sup> March 2023**

**Note 22: Proposed Dividend**

The Board of Directors has recommended a dividend of ₹3/- per share (30% on paid-up equity share capital) for the year ended 31st March 2023 (previous year ₹3/- per share - 30% on paid-up equity share capital), subject to the approval of the shareholders at the ensuing Annual General Meeting. In accordance with revised "Accounting Standards (AS) 4 - Contingencies and Events Occurring After the Balance Sheet Date notified by the Ministry of Corporate Affairs (MCA) Notification No.216 dated 30.03.2016, the proposed dividend amounting to ₹30.02 lakhs has not been shown as an appropriation from statement of profit & loss as of March 31, 2023 and consequently not reported the same under Other Liabilities and Provisions as of March 31, 2023.

**Note 23: Revenue from Operations**

The Company has been providing fund management and other services to Tamil Nadu Urban Development Fund, Water and Sanitation Pooled Fund and various Government Grant Funds/entities. The details of fees collected are furnished below:

<b>Nature of transaction</b>	<b>For the year ended 31.03.2023</b>	<b>For the year ended 31.03.2022</b>
	(₹in Lakhs)	
Tamil Nadu Urban Development Fund	475.56	423.61
Water and Sanitation Pooled Fund	23.39	26.71
Project Sustainability Grant Fund	421.85	278.74
Project Development Grant Fund	54.91	41.72
Tamil Nadu Urban Road Infrastructure Fund	7.14	3.60
Chennai Mega City Development Fund	8.09	17.96
Chennai Metropolitan Development Authority	4.00	0
<b>Total</b>	<b>994.94</b>	<b>792.34</b>
GST on the above	179.10	143.10

**Note 24: Regulatory Disclosures**

i. The Company does not hold any immovable property for which title deeds are not in the name of the Company.

ii. The Company has not revalued its property, plant and equipment during the current financial year 2022-23.

iii. The Company has not advanced any loans or advances during the current financial year 2022-23 to Promoters, KMPs, Directors and Related Parties (as defined under Companies Act 2013).

iv. The Company does not hold any capital works-in-progress as on 31.03.2023.

v. The Company does not hold any intangible assets under development as on 31.03.2023.

**TAMIL NADU URBAN INFRASTRUCTURE FINANCIAL SERVICES LIMITED**

Registered Office: No.19, T.P.Scheme Road, R.A.Puram, Chennai 600 028

**Notes forming part of the financial statements for the year ended 31<sup>st</sup> March 2023**

vi. No Proceedings have been initiated or pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and the rules made thereunder.

vii. The Company has not availed any borrowings from banks or financial institutions based on the security of current assets.

viii. The Company has not been declared as a willful defaulter by any bank or financial institutions or any other lender or authority.

ix. The Company has no transactions with companies struck-off under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956.

x. There has been no charges or satisfaction of charges to be registered with the Registrar of Companies beyond the statutory period.

xi. The Company does not have any subsidiaries, associates or joint ventures. Hence, the requirement of complying with the Companies (Restriction on number of layers) Rules, 2017 does not arise.

xii. No scheme of arrangement has been approved by the Competent Authority in terms of section 230 to 237 of the Companies Act, 2013.

xiii. The Company has not advanced or loaned or invested funds (either borrowed funds or share premium or any other sources or kind of funds) to any other persons or entities, including foreign entities (intermediaries) with the understanding (whether recorded in writing or otherwise) that the intermediary shall

a. directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the funding party (ultimate beneficiaries) or

b. provide any guarantee, security or the like on behalf of the ultimate beneficiaries.

xiv. The Company has not received any fund from any persons or entities, including foreign entities (funding parties) with the understanding (whether recorded in writing or otherwise) that the Company shall

a. directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the funding party (ultimate beneficiaries) or

b. provide any guarantee, security or the like on behalf of the ultimate beneficiaries.

xv. The Company does not have any trade payables as on 31.03.2023.

**TAMIL NADU URBAN INFRASTRUCTURE FINANCIAL SERVICES LIMITED**

Registered Office: No.19, T.P.Scheme Road, R.A.Puram, Chennai 600 028

**Notes forming part of the financial statements for the year ended 31<sup>st</sup> March 2023**

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

xvii. The disclosure regarding Corporate Social Responsibility activities are furnished below:

a. Amount required to be spent by the Company during the year : Rs: 13,45,302/-

b. Amount of expenditure incurred : Rs: 13,49,323/-

c. Shortfall at the end of the year : Nil

d. Total of previous years shortfall : Nil

e. Reasons for shortfall : Not Applicable.

f. Nature of CSR Activities – Ensuring environmental sustainability - Environmental education for sustainable development.

g. Details of related party transactions with related to CSR activity : Not Applicable.

h. Provisions made and its movement: Not Applicable

xviii. The Company has not traded or invested in Cryptocurrency or Virtual Currency during the current financial year 2022-23.

**Note 25: Previous year's figures**

Previous year's figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification / disclosure.

**The Notes referred above form an integral part of the Financial Statements  
In terms of our report of even date annexed**

**For Ramesh Subramaniam &Co  
Chartered Accountants  
Firm Reg. No. 006596S**

**For and on behalf of the Board of Directors**

**Sd/-  
Lalitha Murali  
Partner  
Membership No. 201094**

**Sd/-  
P.Ponniah, IAS  
Director  
DIN No.09209271**

**Sd/-  
S. Vijayakumar, IAS  
Chairman &  
Managing Director  
DIN No.01764064**

Place : Chennai  
Date :22.06.2023

**Sd/-  
A. Jayaraman  
Senior Vice President & Company Secretary**





कार्यालय प्रधान महालेखाकार (लेखापरीक्षा-1), तमिलनाडु  
लेखापरीक्षा भवन 361, अण्णा सालै, तेनाम्पेट, चेन्नै - 600 018.

OFFICE OF THE PRINCIPAL ACCOUNTANT GENERAL (AUDIT-I), TAMIL NADU

'LEKHA PARIKSHA BHAVAN' 361, Anna Salai, Teynampet, Chennai - 600 018.



PAG(Audit-I)/AMG III/COMML/(30A-01/23-24)/2023-24/1, Dated: 09-09-2023

To

The Chairman and Managing Director,  
Tamil Nadu Urban Infrastructure Financial Services Limited,  
19, T.P. Scheme Road, Raja Annamalaipuram  
Chennai - 600 028

Sir,

**Sub:** Comments of the C&AG of India u/s 143(6)(b) of the Companies Act, 2013 on the financial statements of Tamil Nadu Urban Infrastructure Financial Services Limited for the year ended 31 March 2023

I am to forward herewith the 'NIL Comment' Certificate of the Comptroller and Auditor General of India under Section 143(6)(b) of the Companies Act, 2013 on the financial statements of Tamil Nadu Urban Infrastructure Financial Services Limited for the year ended 31 March 2023.

A copy of the minutes of the Annual General Meeting in which Comments of the Comptroller & Auditor General of India are to be placed in terms of proviso to Section 143(6)(b) of the Companies Act, 2013 may please be sent to this office early. Three copies of printed Annual Reports as and when they are ready may also be forwarded to this office.

Yours faithfully,

Deputy Accountant General/AMG-III

Encl: As above

**COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER SECTION 143(6)(b) OF THE COMPANIES ACT, 2013 ON THE FINANCIAL STATEMENTS OF TAMIL NADU URBAN INFRASTRUCTURE FINANCIAL SERVICES LIMITED FOR THE YEAR ENDED 31 MARCH 2023**

The preparation of financial statements of Tamil Nadu Urban Infrastructure Financial Services Limited for the year ended 31 March 2023 in accordance with the financial reporting framework prescribed under the Companies Act, 2013 (Act) is the responsibility of the management of the Company. The Statutory Auditors appointed by the Comptroller and Auditor General of India under Section 139(5) of the Act are responsible for expressing opinion on these financial statements under Section 143 of the Act based on independent audit in accordance with the standards on auditing prescribed under section 143(10) of the Act. This is stated to have been done by them vide their Audit Report dated 22.06.2023

I, on behalf of the Comptroller and Auditor General of India, have conducted a supplementary audit under Section 143(6)(a) of the Act of the financial statements of Tamil Nadu Urban Infrastructure Financial Services Limited for the year ended 31 March 2023. This supplementary audit has been carried out independently without access to the working papers of the Statutory Auditors and is limited primarily to inquiries of the Statutory Auditors and Company personnel and a selective examination of some of the accounting records.

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

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

**Place: Chennai  
Date: 08-09-2023**



**(C.NEDUNCHEZHIAN)  
Principal Accountant General**

## **WATER AND SANITATION POOLED FUND**

Registered Office: No.19, T.P. Scheme Road, Raja Street Extn., R.A. Puram, Chennai - 600028

### **Activity Report for the financial year 2022-23**

#### **1. Background**

Water and Sanitation Pooled Fund (WSPF) is a Trust established by Government of Tamil Nadu in the year 2002 to mobilize resources from the capital market on pooled finance framework and to finance urban infrastructure projects implemented by Urban Local Bodies and Statutory Boards. This Fund has been functioning on no-profit no-loss basis. This is the first entity in the country to mobilize resources on the pooled finance framework. WSPF is a Public Charitable Trust registered under the provisions of Section 12AB of the Income Tax Act, 1961.

#### **2. Objectives of WSPF**

**The objectives of WSPF are:**

- Mobilize resources for urban infrastructure projects under pooled finance framework,
- Provide financial assistance for implementation of urban infrastructure projects,
- Enable Urban Local Bodies to access debt finance from the Capital market and
- Act as Nodal Agency on behalf of Central and / or State Government for water, sanitation and / or any other infrastructure projects.

#### **3. Management of WSPF**

WSPF is managed by Board of Trustees, headed by the Additional Chief Secretary to the Government, MA & WS Department. The Board of Trustees comprises of the officials of Government of Tamil Nadu as detailed below:

Additional Chief Secretary to the Government, MA & WS Department	Chairman
Additional Chief Secretary to the Government, Planning & Development Department	Tursteer
Principal Secretary to the Government, Housing & Urban Development Department	Tursteer
Additional Secretary to the Government, Finance Department	Tursteer
Chairman & Managing Director, TNUIFSL	Trustee and Member Secretary

The Board of Trustees of WSPF prescribes policies and procedures for the operation of the Trust. WSPF is functionally operated by the Fund Manager viz., Tamil Nadu Urban Infrastructure Financial Services Limited.

#### 4. Borrowings

A sum of Rs.1006.97 crores has been mobilized through issue of bonds and other borrowings, of which a sum of Rs.435.54 crores has been repaid and balance as on 31.03.2023 is Rs.571.43 crores. The details are furnished below:-

Sl. No.	Source	Amount mobilized	Amount repaid	Balance as on 31.03.2023	Balance as on 31.03.2022
(Rs. in Crores)					
1	Bond issues under Pooled Finance framework.	302.30	222.30	80.00	80.00
2	Subordinated Loan under KfW assisted SMIF-TN program through Government of Tamil Nadu	111.12	0.97	110.15	111.12
3	Loan availed from Tamil Nadu Urban Development Fund for National River Conservation Project (NRCP).	93.99	92.85	1.14	1.74
4	Loan availed from HUDCO	499.56	119.42	380.14	239.17
	<b>Total</b>	<b>1006.97</b>	<b>435.54</b>	<b>571.43</b>	<b>432.03</b>

##### i. Bonds mobilized and bond service to bondholders.

The total value of bonds mobilized as on date is Rs.302.30 crores, of which a sum of Rs.222.30 crores has been redeemed and the net bond balance as on 31.03.2023 is Rs.80.00 crores. The bond service to the bond holders have been made on the respective due date(s).

##### ii. Subordinated Loan (KfW)

A sum of Rs.111.12 crores has been availed as loan under KfW assisted SMIF-TN program through Government of Tamil Nadu. Of the above, a sum of Rs.103.85 crores has been disbursed as loan to Urban Local Bodies (ULB) for implementation of various infrastructure projects. During the year a sum of Rs.0.98 crores has been repaid to

Government of Tamil Nadu and loan balance as on 31.03.2023 is Rs.110.15 crores. All the debt service payments have been honored on the respective due date(s).

### iii. NRCP Loan

The Government has nominated the WSPF as the nodal agency for arranging funds (towards State Government's Contribution) for implementation of the Under-Ground Sewerage Projects under National River Conservation Projects (NRCP) in the year 2003. Accordingly, a sum of Rs. 93.99 crores has been borrowed by WSPF from Tamil Nadu Urban Development Fund towards State Government's share of contribution under NRCP and the same has been provided for implementation of the schemes. The loan balance as on 31.03.2023 is Rs.1.14 crores. The debt service of loans borrowed by WSPF is provided by Government of Tamil Nadu through budgetary allocation, every year. All the debt service payments have been honored on the respective due date(s).

### iv. Loan from HUDCO

A sum of Rs.499.56 crores has been availed as loan from HUDCO with Government Guarantee for on-lending the same to ULBs for various Projects. The loan balance as on 31.03.2023 is Rs.380.14 crores as detailed below:

Sl. No.	Scheme	Loan Sanctioned	Loan availed	Loan repaid	Loan balance as on 31.03.2023	Loan balance as on 31.03.2022
1	Vellore Combined Water Supply Improvement Scheme	300.00	300.00	112.59	187.41	204.09
2	Aruppukottai Combined Water Supply Scheme	355.21	141.50	6.83	134.67	35.08
3	Villupuram Under Ground Sewerage Scheme	163.58	26.92	0	26.92	-
4	Tindivanam Under Ground Sewerage Scheme	174.20	31.14	0	31.14	-
	<b>Total</b>	<b>992.99</b>	<b>499.56</b>	<b>119.42</b>	<b>380.14</b>	<b>239.17</b>

**5. Financial assistance to ULBs**

The net financial assistance provided for implementation urban infrastructure projects is Rs.548.49 crores (10 Municipal Corporations, 22 Municipalities and CMWSSB) as on 31.03.2023 as against Rs.433.58 crores as on 31.03.2022.

**6. Accounts and Audit**

The Accounts for the financial year 2022-23 have been audited by M/s. Ponraj & Co, Chartered Accountants, Chennai. A copy of the Audited Annual Accounts is enclosed in the Annexure.

**PONRAJ & CO.,**  
CHARTERED ACCOUNTANTS

18/2. North Tank Square Street, Triplicane, Chennai 600 005.

E.mail [Ponrajca@gmail.com](mailto:Ponrajca@gmail.com)

Mob:9600305555

**INDEPENDENT AUDITOR'S REPORT**

To the Trustees of Water and Sanitation Pooled Fund

**Opinion**

We have audited the financial statements of Water and Sanitation Pooled Fund, which comprise the balance sheet at March 31<sup>st</sup> 2023, Income & Expenditure Account, Receipts and Payments Accounts 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 give a True and Fair view of the financial position of the entity as at March 31, 2023, and of its Financial Performance for the year then ended in accordance with the Accounting Standards issued by The Institute of Chartered Accountants of India (ICAI).

**Basis for Opinion**

We conducted our Audit in accordance with the Standards on Auditing (SAs) issued by The Institute of Chartered Accountants of India (ICAI). 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 entity in accordance with the Code of Ethical issued by The Institute of Chartered Accountants of India (ICAI) and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the Audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Responsibilities of Management for the Financial Statements**

The Board of Trustees (Management) is responsible for the preparation of the Financial Statements that give a True and Fair view of the State of Affairs, results of operations of the entity in accordance with the Accounting Principles generally accepted in India. This responsibility includes the Design, Implementation and maintenance of Internal Control relevant to the preparation and presentation of the Financial Statements that gives 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 entity'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 entity or to cease operations, or has no realistic alternative but to do so.

Those Board of Trustees are responsible for overseeing the entity's Financial Reporting process.

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

Our objectives are to obtain reasonable Assurance about whether the Financial Statements as a whole, are free from Material Misstatement, whether due to Fraud or error, and to issue an Auditor's Report that includes our Opinion. Reasonable assurance is a High Level of Assurance but is not a Guarantee that an Audit conducted in accordance with SAs will always detect a Material Misstatement when it exists. Misstatements can arise from Fraud or Error and are considered material if, Individually or in the Aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Financial Statements.

**For Ponraj & Co.,**  
Chartered Accountants,  
Firm Reg.No.002672S

Sd/-  
CA. N. Raghuram  
Mem.No:210771  
UDIN:23210771BGRTYE9135

Place : Chennai  
Date: 22.06.2023



**WATER AND SANITATION POOLED FUND**  
**(Trust of Government of Tamil Nadu)**  
**No. 19, T P Scheme Road, Raja Annamalaipuram, Chennai - 600 028**  
**BALANCE SHEET AS AT 31.03.2023**

Particulars	Note No.	As at	As at
		31.03.2023	31.03.2022
		(₹)	
<b>SOURCES OF FUNDS</b>			
<b>1. Capital Fund</b>			
Contribution by Settler		10,000	10,000
<b>2. Other Funds</b>			
a. Government Grant Account	1	225,24,29,302	205,39,58,095
b. Loans Borrowed	2	571,43,01,550	432,02,74,398
<b>3. Current Liabilities</b>	3	24,75,28,361	19,96,13,736
<b>Total</b>		<b>821,42,69,213</b>	<b>657,38,56,229</b>
<b>APPLICATION OF FUNDS</b>			
<b>4. Loans Disbursed</b>	4	548,49,35,141	433,57,74,552
<b>5. Current Assets</b>	5	272,93,34,072	223,80,81,677
<b>Total</b>		<b>821,42,69,213</b>	<b>657,38,56,229</b>
Notes including Significant Accounting Policies <b>1 to 11</b>			

The notes referred above form an integral part of the Financial Statements

In terms of our report of even date annexed

**For Ponraj & Co,**  
Chartered Accountants  
Firm Reg. No.002672S

**For Water and Sanitation Pooled Fund**

Sd/-  
**CA. N. Raghuram**  
Partner  
Membership No.210771

Sd/-  
**S. Vijayakumar, IAS**  
Member Secretary

Sd/-  
**Shiv Das Meena, IAS**  
Chairman

Place: Chennai  
Date: 22.06.2023

**WATER AND SANITATION POOLED FUND****(Trust of Government of Tamil Nadu)****No. 19, T P Scheme Road, Raja Annamalaipuram, Chennai - 600 028****INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31.03.2023**

Particulars	Note No.	For the year ended 31.03.2023	For the year ended 31.03.2022
		(₹)	
<b>INCOME</b>			
1. Interest on Loans Disbursed	6	35,54,21,601	34,18,03,805
2. Other Income	7	1,05,72,174	83,09,569
<b>Total</b>		<b>36,59,93,775</b>	<b>35,01,13,374</b>
<b>EXPENDITURE</b>			
3. Interest on Loans Borrowed	8	35,54,21,601	34,18,03,805
4. Other Expenses	9	1,05,72,174	83,09,569
<b>Total</b>		<b>36,59,93,775</b>	<b>35,01,13,374</b>
5. Excess of Income over Expenditure		0	0
6. Excess of Income over Expenditure brought forward from the previous year		0	0
7. Balance in the Income over expenditure carried forwards to Balance Sheet		0	0

Notes including Significant Accounting Policies 1 to 11

The notes referred above form an integral part of the Financial Statements

In terms of our report of even date annexed

**For Ponraj & Co,**  
Chartered Accountants  
Firm Reg. No.002672S

**For Water and Sanitation Pooled Fund**

Sd/-  
**CA. N. Raghuram**  
Partner  
Membership No.210771

Sd/-  
**S. Vijayakumar, IAS**  
Member Secretary

Sd/-  
**Shiv Das Meena, IAS**  
Chairman

Place: Chennai  
Date: 22.06.2023

**WATER AND SANITATION POOLED FUND**

(Trust of Government of Tamil Nadu)

No. 19, T P Scheme Road, Raja Annamalaipuram, Chennai - 600 028

**RECEIPTS AND PAYMENTS ACCOUNT FOR THE YEAR ENDED 31.03.2023**

Particulars	For the year ended 31.03.2023	For the year ended 31.03.2022
	(₹)	
<b>Opening balances:</b>		
-Cash on hand	0	0
-Balance in Savings Bank Accounts with Banks	2,11,75,543	1,81,30,070
-Balance in Public Deposit Accounts with Banks	16,51,42,882	27,64,92,036
-Balance in Deposit Accounts with Banks	70,16,81,202	63,12,69,143
<b>Total (A)</b>	<b>88,79,99,627</b>	<b>92,58,91,249</b>
<b>Receipts:</b>		
Loan from HUDCO	164,47,63,000	35,08,00,000
Loan Installments Received - Principal	25,45,67,215	25,62,33,867
Loan Installments Received - Interest	16,18,68,736	13,76,44,430
Grant from Government of Tamil Nadu	45,80,83,163	36,60,71,131
Interest on deposits	4,41,56,844	9,58,92,939
Income Tax Refund received	1,49,900	17,16,580
<b>Total (B)</b>	<b>255,95,88,858</b>	<b>120,83,58,947</b>
<b>Total (A) +(B)</b>	<b>344,75,88,485</b>	<b>213,42,50,196</b>
<b>Payments:</b>		
Loan Disbursed to ULBs	164,47,63,000	35,08,00,000
Redemption of Bonds	0	30,60,00,000
Interest on Bonds	6,60,00,000	9,26,52,600
Repayment of HUDCO Loan	23,51,00,000	16,68,00,000
Interest on HUDCO Loan	21,70,61,691	19,92,71,131
Repayment of Subordinated Loan (SMIF TN Program)	97,00,652	0
Interest on Subordinated Loan (SMIF TN Program)	77,89,132	77,89,132
Deposit placed with Companies	26,22,22,787	11,47,95,441
Other Expenses	1,07,40,978	81,42,265
<b>Total (C)</b>	<b>245,33,78,240</b>	<b>124,62,50,569</b>
<b>Closing balances: Cash &amp; Cash Equivalents</b>		
-Cash on hand	0	0
-Balance in Savings Bank Accounts with Banks	3,79,08,787	2,11,75,543
-Balance in Public Deposit Accounts with Banks	24,98,39,033	16,51,42,882
-Balance in Deposit Accounts with Banks	70,64,62,425	70,16,81,202
<b>Total (D) (A+B-C)</b>	<b>99,42,10,245</b>	<b>88,79,99,627</b>

In terms of our report of even date annexed

**For Ponraj & Co,**

Chartered Accountants

Firm Reg. No.002672S

**For Water and Sanitation Pooled Fund**

Sd/-

**CA. N. Raghuram**

**Partner**

Membership No.210771

Place: Chennai

Date: 22.06.2023

Sd/-

**S. Vijayakumar, IAS**

**Member Secretary**

Sd/-

**Shiv Das Meena, IAS**

**Chairman**

**WATER AND SANITATION POOLED FUND**  
(Trust of Government of Tamil Nadu)  
No. 19, T P Scheme Road, Raja Annamalaipuram, Chennai - 600 028

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.03.2023**

Particulars	As at 31.03.2023	As at 31.03.2022
	(₹)	
<b>Note 1: Government Grant Account</b>		
Government of Tamil Nadu Grant Account	96,94,25,425	86,09,08,268
Cash Collateral for bond issues	68,76,44,907	64,29,95,221
Credit Rating Enhancement Fund	59,53,58,970	55,00,54,606
<b>Total</b>	<b>225,24,29,302</b>	<b>205,39,58,095</b>
<b>Note 2: Loans Borrowed</b>		
Bonds issued (8.25% 12-year Taxable Pooled Bonds 2017 - Guaranteed by Government of Tamil Nadu)	80,00,00,000	80,00,00,000
Subordinated Loan (SMIF TN Program)	110,14,53,783	111,11,54,435
Loan from HUDCO (Guaranteed by Government of Tamil Nadu)	380,13,63,000	239,17,00,000
Loan (NRCP)	1,14,84,767	1,74,19,963
<b>Total</b>	<b>571,43,01,550</b>	<b>432,02,74,398</b>
<b>Note 3: Current Liabilities</b>		
Interest payable on bonds	5,76,82,192	5,76,82,192
Interest payable on HUDCO loan	2,71,44,876	1,61,23,969
Interest payable on Subordinated Loan	1,93,90,402	1,52,73,147
Interest payable on loan (NRCP)	2,38,521	3,60,891
Other Liabilities	9,00,49,960	9,02,18,764
Received in advance from ULBs	5,30,22,410	1,99,54,773
<b>Total</b>	<b>24,75,28,361</b>	<b>19,96,13,736</b>
<b>Note 4: Loans Disbursed</b>		
Loans Disbursed to ULBs	547,34,50,374	431,83,54,589
Other Loans	1,14,84,767	1,74,19,963
<b>Total</b>	<b>548,49,35,141</b>	<b>433,57,74,552</b>

**WATER AND SANITATION POOLED FUND**  
(Trust of Government of Tamil Nadu)

No. 19, T P Scheme Road, Raja Annamalaipuram, Chennai - 600 028

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.03.2023.**

Particulars	As at 31.03.2023	As at 31.03.2022
	(₹)	
<b>Note 5: Current Assets</b>		
<b>a) Cash &amp; Cash Equivalents:</b>		
Balances with Scheduled Banks		
- in Savings Bank Accounts	3,79,08,787	2,11,75,543
- in Public Deposit Accounts	24,98,39,033	16,51,42,882
- in Deposit Accounts	70,64,62,425	70,16,81,202
<b>b) Current Investments</b>		
- Deposits with Companies	145,56,35,839	119,34,13,052
<b>c) Other Current Assets</b>		
- Interest Accrued on Deposits	20,50,39,628	9,70,09,379
- Interest Accrued on Loans Disbursed to ULBs	2,39,35,232	2,67,38,570
- Interest Accrued on Public Deposit	1,93,90,402	1,52,73,147
- Interest Accrued on Other Loans	2,38,521	3,60,891
- Amount receivable from Government	2,96,40,330	1,69,15,778
- Tax Deducted at source	12,43,875	3,71,233
<b>Total</b>	<b>272,93,34,072</b>	<b>223,80,81,677</b>
<b>Note 6: Interest earned on Loans Disbursed</b>		
Interest earned on Loans to ULBs	35,40,80,359	33,99,95,153
Interest earned on Other Loans	13,41,242	18,08,652
<b>Total</b>	<b>35,54,21,601</b>	<b>34,18,03,805</b>
<b>Note 7: Other Income</b>		
Other Income	1,05,72,174	83,09,569
<b>Total</b>	<b>1,05,72,174</b>	<b>83,09,569</b>
<b>Note 8: Interest on Loans Borrowed</b>		
Interest on bonds issued	6,60,00,000	6,87,74,791
Interest on Loans Borrowed	28,94,21,601	27,30,29,014
<b>Total</b>	<b>35,54,21,601</b>	<b>34,18,03,805</b>
<b>Note 9: Other Expenses</b>		
Management Fee	27,60,238	31,52,019
Government Guarantee Fee	76,25,117	47,91,809
Other operating expenses	1,86,819	3,65,741
<b>Total</b>	<b>1,05,72,174</b>	<b>83,09,569</b>

**WATER AND SANITATION POOLED FUND**  
**(Trust of Government of Tamil Nadu)**  
**No. 19, T P Scheme Road, Raja Annamalaipuram, Chennai - 600 028**

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE  
YEAR ENDED 31.03.2023**

**Note 10: Significant Accounting Policies**

**a. Basis of Accounting**

The financial statements have been prepared under the historical cost convention on an accrual basis and in accordance with applicable Accounting Standards issued by the Institute of Chartered Accountants of India.

**b. Investments**

Current Investments are valued at lower of cost or market value. Long term investments are usually carried at cost.

**c. Income Recognition**

Interest on loans disbursed and investment income are recognized as per contract on accrual basis.

**d. Expenditure**

The expenses relating to Trust viz. setting up, registration, operations etc. are met from the Grant Fund / GoTN Grant Account.

**e. Borrowing Costs**

Borrowing costs are capitalized as part of the cost of the qualifying asset when it is probable that they will result in future economic benefit to the Trust and the cost can be measured. Other borrowing costs are recognized as an expense in the year in which they are incurred.

**Note 11: Notes on Accounts**

**a. Formation**

The Government of Tamil Nadu (GoTN) vide G.O.(Ms). No. 113, Municipal Administration and Water Supply (MA II) Department dated 19.08.2002 has ordered the setting up of Water and Sanitation Pooled Fund (WSPF) under the Indian Trust Act, 1882.

**WATER AND SANITATION POOLED FUND**  
**(Trust of Government of Tamil Nadu)**  
**No. 19, T P Scheme Road, Raja Annamalaipuram, Chennai - 600 028**

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE  
YEAR ENDED 31.03.2023**

Accordingly, the WSPF was established as a Trust under the Indian Trust Act, 1882, by a Deed of Trust dated 20.08.2002. The Settler is the GoTN and being the only Contributor to the Trust, the Trust is a Government Trust. This Trust has been set up as an entity not for profit but for playing an important role for common good and to serve the public and the Trust was expected to function as a mutual enterprise between the investors and Urban Local Bodies (ULBs) under the pooled financing framework.

**b. GoTN Grant Account**

The objective of the Trust is to mobilize funds and pass them on to ULB's for creation of infrastructure facilities, without any profit motive. Hence the Government ordered that all grants and amounts received from the GoTN, all grants and amounts disbursed as ordered by the GoTN and interest earned on deposits / investments made from the fund shall be accounted under the head GoTN Grant Account in the books of the Trust. Expenses are met out of Grants.

**c. Cash Collateral for bond issue and Credit Rating Enhancement Fund (CREF)**

The amount received from Government of Tamil Nadu as grant towards Cash Collateral for the taxable bond issues along with the interest earned on Cash Collateral deposit has been accounted as Cash Collateral for bond issues under the head Government Grant Account. The amount received from Government of Tamil Nadu and Government of India as grant towards CREF for the tax-free bond issue under the Pooled Finance Development Fund Scheme of Government of India along with the interest earned on CREF deposit has been accounted as CREF under the head Government Grant Account.

**WATER AND SANITATION POOLED FUND**  
(Trust of Government of Tamil Nadu)  
No. 19, T P Scheme Road, Raja Annamalaipuram, Chennai - 600 028

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE  
YEAR ENDED 31.03.2023**

**d. Issue of Bonds**

A sum of ₹ 302.30 crores. has been mobilized by issue of Taxable and Tax-free Non-Convertible Redeemable Pooled Bonds, of which a sum of ₹ 222.30 crores (during the financial year 2022-23 nil) has been redeemed. The principal bond balance as on 31.03.2023 is ₹ 80.00 crores.

**e. Employee Retirement Benefits**

At present, there are no employees in the Trust. The Trust is managed by the Fund Manager on a fee basis.

**f. Registration under section 12AB of the Income Tax Act 1961**

Water and Sanitation Pooled Fund has been registered as a Public Charitable Trust under Section 12AB of the Income Tax Act, 1961 vide Provisional Registration No.AAATW0614NE20214, dated 28.05.2021 issued by Commissioner of Income Tax.

**g.** Previous year's figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification / disclosure.

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In terms of our report of even date annexed

**For Ponraj & Co,**  
Chartered Accountants  
Firm Reg. No.002672S

**For Water and Sanitation Pooled Fund**

Sd/-  
**CA. N. Raghuram**  
Partner  
Membership No.210771

Sd/-  
**S. Vijayakumar, IAS**  
Member Secretary

Sd/-  
**Shiv Das Meena, IAS**  
Chairman

Place: Chennai  
Date: 22.06.2023



**PROJECT SUSTAINABILITY GRANT FUND**  
**(Grant Fund of Government of Tamil Nadu)**  
**No.19, T.P Scheme Road, Raja Annamalaipuram, Chennai-600 028**

**REPORT ON THE ACTIVITIES AND ANNUAL ACCOUNTS OF**  
**PROJECT SUSTAINABILITY GRANT FUND FOR THE FY 2022-23**

**1. Introduction**

The Project Sustainability Grant Fund (PSGF) is a non-lapsable fund created by Government of Tamil Nadu to provide grant for implementing urban infrastructure projects in the State of Tamil Nadu. It is a Government Fund and the Corpus for the Fund will be provided by Government of Tamil Nadu, through annual budgetary allocation. The Government vide G.O.(Ms) No.94, Municipal Administration and Water Supply (MA-2) Department, dated 01.07.2015 have issued orders for creation of Project Sustainability Grant Fund with effect from 01.04.2015 and prescribed the guidelines for operation of the Fund.

**2. Objectives**

The PSGF is capital grant to support implementation of urban infrastructure projects and provide grant for operation of credit enhancement mechanism. The PSGF will be used to assist eligible applicants for the following:

- i. To provide capital grant for implementation of urban infrastructure projects which directly benefit the urban low-income population.
- ii. To provide viability gap funding with an aim to achieve financial sustainability of urban infrastructure projects which directly benefit urban population.
- iii. To provide grant to operate credit enhancement mechanisms for issue of bonds, debt instruments and other borrowings.

**3. Fund Management**

The PSGF is managed by the Tamil Nadu Urban Infrastructure Financial Services Limited (TNUIFSL) based on the guidelines prescribed and procedures laid down by the Government, from time to time. TNUIFSL acts as a fund manager of PSGF.

#### **4. Fund Size, Sources and Allocation**

The corpus for the Fund will be provided by Government of Tamil Nadu through various sources as detailed below:

- i. The external aided projects assisted by World Bank, KfW, JICA and ADB through annual budgetary allocation, based on the lines of credit in operation and such other funding which may be availed, from time to time.
- ii. The interest from deposits, investments and any other income earned or accruing to the PSGF shall form part of its corpus and shall be applied for the objective for which the fund is created.
- iii. Other sources and means as ordered by the Government, from time to time.

#### **5. Eligibility Criteria**

All categories (Corporations, Municipalities and Town Panchayats) of Urban Local Bodies (ULBs) in the State of Tamil Nadu and Chennai Metropolitan Water Supply & Sewerage Board are eligible to avail financial assistance in the form of grant for implementation of urban infrastructure projects. All ULBs in the State of Tamil Nadu, Tamil Nadu Urban Development Fund & Water and Sanitation Pooled Fund are eligible to avail financial assistance for operating credit enhancement mechanisms for issue of bonds, debt instruments and other borrowings.

All urban infrastructure projects assisted under the external lines of credit are eligible for capital grant / viability gap grant under the PSGF subject to the compliance of conditions prescribed in the guidelines. The financial assistance in the form of capital grant / viability gap grant under the PSGF for other urban infrastructure projects which are not covered above shall be decided by the Government based on the recommendations of the Sanctioning Committee, constituted by the Government.

#### **6. Procedure for Application and Approval of Grant**

The Sanctioning Committees (Empowered Committee / State Level Project Sanctioning Committee / such other Committee) constituted by the Government under the respective external lines of credit, will decide upon the capital grant / viability gap grant to be provided to urban infrastructure projects based on norms prescribed in the external aided projects / programs. The financial assistance in the form of capital grant / viability gap grant under the PSGF for other urban infrastructure projects which are not covered above and grant for the operation of credit enhancement mechanism shall be decided by the Government based on the recommendations of the Sanctioning Committee, constituted by the Government.

## 7. Procurement

The procurement procedures for implementation of urban infrastructure projects shall be in accordance with the guidelines prescribed by / agreed upon with the respective funding agency. In the case of other urban infrastructure projects which are not covered above, the procurement procedures as prescribed under Tamil Nadu Transparency in Tenders Act 1998, Tamil Nadu Transparency in Tenders Rules, 2000 and Tamil Nadu Transparency in Tenders (Public Private Partnership Procurement) Rules, 2012 (amended up to date) shall be adhered to.

## 8. Performance

A sum of ` 104.55 crore has been received from Government and a sum of ` 542.28 crore has been disbursed to various ULBs during the financial year 2022-23. The details are furnished below:-

Details	(` in crores)	
	Financial Year 2022-23	Financial Year 2021-22
<b>Balance of Fund as on 1<sup>st</sup> April</b>	<b>1090.18</b>	<b>480.42</b>
Add: Grant received from GoTN	104.55	969.54
Add: Excess of Income over Expenditure	2.89	4.53
<b>TOTAL</b>	<b>1197.62</b>	<b>1454.49</b>
Less: Grant Disbursements	542.28	364.31
<b>Balance of Fund as on 31<sup>st</sup> March</b>	<b>655.34</b>	<b>1090.18</b>

## 9. Accounts and Audit

The Annual Accounts for the financial year 2022-23 have been audited by M/s. N.Raja & Associates, Chartered Accountants, Chennai. A copy of the audited accounts for the financial year 2022-23 is enclosed.

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## **INDEPENDENT AUDITORS' REPORT**

To,  
The Board of Directors,  
Tamil Nadu Urban Infrastructure Financial Services Limited  
(Fund Manager of Project Sustainability Grant Fund)

### **Opinion**

We have audited the financial statements of **Project Sustainability Grant Fund** (the entity), the Grant Fund of Government of Tamil Nadu, which comprise the Balance Sheet as at 31<sup>st</sup> March 2023, the Income and Expenditure Account and the Receipts and Payments Account 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 give a true and fair view of the financial position of the entity as at 31<sup>st</sup> March 2023, and of its financial performance and its Receipts and Payments Account for the year then ended in accordance with the Accounting Standards issued by the Institute of Chartered Accountants of India (ICAI).

### **Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing (SAs) issued by ICAI. 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 entity in accordance with the Code of Ethics issued by ICAI and we have fulfilled our other ethical responsibilities in accordance with the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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

The Management (Fund Manager) is responsible for the preparation of these financial statements that give a true and fair view of the state of affairs, results of operations and cash flows of the entity in accordance with the accounting principles generally accepted in India. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

## INDEPENDENT AUDITORS' REPORT

In preparing the financial statements, management is responsible for assessing the entity'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 entity or to cease operations, or has no realistic alternative but to do so.

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

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

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

for **N. Raja & Associates,**  
Chartered Accountants  
Firm No.003388S

Place: Chennai  
Date : 22.06.2023

**N. Raja**  
Partner  
Membership No.022890  
UDIN: 23022890BGWDYV2687

**PROJECT SUSTAINABILITY GRANT FUND**  
**(Grant Fund of Government of Tamil Nadu)**  
**No.19, T.P Scheme Road, Raja Annamalaipuram, Chennai-600 028**  
**BALANCE SHEET AS AT 31.03.2023**

Particulars	Note No.	As at 31 <sup>st</sup> March, 2023	As at 31 <sup>st</sup> March, 2022
		(₹)	
<b>Sources of Funds</b>			
Grant from Government	1	655,34,57,979	1090,17,92,316
Current Liabilities	2	3,07,158	2,18,080
<b>Total</b>		<b>655,37,65,137</b>	<b>1090,20,10,396</b>
<b>Application of Funds</b>			
Current Assets:	3		
a. Cash and Cash Equivalents		635,43,53,603	971,91,33,955
b. Term Deposit with Companies		2,00,00,000	80,15,05,438
c. Other Current Assets		17,94,11,534	38,13,71,003
<b>Total</b>		<b>655,37,65,137</b>	<b>1090,20,10,396</b>

Notes including Significant Accounting Policies - Note 1 to 7

The Notes referred above form an integral part of the Financial Statements.  
 In terms of our report of even date annexed

**For N. Raja & Associates,**  
 Chartered Accountants  
 Firm Reg. No: 003388S

**For and on behalf of the Board of Directors**

Sd/-  
**N. Raja**  
 Partner  
 Membership No: 022890

Sd/-  
**P. Ponniah, IAS**  
 Director

Sd/-  
**S. Vijayakumar, IAS**  
 Chairman &  
 Managing Director

**(Tamil Nadu Urban Infrastructure Financial Services Limited –  
 Fund Manager of Project Sustainability Grant Fund)**

Place: Chennai

Date: 22.06.2023

**PROJECT SUSTAINABILITY GRANT FUND**  
**(Grant Fund of Government of Tamil Nadu)**  
**No.19, T.P Scheme Road, Raja Annamalaipuram, Chennai-600 028**  
**INCOME & EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31.03.2023**

Particulars	For the Year ended 31 <sup>st</sup> March, 2023	For the Year ended 31 <sup>st</sup> March, 2022
	(₹)	
<b>Income</b>		
Interest earned:		
On Savings Bank Accounts	50,14,960	44,18,370
On Deposit Accounts	7,38,43,295	7,38,55,874
<b>Total</b>	<b>7,88,58,255</b>	<b>7,82,74,244</b>
<b>Expenditure</b>		
Management Fee	4,97,78,232	3,28,91,804
Audit Fee – Statutory Audit	73,160	64,900
Internal Audit Fee	47,200	0
<b>Total</b>	<b>4,98,98,592</b>	<b>3,29,56,704</b>
Excess of Income over Expenditure transferred to Grant from Government	<b>2,89,59,663</b>	<b>4,53,17,540</b>

Notes including Significant Accounting Policies - Note 1 to 7

The Notes referred to above form an integral part of the Financial Statements.

In terms of our report of even date annexed

For **N. Raja & Associates,**  
Chartered Accountants  
Firm Reg. No: 003388S

For and on behalf of the Board of Directors

Sd/-  
**N. Raja**  
Partner  
Membership No: 022890

Sd/-  
**P. Ponniah, IAS**  
Director

Sd/-  
**S. Vijayakumar, IAS**  
Chairman &  
Managing Director

**(Tamil Nadu Urban Infrastructure Financial Services Limited –  
Fund Manager of Project Sustainability Grant Fund)**

Place: Chennai

Date: 22.06.2023

**PROJECT SUSTAINABILITY GRANT FUND**  
**(Grant Fund of Government of Tamil Nadu)**  
**No.19, T.P Scheme Road, Raja Annamalaipuram, Chennai-600 028**  
**RECEIPTS & PAYMENTS ACCOUNT FOR THE YEAR ENDED 31.03.2023**

Particulars	For the year ended 31 <sup>st</sup> March, 2023	For the year ended 31 <sup>st</sup> March, 2022
	(₹)	
<b>Receipts</b>		
Grant from Government	104,55,00,000	969,54,00,000
Interest Receipts	10,32,34,358	6,12,02,989
Term Deposit with Companies	78,15,05,438	0
Other Receipts from TNUDF	17,17,82,073	0
Other Receipts from WSPF	58,01,293	0
<b>Total</b>	<b>210,78,23,162</b>	<b>975,66,02,989</b>
<b>Payments</b>		
Disbursements to Urban Local Bodies	542,27,94,000	364,30,91,000
Other Payments to TNUDF	0	20,86,19,505
Other Payments to WSPF	0	4,34,15,641
Term Deposit with Companies	0	3,51,12,998
Management Fee	4,95,48,834	3,27,33,124
Audit Fees	59,400	60,775
Internal Audit Fees	35,400	0
TDS on Audit Fees	7,200	5,500
TDS under GST	1,58,680	2,57,370
<b>Total</b>	<b>547,26,03,514</b>	<b>396,32,95,913</b>
Surplus / (Deficit) for the period	(336,47,80,352)	579,33,07,076
Add: Opening Cash and Bank Balances	971,91,33,955	392,58,26,879
<b>Closing Cash &amp; Bank Balances</b>	<b>635,43,53,603</b>	<b>971,91,33,955</b>

In terms of our report of even date annexed

For **N. Raja & Associates,**  
Chartered Accountants  
Firm Reg. No: 003388S

For and on behalf of the Board of Directors

Sd/-  
**N. Raja**  
Partner  
Membership No: 022890

Sd/-  
**P. Ponniah, IAS**  
Director

Sd/-  
**S. Vijayakumar, IAS**  
Chairman &  
Managing Director

**(Tamil Nadu Urban Infrastructure Financial Services Limited –  
Fund Manager of Project Sustainability Grant Fund)**

Place: Chennai  
Date: 22.06.2023



**PROJECT SUSTAINABILITY GRANT FUND****(Grant Fund of Government of Tamil Nadu)****No.19, T.P Scheme Road, Raja Annamalaipuram, Chennai-600 028****NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.03.2023**

Particulars	As at	As at
	31 <sup>st</sup> March, 2023	31 <sup>st</sup> March, 2022
	(₹)	
<b>Note-1</b>		
<b>Grant from Government</b>		
Balance at the beginning of the year	1090,17,92,316	480,41,65,776
Add: Grant assistance received during the year	104,55,00,000	969,54,00,000
Excess of Income over Expenditure carried from Income and Expenditure Account	2,89,59,663	4,53,17,540
	<b>1197,62,51,979</b>	<b>1454,48,83,316</b>
Less: Grant Disbursement to ULBs during the year	542,27,94,000	364,30,91,000
<b>Total</b>	<b>655,34,57,979</b>	<b>1090,17,92,316</b>
<b>Note-2</b>		
<b>Current Liabilities</b>		
Statutory Audit Fee payable	66,960	59,400
Other payable	2,40,198	1,58,680
<b>Total</b>	<b>3,07,158</b>	<b>2,18,080</b>
<b>Note-3</b>		
<b>Current Assets</b>		
a. Cash and Cash Equivalents:		
i. In Savings Bank Accounts with Banks	36,94,93,653	15,21,74,005
ii. In Deposit Accounts with Banks	103,85,00,000	8,75,00,000
iii. In Public Deposits Account	494,63,59,950	947,94,59,950
	<b>635,43,53,603</b>	<b>971,91,33,955</b>
b. Term Deposits with Companies	2,00,00,000	80,15,05,438
	<b>2,00,00,000</b>	<b>80,15,05,438</b>
c. Other Current Assets:		
i. Accrued interest on Deposits	1,95,15,243	4,38,91,346
ii. Receivable from TNUDF	4,83,78,172	22,01,60,245
iii. Receivable from WSPF	11,15,18,119	11,73,19,412
	<b>17,94,11,534</b>	<b>38,13,71,003</b>
<b>Total</b>	<b>655,37,65,137</b>	<b>1090,20,10,396</b>

**PROJECT SUSTAINABILITY GRANT FUND  
(Grant Fund of Government of Tamil Nadu)**

**No.19, T.P Scheme Road, Raja Annamalaipuram, Chennai-600 028**

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.03.2023**

**Note-4: Significant Accounting Policies**

**a. Basis of Accounting**

The financial statements have been prepared under the historical cost convention on an accrual basis and in accordance with the applicable accounting standards issued by the Institute of Chartered Accountants of India.

**b. Revenue Recognition**

Interest earned on the term deposits is recognized on a time proportion basis on the outstanding balances at the applicable rates.

**c. Management fee**

The Project Sustainability Grant Fund (PSGF), Grant Fund of Government of Tamil Nadu, is managed by Tamil Nadu Urban Infrastructure Financial Services Limited (TNUIFSL). The management fee to TNUIFSL on grant disbursement from PSGF, as prescribed in G.O.(Ms) No.171, Municipal Administration and Water Supply (MA2) Department, dated 28-11-2016, is as follows:-

<b>Sl. No.</b>	<b>Details</b>	<b>Fees</b>
A	Grant assistance up to Rs.50 crs per project	1.00% of grant disbursement
B	Grant assistance above Rs.50 crs per project	A+0.50% of grant disbursement above Rs.50 crs (subject to the maximum fee of Rs.125 lakhs per project)

**d. Transfer of surplus**

The balance in Income and Expenditure Account is transferred every year to the Grant from Government Account.

**PROJECT SUSTAINABILITY GRANT FUND  
(Grant Fund of Government of Tamil Nadu)**

**No.19, T.P Scheme Road, Raja Annamalaipuram, Chennai-600 028**

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.03.2023**

**e. Grant from Government Account**

The balance in Grant from Government Account represents the net of grants received from the Government of Tamil Nadu, transfer of balance from Income and Expenditure Account, disbursement of capital grant to Urban Local Bodies & other eligible disbursements, if any.

**Note-5: Nature of Operation**

The PSGF is a capital grant fund to support implementation of urban infrastructure projects and provide grant for operation of credit enhancement mechanism. The PSGF will be used to assist eligible applicants to provide capital grant for implementation of urban infrastructure projects which directly benefit the urban low-income population, to provide viability gap funding with an aim to achieve financial sustainability of urban infrastructure projects which directly benefit urban population and to provide grant to operate credit enhancement mechanisms for issue of bonds, debt instruments and other borrowings.

**Note- 6: Operation of externally aided projects**

The PSGF is providing capital grant to support implementation of urban infrastructure projects under various externally aided projects. The accounts and records are maintained separately for each of the externally aided project in PSGF. The details are furnished below:-

S.No.	Source of Funds	(` in crores)			
		FY 2022-23		FY 2021-22	
		Grant Received	Grant Disbursed	Grant Received	Grant Disbursed
<b>I.</b>	<b>IBRD Lines of Credit</b>				
1.	Tamil Nadu Urban Development Project – III	0	12.60	0	1.16
2.	Tamil Nadu Sustainable Urban Development Project	28.77	184.83	287.45	110.48
<b>II.</b>	<b>KfW Lines of Credit</b>				
1.	Sustainable Municipal Infrastructure Financing in Tamil Nadu– Phase-II- Part-1	0	0	24.29	40.17
2.	Sustainable Municipal Infrastructure Financing in Tamil Nadu – Phase-II- Part-2	0	93.87	96.94	18.07

**PROJECT SUSTAINABILITY GRANT FUND  
(Grant Fund of Government of Tamil Nadu)**

**No.19, T.P Scheme Road, Raja Annamalaipuram, Chennai-600 028**

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.03.2023**

( ` in crores)

S.No.	Source of Funds	FY 2022-23		FY 2021-22	
		Grant Received	Grant Disbursed	Grant Received	Grant Disbursed
<b>III.</b>	<b>ADB Lines of Credit</b>				
1.	Tamil Nadu Urban Flagship Investment Program-Tranche -1	0.78	96.86	260.86	48.55
2.	Tamil Nadu Urban Flagship Investment Program-Tranche -2	75.00	154.12	300.00	145.88
<b>Total (I+II+III)</b>		<b>104.55</b>	<b>542.28</b>	<b>969.54</b>	<b>364.31</b>

**Note-7:** Previous year's figures have been regrouped / reclassified wherever necessary.

In terms of our report of even date annexed

For **N. Raja & Associates,**  
Chartered Accountants  
Firm Reg. No: 003388S

For and on behalf of the Board of Directors

Sd/-  
**N. Raja**  
Partner  
Membership No: 022890

Sd/-  
**P. Ponniah, IAS**  
Director

Sd/-  
**S. Vijayakumar, IAS**  
Chairman &  
Managing Director

**(Tamil Nadu Urban Infrastructure Financial Services Limited –  
Fund Manager of Project Sustainability Grant Fund)**

Place: Chennai  
Date: 22.06.2023

**PROJECT DEVELOPMENT GRANT FUND**  
**(Grant Fund of Government of Tamil Nadu)**  
**No.19, T.P Scheme Road, Raja Annamalaipuram, Chennai-600 028**

**REPORT ON THE ACTIVITIES AND ANNUAL ACCOUNTS OF**  
**PROJECT DEVELOPMENT GRANT FUND FOR THE FINANCIAL YEAR 2022-23**

**1. Introduction**

The Project Development Grant Fund (PDGF) is a non-lapsable fund created by the Government of Tamil Nadu to provide technical assistance to support Urban Local Bodies (ULBs) and other institutions owned by the Government for providing various consultancy services in the State of Tamil Nadu. It is a Government Fund and the Corpus for the Fund will be provided by the Government of Tamil Nadu, through annual budgetary allocation. The Government vide G.O.(Ms) No.94, Municipal Administration and Water Supply (MA2) Department, dated 01.07.2015, have issued orders for creation of Project Development Grant Fund with effect from 01.04.2015 and prescribed the guidelines for operation of the Fund.

**2. Objectives**

The PDGF is technical assistance grant to support consultancy assignments for creation of urban infrastructure, provision of urban facilities and services, up-gradation of the living standards of urban population and improvement in the delivery of urban services to such population. The PDGF will be used provide grant to carry out consultancy assignments, to operate and manage resource mobilisation programs and to carry out capacity building & development and training.

**3. Fund Management**

The PDGF is managed by the Tamil Nadu Urban Infrastructure Financial Services Limited (TNUIFSL) based on the guidelines prescribed and procedures laid down by the Government, from time to time. TNUIFSL acts as a fund manager of PDGF.

**4. Fund Size, Sources and Allocation**

The corpus for the Fund will be provided by Government of Tamil Nadu through various sources as detailed below:

- i. The external aided projects assisted by World Bank, KfW, JICA and ADB through annual budgetary allocation, based on the lines of credit in operation and such other funding which may be availed, from time to time.
- ii. The interest from deposits, investments and any other income earned or accruing to the PDGF shall form part of its corpus and shall be applied for the objective for which the Fund is created.
- iii. Other sources and means as ordered by the Government from time to time.

## **5. Eligibility Criteria**

All categories (Corporations, Municipalities and Town Panchayats) of Urban Local Bodies (ULBs) in the State of Tamil Nadu, Statutory Boards, Government Departments and other institutions owned or managed by the Government of Tamil Nadu are eligible to avail technical assistance grant. It is also available on a case-to-case basis to registered trusts, registered societies, academic and research institutions. However, grants will not be released directly to the applicant, instead the grant will be utilised to provide necessary technical assistance by utilising the services of consultant (s), expert (s) or otherwise for carrying out the objectives specified in this guideline. All ULBs in the State of Tamil Nadu, Tamil Nadu Urban Development Fund & Water and Sanitation Pooled Fund are eligible to avail grant assistance for resource mobilisation by issue of bonds, debt instruments and other borrowings.

The PDGF will finance the costs of technical assistance to the eligible applicants with respect to all eligible assignments which will lead to creation of urban infrastructure, provision of urban utilities, facilities and services, up-gradation of the living standards of urban population and improvement in the delivery of urban services to such population in the State of Tamil Nadu. The technical assistance grants under the PDGF for assignments which are not covered above shall be decided by the Government based on the recommendations of the Technical Assistance Sanctioning Committee, constituted by the Government.

## **6. Procedure for Application and Approval of Grant**

The Technical Assistance Sanctioning Committee consisting of the following officials will approve the grant for required technical assistance

- Additional Chief Secretary to Government, MA & WS Department,
- Special Secretary to Government, Finance Department,
- Commissioner of Municipal Administration (or) Commissioner of Town Panchayats as the case may be and
- Chairman & Managing Director, TNUIFSL.

## **7. Procurement**

The procurement procedures for the assignments shall be in accordance with the guidelines prescribed by / agreed upon with the respective funding agency. In the case of assignments which are not covered above, the procurement procedures as prescribed under Tamil Nadu Transparency in Tenders Act 1998, Tamil Nadu Transparency in Tenders Rules, 2000 and Tamil Nadu Transparency in Tenders (Public Private Partnership Procurement) Rules, 2012 (amended up to date) shall be adhered to.

## 8. Performance

A sum of ` 122.63 crore has been received from Government and a sum of ` 54.90 crore has been disbursed to various consultancy assignments during the financial year 2022-23. The details are furnished below:

Details	(` in crores)	
	Financial Year 2022-23	Financial Year 2021-22
<b>Balance of Fund as on 1<sup>st</sup> April</b>	<b>130.20</b>	<b>117.85</b>
Add: Grant received from GoTN	122.63	47.50
Add: Excess of Income over Expenditure	5.92	6.57
<b>TOTAL</b>	<b>258.75</b>	<b>171.92</b>
Less: Grant Disbursements	54.91	41.72
<b>Balance of Fund as on 31<sup>st</sup> March</b>	<b>203.84</b>	<b>130.20</b>

## 9. Accounts and Audit

The Annual Accounts for the financial year 2022-23 have been audited by M/s. N.Raja & Associates, Chartered Accountants, Chennai. A copy of the audited accounts for the financial year 2022-23 is enclosed

## INDEPENDENT AUDITORS' REPORT

To,  
The Board of Directors,  
Tamil Nadu Urban Infrastructure Financial Services Limited  
(Fund Manager of Project Development Grant Fund)

### Opinion

We have audited the financial statements of **Project Development Grant Fund** (the entity), the Grant Fund of Government of Tamil Nadu, which comprise the Balance Sheet as at 31<sup>st</sup> March 2023, the Income and Expenditure Account and the Receipts and Payments Account 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 give a true and fair view of the financial position of the entity as at 31<sup>st</sup> March 2023, and of its financial performance and its Receipts and Payments Account for the year then ended in accordance with the Accounting Standards issued by the Institute of Chartered Accountants of India (ICAI).

### Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) issued by ICAI. 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 entity in accordance with the Code of Ethics issued by ICAI and we have fulfilled our other ethical responsibilities in accordance with the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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

The Management (Fund Manager) is responsible for the preparation of these financial statements that give a true and fair view of the state of affairs, results of operations and cash flows of the entity in accordance with the accounting principles generally accepted in India. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.



INDEPENDENT AUDITORS' REPORT

In preparing the financial statements, management is responsible for assessing the entity'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 entity or to cease operations, or has no realistic alternative but to do so.

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

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

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

for **N.Raja & Associates,**  
Chartered Accountants  
Firm No.003388S

Place: Chennai  
Date : 22.06.2023

**N. Raja**  
Partner  
Membership No.022890  
UDIN: 23022890BGWDYW7383

**PROJECT DEVELOPMENT GRANT FUND**  
**(Grant Fund of Government of Tamil Nadu)**  
**No.19, T.P Scheme Road, Raja Annamalaipuram, Chennai-600 028**  
**BALANCE SHEET AS AT 31.03.2023**

Particulars	Note No.	As at	As at
		31 <sup>st</sup> March, 2023	31 <sup>st</sup> March, 2022
		( )	
<b>Sources of Funds</b>			
Grant from Government	1	203,84,22,028	130,20,37,215
Current Liabilities	2	19,44,323	9,08,021
<b>Total</b>		<b>204,03,66,351</b>	<b>130,29,45,236</b>
<b>Application of Funds</b>			
Current Assets:	3		
a. Cash and Cash Equivalents		128,71,53,542	34,04,27,647
b. Current Investments		71,06,62,094	91,67,38,307
c. Other Current Assets		4,25,50,715	4,57,79,282
<b>Total</b>		<b>204,03,66,351</b>	<b>130,29,45,236</b>

Notes including Significant Accounting Policies - Note 1 to 7

The Notes referred above form an integral part of the Financial Statements.  
In terms of our report of even date annexed.

**For N. Raja & Associates,**  
Chartered Accountants  
Firm Reg. No: 003388S

**For and on behalf of the Board of Directors**

Sd/-  
**N. Raja**  
**Partner**  
Membership No: 022890

Sd/-  
**P. Ponniah, IAS**  
**Director**

Sd/-  
**S. Vijayakumar, IAS**  
**Chairman &**  
**Managing Director**

(Tamil Nadu Urban Infrastructure Financial Services Limited-  
Fund Manager of Project Development Grant Fund)

Place: Chennai

Date: 22.06.2023

**PROJECT DEVELOPMENT GRANT FUND**  
**(Grant Fund of Government of Tamil Nadu)**  
**No.19, T.P Scheme Road, Raja Annamalaipuram, Chennai-600 028**  
**INCOME & EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31.03.2023**

Particulars	For the year ended 31 <sup>st</sup> March, 2023	For the year ended 31 <sup>st</sup> March, 2022
	(₹)	
<b>Income</b>		
Interest earned		
On Savings Bank Accounts	8,40,120	10,12,578
On Deposit Accounts	6,49,14,100	6,97,52,522
<b>Total</b>	<b>6,57,54,220</b>	<b>7,07,65,100</b>
<b>Expenditure</b>		
Management Fee	64,79,030	49,22,895
Audit Fee – Statutory Audit	73,160	64,900
Internal Audit Fee	47,200	0
<b>Total</b>	<b>65,99,390</b>	<b>49,87,795</b>
Excess of Income over Expenditure transferred to Grant from Government	<b>5,91,54,830</b>	<b>6,57,77,305</b>

Notes including Significant Accounting Policies - Note 1 to 7

The Notes referred above form an integral part of the Financial Statements.  
In terms of our report of even date annexed.

**For N. Raja & Associates,**  
Chartered Accountants  
Firm Reg. No: 003388S

**For and on behalf of the Board of Directors**

Sd/-

Sd/-

Sd/-

**N. Raja**  
**Partner**  
Membership No: 022890

**P.Ponniah, IAS**  
**Director**

**S. Vijayakumar, IAS**  
**Chairman &**  
**Managing Director**

(Tamil Nadu Urban Infrastructure Financial Services Limited-  
Fund Manager of Project Development Grant Fund)

Place: Chennai

Date: 22.06.2023

**PROJECT DEVELOPMENT GRANT FUND**  
**(Grant Fund of Government of Tamil Nadu)**  
**No.19, T.P Scheme Road, Raja Annamalaipuram, Chennai-600 028**  
**RECEIPTS & PAYMENTS ACCOUNT FOR THE YEAR ENDED 31.03.2023**

Particulars	For the year ended	For the year ended
	31 <sup>st</sup> March, 2023	31 <sup>st</sup> March, 2022
	(₹)	
<b>Receipts</b>		
Grant from Government	122,63,00,000	47,50,00,000
Interest Receipts	6,89,82,787	10,78,50,980
Term Deposit with companies	20,60,76,213	0
<b>Total</b>	<b>150,13,59,000</b>	<b>58,28,50,980</b>
<b>Payments</b>		
Grant Disbursements	54,72,43,858	41,71,94,321
Management Fee	64,38,626	43,74,274
Audit Fees	59,400	60,775
Internal Audit Fee	35,400	0
Earnest Money Deposit	3,00,000	11,25,000
TDS on Audit Fees	7,200	5,500
TDS under GST	5,48,621	8,68,198
Term Deposit with Companies	0	20,73,87,090
<b>Total</b>	<b>55,46,33,105</b>	<b>63,10,15,158</b>
Surplus / (Deficit) for the year	94,67,25,895	(4,81,64,178)
Add: Opening Cash and Bank Balances	34,04,27,647	38,85,91,825
<b>Closing Cash &amp; Bank Balances</b>	<b>128,71,53,542</b>	<b>34,04,27,647</b>

In terms of our report of even date annexed.

**For N.Raja & Associates,**  
Chartered Accountants  
Firm Reg. No: 003388S  
Sd/-

**For and on behalf of the Board of Directors**

Sd/-

Sd/-

**N. Raja**  
**Partner**  
Membership No: 022890

**P. Ponniah, IAS**  
**Director**

**S. Vijayakumar, IAS**  
**Chairman &**  
**Managing Director**

**(Tamil Nadu Urban Infrastructure Financial Services Limited-  
Fund Manager of Project Development Grant Fund)**

Place: Chennai

Date:22.06.2023

**PROJECT DEVELOPMENT GRANT FUND****(Grant Fund of Government of Tamil Nadu)****No.19, T.P Scheme Road, Raja Annamalaipuram, Chennai-600 028****NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.03.2023**

Particulars	As at	As at
	31 <sup>st</sup> March,2023	31 <sup>st</sup> March, 2022
	(₹)	
<b>Note-1</b>		
<b>Grant from Government</b>		
Balance at the beginning of the year	130,20,37,215	117,84,54,231
Add: Grant assistance received during the year	122,63,00,000	47,50,00,000
Excess of Income over Expenditure carried from Income & Expenditure Account	5,91,54,830	6,57,77,305
	<b>258,74,92,045</b>	<b>171,92,31,536</b>
Less: Grant Disbursements made during the year	54,90,70,017	41,71,94,321
<b>Total</b>	<b>203,84,22,028</b>	<b>130,20,37,215</b>
<b>Note-2</b>		
<b>Current Liabilities</b>		
Statutory Audit Fee payable	66,960	59,400
Other Liabilities	10,800	3,00,000
TDS Payable under GST	18,66,563	5,48,621
<b>Total</b>	<b>19,44,323</b>	<b>9,08,021</b>
<b>Note-3</b>		
<b>Current Assets</b>		
a. Cash and Cash Equivalents:		
i. In Savings Accounts with Banks	9,53,83,117	44,57,222
ii. In Deposit Accounts with Banks	8,00,00,000	0
iii. In Public Deposit Account	111,17,70,425	33,59,70,425
	<b>128,71,53,542</b>	<b>34,04,27,647</b>
b. Current Investments:		
i. Term Deposit with Companies	71,06,62,094	91,67,38,307
	<b>71,06,62,094</b>	<b>91,67,38,307</b>
c. Other Current Assets:		
i. Accrued Interest on Deposits	4,24,30,696	4,57,79,282
ii TDS on interest on Deposits	1,20,019	0
	<b>4,25,50,715</b>	<b>4,57,79,282</b>
<b>Total</b>	<b>204,03,66,351</b>	<b>130,29,45,236</b>

**PROJECT DEVELOPMENT GRANT FUND**  
**(Grant Fund of Government of Tamil Nadu)**  
**No.19, T.P Scheme Road, Raja Annamalaipuram, Chennai-600 028**  
**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.03.2023**

**Note-4 - Significant Accounting Policies**

**A. Basis of Accounting**

The financial statements have been prepared under the historical cost convention on an accrual basis and in accordance with the applicable accounting standards issued by the Institute of Chartered Accountants of India.

**B. Revenue Recognition**

Interest earned on the term deposits is recognized on a time proportion basis on the outstanding balances at the applicable rates.

**C. Management Fee**

The Project Development Grant Fund (PDGF), the Grant Fund of Government of Tamil Nadu, is managed by Tamil Nadu Urban Infrastructure Financial Services Limited (TNUIFSL). The management fee of 1% to TNUIFSL on grant disbursement from PDGF has been prescribed in GO.Ms.No.94, Municipal Administration & Water Supply (MA-2) Department, dated 01.07.2015.

**D. Transfer of Surplus**

The balance in Income and Expenditure Account is transferred every year to the Grant from Government Account.

**E. Grant from Government Account**

The balance in Grant from Government Account represents net of grants received from the Government of Tamil Nadu, transfer of balance from Income and Expenditure Account, disbursement of technical assistance grant to consultancy assignments & other eligible disbursements, if any.

**PROJECT DEVELOPMENT GRANT FUND  
(Grant Fund of Government of Tamil Nadu)**

**No.19, T.P Scheme Road, Raja Annamalaipuram, Chennai-600 028**

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.03.2023**

**Note-5: Nature of Operation**

The PDGF is technical assistance grant to support consultancy assignments for creation of urban infrastructure, provision of urban facilities and services, up-gradation of the living standards of urban population and improvement in the delivery of urban services to such population. The PDGF will be used to provide grant to carry out consultancy assignments, to operate and manage resource mobilisation programs and to carry out capacity building & development and training.

**Note- 6: Operation of PDGF**

The PDGF is providing technical assistance for various consultancy assignments under various externally aided projects and Government of Tamil Nadu funds. The accounts and records are being maintained separately for each of the externally aided projects/ GoTN funds in PDGF. The details are furnished below:- ( ` in crores)

S. No	Source of Funds	FY 2022-23		FY 2021-22	
		Grant Received	Grant Disbursed	Grant Received	Grant Disbursed
<b>I.</b>	<b>Line of Credit</b>				
1.	Tamil Nadu Sustainable Urban Development Project	89.13	26.82	30.00	25.87
<b>II.</b>	<b>Line of Credit</b>				
1.	Sustainable Municipal Infrastructure Financing in Tamil Nadu- Phase-II- Part-2	2.50	0.63	0	0.25
<b>III.</b>	<b>Lines of Credit</b>				
1.	Tamil Nadu Urban Flagship Investment Program-Tranche-1	29.00	15.73	12.50	10.51
2.	Tamil Nadu Urban Flagship Investment Program-Tranche-2	2.00	2.81	5.00	3.14
<b>IV.</b>	<b>GoTN Fund</b>	0	8.91	0	1.95
	<b>Total (I+II+III+IV)</b>	<b>122.63</b>	<b>54.90</b>	<b>47.50</b>	<b>41.72</b>

**Note-7:** Previous year's figures have been regrouped / reclassified wherever necessary.

In terms of our report of even date annexed.

<b>For N. Raja &amp; Associates,</b> Chartered Accountants Firm Reg. No: 003388S	<b>For and on behalf of the Board of Directors</b>	
Sd/- <b>N. Raja</b> <b>Partner</b> Membership No: 022890 Place: Chennai Date: 22.06.2023	Sd/- <b>P. Ponniah, IAS</b> <b>Director</b>	Sd/- <b>S. Vijayakumar, IAS</b> <b>Chairman &amp;</b> <b>Managing Director</b>
	<b>(Tamil Nadu Urban Infrastructure Financial Services Limited- Fund</b> <b>Manager of Project Development Grant Fund)</b>	

# **TAMIL NADU URBAN ROAD INFRASTRUCTURE FUND**

No.19, T.P. Scheme Road, Raja Annamalai Puram, Chennai 600 028

## **REPORT ON THE ACTIVITIES AND ANNUAL ACCOUNTS OF TAMIL NADU URBAN ROAD INFRASTRUCTURE FUND FOR THE FINANCIAL YEAR 2022-23**

### **1. Introduction**

The Government of Tamil Nadu have created a non-lapsable fund in the name of Tamil Nadu Urban Road Infrastructure Fund (TURIF) vide G.O. Ms. No.235, Municipal Administration and Water Supply (MA 3) Department dated 27.11.2008 to implement Tamil Nadu Urban Road Infrastructure Project (TURIP) and prescribed the guidelines for operation of the fund. Further, the Government vide G.O. Ms. No.290, Municipal Administration and Water Supply (MA-III) Department, dated 22.11.2010 issued the revised procedures and guidelines. It is a Government Fund and the corpus for the fund will be provided by Government of Tamil Nadu.

### **2. Objective of the project**

The objective of the TURIF is to fund projects to improve / renovate / relay roads and related infrastructure in the Municipal Corporation, Municipalities and Town Panchayats of Tamil Nadu.

### **3. Fund Management**

The TURIF is managed and operated by Tamil Nadu Urban Infrastructure Financial Services Limited (TNUIFSL) based on the guidelines prescribed and procedures laid down by the Government, from time to time. TNUIFSL acts as a fund manager of TURIF.

### **4. Fund size, sources and allocation**

The fund will have multiple sources viz., a portion of the assigned revenue payable to Municipal Corporations, Municipalities and Town Panchayats on account of surcharge on stamp duty, a portion of devolution to the Urban Local Bodies, proceeds from the issue of bonds and other market borrowings, other borrowings from Government, grants and any other source as decided by the Government, from time to time. The interest from investments and any other income earned or accruing to TURIF will also form part of its corpus and will be applied for the purposes for which the fund is created.

### **5. Eligibility Criteria**

#### **5.1 Eligible Projects**

The TURIF will finance improvement, renovation and relaying of roads in the Urban Local Bodies including related infrastructures such as pedestrian footpaths, storm water drains, signages, provision for ducting, street furniture, protective structures such as retaining walls, minor cross drainage structures, minor bridges and bus stands.



## 5.2 Eligible Grant Applicants

All Municipal Corporations, Municipalities and Town Panchayats in the State are eligible for funding under TURIF.

## 6. Procedure for application, approval and disbursement of grant

Applications from the ULBs for financial assistance along with the detailed estimate of the project and other relevant documents shall be scrutinized by the Commissioner of Municipal Administration / Director of Town Panchayats and placed it before the Committee for approval. The Committee consisting of Additional Chief Secretary to Government, Municipal Administration and Water Supply Department as Chairperson, the Commissioner of Municipal Administration and the Director of Town Panchayats as members shall approve the proposals and sanction grants from TURIF. The funds from TURIF will be released to the ULBs based on the proceedings of the Director of Municipal Administration / Commissioner of Town Panchayats and on receipt of utilization certificates for the grant already disbursed to ULBs.

## 7. Procurement procedures

The Tamil Nadu Transparency in Tenders Act, 1998 and all relevant rules and procedures shall be duly followed for procurement of works, goods & services under this project.

## 8. Performance

A sum of Rs.648.81 crores has been received from Government as grant during the financial year 2022-23 and a sum of Rs.714.37 crores has been disbursed to various ULBs during the financial year 2022-23. The details are furnished below:

Details	(Rs.in crores)	
	Financial Year 2022-23	Financial Year 2021-22
<b>Balance of Fund as on 1<sup>st</sup> April</b>	<b>231.88</b>	<b>272.19</b>
Add: Grant received from GoTN	648.81	304.83
Add: Excess of Income over Expenditure	14.32	14.97
<b>Total</b>	<b>895.01</b>	<b>591.99</b>
Less: Disbursements to ULBs	714.37	360.11
<b>Balance of Fund as on 31<sup>st</sup> March</b>	<b>180.64</b>	<b>231.88</b>

## 9. Accounts and Audit

The Annual Accounts for the financial year 2022-2023 have been audited by M/s. S. Sonny Associates, Chartered Accountants, Chennai – 600 041. A copy of the audited annual accounts for the financial year 2022-23 is enclosed.

\*\*\*\*\*

**S. SONNY ASSOCIATES**  
Chartered Accountants

5, Devi Appartents, 32, K.K. Road, Valmiki Nager  
Thiruvanmiyur, Chennai – 600 041.

## **INDEPENDENT AUDITORS' REPORT**

To,  
The Board of Directors,  
Tamil Nadu Urban Infrastructure Financial Services Limited  
(Fund Manager of Tamil Nadu Urban Road Infrastructure Fund)

### **Opinion**

We have audited the financial statements of **Tamil Nadu Urban Road Infrastructure Fund** (the entity), the Grant Fund of Government of Tamil Nadu, which comprise the Balance Sheet as at 31<sup>st</sup> March 2023, the Income and Expenditure Account and the Receipts and Payments Account 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 give a true and fair view of the financial position of the entity as at 31<sup>st</sup> March 2023, and of its financial performance and its Receipts and Payments Account for the year then ended in accordance with the Accounting Standards issued by the Institute of Chartered Accountants of India (ICAI).

### **Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing (SAs) issued by ICAI. 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 entity in accordance with the Code of Ethics issued by ICAI and we have fulfilled our other ethical responsibilities in accordance with the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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

The Management (Fund Manager) is responsible for the preparation of these financial statements that give a true and fair view of the state of affairs, results of operations and cash flows of the entity in accordance with the accounting principles generally accepted in India. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

**S. SONNY ASSOCIATES**  
Chartered Accountants

5, Devi Appartents, 32, K.K. Road, Valmiki Nager  
Thiruvanmiyur, Chennai – 600 041.

### **INDEPENDENT AUDITORS' REPORT**

In preparing the financial statements, management is responsible for assessing the entity'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 entity or to cease operations, or has no realistic alternative but to do so.

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

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

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

For **S.Sonny Associates,**  
Chartered Accountants  
Firm No.003935S  
Sd/-

**S.Sundar**  
Partner

Membership No.023425

UDIN: 23023425BGWJFH2367

Place: Chennai  
Date: 22.06.2023

**TAMIL NADU URBAN ROAD INFRASTRUCTRE FUND**  
**(Grant Fund of Government of Tamil Nadu)**  
**No.19, T.P. Scheme Road, Raja Annamalaipuram, Chennai 600 028**  
**BALANCE SHEET AS AT 31.03.2023**

Particulars	Note No.	As at	As at
		31 <sup>st</sup> March, 2023	31 <sup>st</sup> March, 2022
		(₹)	
<b>Sources of Funds</b>			
Grant from Government	1	180,63,82,265	231,88,23,259
Current Liabilities	2	32,674	25,936
<b>Total</b>		<b>180,64,14,939</b>	<b>231,88,49,195</b>
<b>Application of Funds</b>			
Current Assets			
a. Cash and Cash Equivalentts	3	157,64,79,940	96,88,44,765
b. Term Deposit with Companies		16,91,83,200	123,00,49,968
c. Other Current Assets		6,07,51,799	11,99,54,462
<b>Total</b>		<b>180,64,14,939</b>	<b>231,88,49,195</b>

Notes including Significant Accounting Policies – Note 1 to 6

The Notes referred above form an integral part of the Financial Statements  
In terms of our report of even date annexed

**For. S. SONNY ASSOCIATES**  
Chartered Accountants  
Firm Registration No.003935S

**For and behalf of the Board of Directors**

Sd/-  
**S. Sundar**  
**Partner**  
Membership No.023425

Sd/-  
**P. Ponniah, IAS**  
**Director**  
**(Tamil Nadu Urban Infrastructure Financial Services Limited - Fund Manager of Tamil Nadu Urban Road Infrastructure Fund)**

Sd/-  
**S. Vijayakumar, IAS**  
**Chairman & Managing Director**

Place: Chennai  
Date: 22.06.2023

<b>TAMIL NADU URBAN ROAD INFRASTRUCTRE FUND</b> <b>(Grant Fund of Government of Tamil Nadu)</b> <b>No.19, T.P. Scheme Road, Raja Annamalaipuram, Chennai 600 028</b> <b>INCOME &amp; EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31.03.2023</b>		
<b>Particulars</b>	<b>For the year ended</b> <b>31<sup>st</sup> March, 2023</b>	<b>For the year ended</b> <b>31<sup>st</sup> March, 2022</b>
	<b>(₹)</b>	
<b>Income</b>		
Interest earned		
On Savings Bank Account	63,40,980	73,72,478
On Deposit Accounts	13,83,73,540	14,27,43,340
<b>Total</b>	<b>14,47,14,520</b>	<b>15,01,15,818</b>
<b>Expenditure</b>		
Management Fee	8,42,958	4,24,927
Professional Fees	7,07,200	0
Audit Fee – Statutory Audit	29,500	23,600
<b>Total</b>	<b>15,79,658</b>	<b>4,48,527</b>
Excess of Income over Expenditure transferred to Grant from Government	<b>14,31,34,862</b>	<b>14,96,67,291</b>
Notes including Significant Accounting Policies – Note 1 to 6		
The Notes referred above form an integral part of the Financial Statements In terms of our report of even date annexed		

<p><b>For. S. SONNY ASSOCIATES</b> Chartered Accountants Firm Registration No.003935S</p>	<p style="text-align: center;"><b>For and behalf of the Board of Directors</b></p>	
<p>Sd/- <b>S. Sundar</b> Partner Membership No.023425</p>	<p>Sd/- <b>P. Ponniah, IAS</b> Director  (Tamil Nadu Urban Infrastructure Financial Services Limited - Fund Manager of Tamil Nadu Urban Road Infrastructure Fund)</p>	<p>Sd/- <b>S. Vijayakumar, IAS</b> Chairman &amp; Managing Director</p>
Place: Chennai Date:22.06.2023		

**TAMIL NADU URBAN ROAD INFRASTRUCTRE FUND**  
**(Grant Fund of Government of Tamil Nadu)**  
**No.19, T.P. Scheme Road, Raja Annamalaipuram, Chennai 600 028.**  
**RECEIPTS & PAYMENTS ACCOUNT FOR THE YEAR ENDED 31.03.2023**

Particulars	For the year ended 31 <sup>st</sup> March, 2023	For the year ended 31 <sup>st</sup> March, 2022
	(₹)	
<b>Receipts</b>		
Grant from Government	6,48,81,08,844	304,82,73,000
Interest Receipts	20,39,17,183	17,88,64,235
Term Deposit with Companies	1,06,08,66,768	50,03,92,047
<b>Total</b>	<b>7,75,28,92,795</b>	<b>372,75,29,282</b>
<b>Payments</b>		
Disbursements to Urban Local Bodies	7,14,36,84,700	360,10,48,500
Management Fee	8,42,120	5,85,237
Professional Fees	7,07,200	0
Audit Fees	23,600	23,600
<b>Total</b>	<b>7,14,52,57,620</b>	<b>360,16,57,337</b>
Surplus / (Deficit) for the year	60,76,35,175	12,58,71,945
Add: Opening Cash and Bank Balances	96,88,44,765	84,29,72,820
<b>Closing Cash &amp; Bank Balances</b>	<b>1,57,64,79,940</b>	<b>96,88,44,765</b>
The Notes referred above form an integral part of the Financial Statements In terms of our report of even date annexed		

**For. S. SONNY ASSOCIATES**  
Chartered Accountants  
Firm Registration No.003935S

**For and behalf of the Board of Directors**

Sd/-  
**S. Sundar**  
Partner  
Membership No.023425

Sd/-  
**P. Ponniah, IAS**  
Director

Sd/-  
**S. Vijayakumar, IAS**  
Chairman &  
Managing Director  
(Tamil Nadu Urban Infrastructure Financial Services  
Limited - Fund Manager of  
Tamil Nadu Urban Road Infrastructure Fund)

Place: Chennai  
Date:22.06.2023

**TAMIL NADU URBAN ROAD INFRASTRUCTRE FUND**  
**(Grant Fund of Government of Tamil Nadu)**

No.19, T.P. Scheme Road, Raja Annamalaipuram, Chennai 600 028.

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.03.2023**

Particulars	As at 31 <sup>st</sup> March 2023	As at 31 <sup>st</sup> March 2022
	(₹)	
<b>Note – 1</b>		
<b>Grant from Government</b>		
Balance at the beginning of the year	231,88,23,259	272,19,31,468
Add: Grant assistance received during the year	648,81,08,844	304,82,73,000
Excess of Income over Expenditure carried from Income and Expenditure Account	14,31,34,862	14,96,67,291
	<b>895,00,66,965</b>	<b>591,98,71,759</b>
Less: Disbursements to ULBs during the year	714,36,84,700	360,10,48,500
<b>Total</b>	<b>180,63,82,265</b>	<b>231,88,23,259</b>
<b>Note -2</b>		
<b>Current Liabilities</b>		
Audit Fee payable	29,500	23,600
TDS payable under GST	3,174	2,336
<b>Total</b>	<b>32,674</b>	<b>25,936</b>
<b>Note-3</b>		
<b>Current Assets</b>		
<b>a. Cash and Cash Equivalent</b>		
i. In Savings Bank Account with Banks	24,79,940	45,44,765
ii. In Deposit Account with Banks	1,57,40,00,000	96,43,00,000
	<b>1,57,64,79,940</b>	<b>96,88,44,765</b>
<b>b. Term Deposit with Companies</b>	16,91,83,200	123,00,49,968
	<b>16,91,83,200</b>	<b>123,00,49,968</b>
<b>c. Other Current Assets</b>		
Interest accrued on Deposits	6,07,51,799	11,99,54,462
	<b>6,07,51,799</b>	<b>11,99,54,462</b>
<b>Total</b>	<b>1,80,64,14,939</b>	<b>231,88,49,195</b>

**TAMIL NADU URBAN ROAD INFRASTRUCTRE FUND**  
**(Grant Fund of Government of Tamil Nadu)**  
**No.19, T.P. Scheme Road, Raja Annamalai Puram, Chennai 600 028.**  
**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED**  
**31.03.2023**

**Note - 4 : Significant Accounting Policies:**

**a. Basis of Accounting**

The financial statements have been prepared under the historical cost convention on an accrual basis and in accordance with the applicable accounting standards issued by the Institute of Chartered Accountants of India.

**b. Revenue Recognition**

Interest earned on the term deposits is recognized on a time proportion basis on the outstanding balances at the applicable rates.

**c. Management fee**

The Tamil Nadu Urban Road Infrastructure Fund (Grant Fund of Government of Tamil Nadu) is managed by Tamil Nadu Urban Infrastructure Financial Services Limited (TNUIFSL) as per the revised guidelines prescribed by Government of Tamil Nadu vide G.O. MS. No.290, Municipal Administration and Water Supply (MA-III) Department, dated 22.11.2010 as amended from time to time. The Government vide G.O.Ms.No.45, Municipal Administration & Water Supply (M.A.3) Department, dated 09.04.2013 has approved the fee @ 0.01% for the disbursements made.

**d. Transfer of surplus**

The balance in Income and Expenditure Account is transferred every year to the Grant from Government Account.

**e. Grant from Government Account**

The balance in Grant from Government Account represents the net of Grants received from the Government of Tamil Nadu, transfer of balance from Income and Expenditure Account, disbursement of capital grant to ULBs & other eligible disbursements, if any.



**TAMIL NADU URBAN ROAD INFRASTRUCTRE FUND**

**(Grant Fund of Government of Tamil Nadu)**

**No.19, T.P. Scheme Road, Raja Annamalaipuram, Chennai 600 028.**

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.03.2023**

**Note – 5: Nature of Operation**

The Tamil Nadu Urban Road Infrastructure Fund will finance improvement, renovation and relaying of roads in the Urban Local Bodies including related infrastructure such as pedestrian footpaths, storm water drains, signages, provision for ducting, street furniture, protective structures such as retaining walls, minor cross drainage structures, minor bridges and bus stands.

**Note -6 :** Previous year figures have been regrouped / reclassified wherever necessary.

In terms of our report of even date annexed

**For S. SONNY ASSOCIATES**

Chartered Accountants

Firm Registration No.003935S

**For and behalf of the Board of Directors**

Sd/-

**S. Sundar**

**Partner**

Membership No.023425

Sd/-

**P. Ponniah, IAS**

**Director**

Sd/-

**S. Vijayakumar, IAS**

**Chairman &**

**Managing Director**

**(Tamil Nadu Urban Infrastructure Financial Services**

**Limited - Fund Manager of**

**Tamil Nadu Urban Road Infrastructure Fund)**

Place: Chennai

Date:22.06.2023

**CHENNAI MEGA CITY DEVELOPMENT FUND**  
**(Grant Fund of Government of Tamil Nadu)**  
**No.19, T.P Scheme Road, Raja Annamalaipuram, Chennai-600 028**

**REPORT ON THE ACTIVITIES AND ANNUAL ACCOUNTS OF**  
**CHENNAI MEGA CITY DEVELOPMENT FUND**  
**FOR THE FINANCIAL YEAR 2022-23**

**1. Introduction**

The Government vide G.O.(Ms) No.10, Municipal Administration and Water Supply (MC.1) Department, dated 27.01.2012 had launched Chennai Mega City Development Mission (CMCDM) initially for the period from 2011-12 to 2015-16 and vide G.O.(Ms) No.66, Municipal Administration and Water Supply (MC.1) Department, dated 22.06.2018 CMCDM has been re-launched for the period from 2018-19 to 2020-21. The Government vide G.O.(3D) No.5, Municipal Administration and Water Supply (MC.1) Department, dated 30.03.2012 had issued orders for creation of Chennai Mega City Development Fund (CMCDF) for implementing CMCDM. The CMCDF is a Government Fund and the Corpus for the fund will be provided by way of budgetary allocation, every year by the Government of Tamil Nadu. The Government has designated Tamil Nadu Urban Infrastructure Financial Services Limited as the Nodal Agency for CMCDM.

**2. Objectives**

The fund will be used to assist Greater Chennai Corporation (GCC) and Chennai Metropolitan Water Supply and Sewerage Board (CMWSSB) for implementing various urban infrastructure and basic services projects like Roads, Storm Water Drains, Street Lighting, Water Supply and Sanitation.

**3. Fund Management**

The CMCDF is managed by Tamil Nadu Urban Infrastructure Financial Services Limited (TNUIFSL) based on the guidelines and procedures prescribed by the Government of Tamil Nadu (GoTN), from time to time. TNUIFSL acts as a fund manager of the CMCDF.

#### **4. Fund Size, Sources and Allocation**

The Corpus for the fund will be provided through budgetary provision every year by the Government of Tamil Nadu. The interest from investment and any other income earned or accruing to the Fund should form part of its Corpus and shall be applied for the objective for which the fund is created. The allocation under the scheme is fully regulated by the Government of Tamil Nadu and the Government has absolute domain over the funds of the schemes.

#### **5. Eligibility Criteria**

The CMCDM envisages improvement of infrastructure / basic amenities in Chennai and its Suburban areas. The funds under CMCDM are available to the projects of GCC and CMWSSB only. The GCC and CMWSSB shall consider schemes which will have substantial impact on the infrastructure of the city. The projects envisaged should be executed on an integrated approach. The capital works exceeding Rs.5.00 crores will be considered for funding under CMCDM. Priority shall be given to Water Supply, Under Ground Sewerage Scheme and Bus Route Roads in the extended areas. Among culverts and Storm Water Drains, priority shall be given to the Flood Mitigation works. Any proposal for funding regular operation & maintenance works, office buildings and residential quarters will not be considered for funding under CMCDM. The eligible projects to be funded under CMCDM shall be as decided by the Project Sanctioning Committee, constituted by the Government.

#### **6. Procedure for Application and Approval of Grant**

The Government has constituted a Project Sanctioning Committee for approval of projects and sanctioning of grant, with the following composition:

- i. Additional Chief Secretary to Government, Municipal Administration and Water Supply Department (Chairman),
- ii. Secretary to Government (Expenditure), Finance Department (Member)
- iii. Chairman & Managing Director, Tamil Nadu Urban Infrastructure Financial Services Limited (Member)
- iv. Commissioner, Greater Chennai Corporation (Convenor for Greater Chennai Corporation Projects)
- v. Managing Director, Chennai Metropolitan Water Supply and Sewerage Board (Convenor for CMWSSB Projects)

The Nodal Agency will appraise the projects forwarded by GCC and CMWSSB and put up the proposal to the Project Sanctioning Committee for Administrative Sanction. The grant will be disbursed based on the norms prescribed by the Project Sanctioning Committee.

## 7. Procurement

The provisions of the Tamil Nadu Transparency in Tender Act, 1998 and Tamil Nadu Transparency in Tenders Rules, 2000 (amended up to date) shall be applicable for procurement of works, goods and services.

## 8. Performance

### 8.1. For the Financial Year 2022-23

A sum of ` 474.79 crores has been received from Government and a sum of 161.75 crores has been disbursed to GCC and CMWSSB during the financial year 2022-23. The details are furnished below:

(` in crores)

Details	Financial Year 2022-23	Financial Year 2021-22
<b>Balance of Fund as on 1<sup>st</sup> April</b>	<b>63.62</b>	<b>323.03</b>
Add: Grant received from GoTN	474.79	100.00
<b>TOTAL</b>	<b>538.41</b>	<b>423.03</b>
Less: Grant Disbursements	161.75	359.20
Excess of Expenditure over Income	0.09	0.21
<b>Balance of Fund as on 31<sup>st</sup> March</b>	<b>376.57</b>	<b>63.62</b>

### 8.2 From the Financial Year 2011-12 to 2022-23

The Project Sanctioning Committee has sanctioned sub-projects costing ` 9,054.38 crores implemented by GCC and CMWSSB for the Financial Year 2011-12 to 2015-16 and 2018-19 to 2020-21, for which a grant of ` 3,999.63 crores has been committed (` 3,991.73 crores for projects and ` 7.90 crores for fees and consultancy). Of the above, a sum of ` 3,398.23 crores has been disbursed up to 31<sup>st</sup> March 2023. The balance grant to be disbursed is ` 476.56 crores, which will be disbursed based on progress of projects.

The details are furnished below:

Sl. No.	Details	Grant Sanctioned	Grant Received	Grant Disbursed	Balance
		` In crores			
<b>I</b>	<b>Grant received from Government</b>				
	Scheme – 2011-12 to 2015-16	2,500.00	2,375.16	2,228.23	146.93
	Scheme – 2018-19 to 2020-21	1,499.63	1,399.63	1,070.00	229.63
	<b>Total (I)</b>	<b>3,999.63</b>	<b>3,774.79</b>	<b>3298.23</b>	<b>376.56</b>
	In SB Account				0.05
	In PD Account				376.51
<b>Sl. No.</b>	<b>Details</b>	<b>Grant Sanctioned</b>	<b>Grant Disbursed</b>	<b>Savings / unutilized</b>	<b>Balance to be disbursed</b>
<b>II</b>	<b>Disbursement of Grant</b>				
<b>i</b>	<b>Scheme – 2011-12 to 2015-16</b>				
	GCC	1,274.24	1,215.98	58.26	0
	CMWSSB	1,217.86	1007.67	66.58	143.61
	Fees	7.90	4.58	0	3.32
	<b>Total (i)</b>	<b>2,500.00</b>	<b>2228.23</b>	<b>124.84</b>	<b>146.93</b>
<b>ii</b>	<b>Scheme – 2018-19 to 2020-21</b>				
	GCC	951.60	822.72	0	128.88
	CMWSSB	548.03	347.28	0	200.75
	<b>Total (ii)</b>	<b>1,499.63</b>	<b>1,170.00</b>	<b>0</b>	<b>329.63</b>
<b>iii</b>	<b>Both the schemes</b>				
	GCC	2,225.84	2,038.7	58.26	128.88
	CMWSSB	1,765.89	1,354.95	66.58	344.36
	Fees	7.90	4.58	0	3.32
	<b>Total (i + ii)</b>	<b>3,999.63</b>	<b>3,398.23</b>	<b>124.84</b>	<b>476.56</b>

## 9. Accounts and Audit

The Annual Accounts for the financial year 2022-23 have been audited by M/s. S. Sonny Associates, Chartered Accountants, Chennai. A copy of the audited accounts for the financial year 2022-23 is enclosed.

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## INDEPENDENT AUDITORS' REPORT

To,  
The Board of Directors,  
Tamil Nadu Urban Infrastructure Financial Services Limited  
(Fund Manager of Chennai Mega City Development Fund)

### Opinion

We have audited the financial statements of **Chennai Mega City Development Fund** (the entity), the Grant Fund of Government of Tamil Nadu, which comprise the Balance Sheet as at 31<sup>st</sup> March 2023, the Income and Expenditure Account and the Receipts and Payments Account 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 give a true and fair view of the financial position of the entity as at 31<sup>st</sup> March 2023, and of its financial performance and its Receipts and Payments Account for the year then ended in accordance with the Accounting Standards issued by the Institute of Chartered Accountants of India (ICAI).

### Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) issued by ICAI. 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 entity in accordance with the Code of Ethics issued by ICAI and we have fulfilled our other ethical responsibilities in accordance with the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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

The Management (Fund Manager) is responsible for the preparation of these financial statements that give a true and fair view of the state of affairs, results of operations and cash flows of the entity in accordance with the accounting principles generally accepted in India. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

## INDEPENDENT AUDITORS' REPORT

In preparing the financial statements, management is responsible for assessing the entity'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 entity or to cease operations, or has no realistic alternative but to do so.

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

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

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

for **S. Sonny Associates,**  
Chartered Accountants  
Firm Reg. No.003935S

S. Sundar  
Partner

Membership No.023425  
UDIN: 23023425BGWJFF4411

Place: Chennai  
Date : 22.06.2023

**Chennai Mega City Development Fund**  
**(Grant Fund of Government of Tamil Nadu)**  
**No.19, T.P Scheme Road, Raja Annamalaipuram, Chennai-600 028**  
**Balance Sheet As At 31.03.2023**

Particulars	Note No.	As at 31st March 2023	As at 31st March 2022
<b>Sources of Funds</b>		( )	
Grant from Government	1	376,56,39,542	63,62,34,354
Current Liabilities	2	35,618	25,142
<b>Total</b>		<b>376,56,75,160</b>	<b>63,62,59,496</b>
<b>Application of Funds</b>			
Current Assets	3		
a.Cash and Cash Equivalentts		376,56,75,160	63,62,59,496
<b>Total</b>		<b>376,56,75,160</b>	<b>63,62,59,496</b>

Notes including Significant Accounting Policies - Note 1 to 6

The Notes referred above form an integral part of the Financial Statements.

In terms of our report of even date annexed

**For S. Sonny Associates,**  
Chartered Accountants  
Firm Reg. No: 003935S

**For and on behalf of the Board of Directors**

Sd/-

Sd/-

Sd/-

**S. Sundar**  
**Partner**  
Membership No: 023425

**P. Ponniah, IAS**  
**Director**

**S. Vijayakumar, IAS**  
**Chairman &**  
**Managing Director**

**(Tamil Nadu Urban Infrastructure Financial Services Limited –  
Fund Manager of Chennai Mega City Development Fund)**

Place: Chennai

Date: 22.06.2023



**Chennai Mega City Development Fund**  
**(Grant Fund of Government of Tamil Nadu)**

No.19, T.P Scheme Road, Raja Annamalaipuram, Chennai-600 028

**Income & Expenditure Account for the year ended 31.03.2023**

Particulars	For the year ended 31.03.2023	For the year ended 31.03.2022
	( )	
<b>Income</b>		
Interest earned		
On Savings Bank Account	22,037	42,745
<b>Total</b>	<b>22,037</b>	<b>42,745</b>
<b>Expenditure</b>		
Management Fee	9,54,349	21,19,284
Statutory Audit Fee	29,500	23,600
<b>Total</b>	<b>9,83,849</b>	<b>21,42,884</b>
Excess of Expenditure over Income transferred to Grant from Government	<b>(9,61,812)</b>	<b>(21,00,139)</b>
Notes including Significant Accounting Policies - Note 1 to 6		
The Notes referred above form an integral part of the Financial Statements.		
In terms of our report of even date annexed		

**For S. Sonny Associates,**  
Chartered Accountants  
Firm Reg. No: 003935S

**For and on behalf of the Board of Directors**

Sd/-

**S. Sundar**  
**Partner**  
Membership No: 023425

Sd/-

**P. Ponniah, IAS**  
**Director**

Sd/-

**S. Vijayakumar, IAS**  
**Chairman &**  
**Managing Director**

(Tamil Nadu Urban Infrastructure Financial Services Limited –  
Fund Manager of Chennai Mega City Development Fund)

Place: Chennai

Date: 22.06.2023

**Chennai Mega City Development Fund**  
**(Grant Fund of Government of Tamil Nadu)**  
**No.19, T.P Scheme Road, Raja Annamalaipuram, Chennai-600 028**  
**Receipts & Payments for the year ended 31.03.2023**

Particulars	For the year ended 31.03.2023	For the year ended 31.03.2022
	( )	
<b>Receipts</b>		
Grant from Government	474,79,00,000	100,00,00,000
Interest Receipts	22,037	42,745
<b>Total</b>	<b>474,79,22,037</b>	<b>100,00,42,745</b>
<b>Payments</b>		
Disbursements of Grant	161,75,33,000	359,20,00,000
Management Fee	9,48,231	21,44,698
Statutory Audit Fee	23,600	23,600
TDS under GST	1,542	0
<b>Total</b>	<b>161,85,06,373</b>	<b>359,41,68,298</b>
Surplus / (Deficit) for the year	312,94,15,664	(259,41,25,553)
Add: Opening Cash and Bank Balances	63,62,59,496	323,03,85,049
<b>Closing Cash &amp; Bank Balances</b>	<b>376,56,75,160</b>	<b>63,62,59,496</b>

In terms of our report of even date annexed

**For S. Sonny Associates,**  
Chartered Accountants  
Firm Reg. No: 003935S

**For and on behalf of the Board of Directors**

Sd/-

**S. Sundar**  
**Partner**  
Membership No:  
023425

Sd/-

**P. Ponniah, IAS**  
**Director**

Sd/-

**S. Vijayakumar, IAS**  
**Chairman &**  
**Managing Director**

**(Tamil Nadu Urban Infrastructure Financial Services Limited –  
Fund Manager of Chennai Mega City Development Fund)**

Place: Chennai

Date: 22.06.2023

**Chennai Mega City Development Fund**  
**(Grant Fund of Government of Tamil Nadu)**

No.19, T.P Scheme Road, Raja Annamalaipuram, Chennai-600 028

Notes forming part of the Financial Statements for the year ended 31.03.2023

Particulars	As at 31st March 2023	As at 31st March 2022
	(₹)	
<b>Note -1</b>		
<b>Grant from Government</b>		
Balance at the beginning of the year	63,62,34,354	323,03,34,493
Add: Grant assistance received during the year	474,79,00,000	100,00,00,000
	<b>538,41,34,354</b>	<b>423,03,34,493</b>
Less: Disbursement made during the year	161,75,33,000	359,20,00,000
Excess of Expenditure over Income transferred from Income & Expenditure Account	9,61,812	21,00,139
<b>Total</b>	<b>376,56,39,542</b>	<b>63,62,34,354</b>
<b>Note -2</b>		
<b>Current Liabilities</b>		
Statutory Audit Fee Payable	29,500	23,600
TDS Payable under GST	6,118	1,542
<b>Total</b>	<b>35,618</b>	<b>25,142</b>
<b>Note -3</b>		
<b>Current Assets</b>		
<b>a.Cash and Cash Equivalentts</b>		
i.In Savings Bank Account	6,08,160	10,59,496
ii.In Public Deposit account	376,50,67,000	63,52,00,000
<b>Total</b>	<b>376,56,75,160</b>	<b>63,62,59,496</b>

**CHENNAI MEGA CITY DEVELOPMENT FUND**  
**(Grant Fund of Government of Tamil Nadu)**  
**No.19, T.P Scheme Road, Raja Annamalaipuram, Chennai-600 028**  
**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED**  
**31.03.2023**

**Note-4: Significant Accounting Policies**

**a. Basis of Accounting**

The financial statements have been prepared under the historical cost convention on an accrual basis and in accordance with the applicable accounting standards issued by the Institute of Chartered Accountants of India.

**b. Revenue Recognition**

Interest earned on the term deposits is recognized on a time proportion basis on the outstanding balances at the applicable rates.

**c. Management Fee**

The Chennai Mega City Development Fund, the Grant Fund of Government of Tamil Nadu, is managed by Tamil Nadu Urban Infrastructure Financial Services Limited (TNUIFSL). The Project Sanctioning Committee of Chennai Mega City Development Mission has prescribed the management fees to TNUIFSL @ 0.10% (payable @ 0.05% on receipt of orders of the Government for sanction of grant and @ 0.05% on disbursement of funds).

**d. Transfer of Surplus**

The balance in Income and Expenditure Account is transferred every year to the Grant Fund Account.

**e. Grant from Government Account**

The balance in Grant from Government Account represents net of grants received from the Government of Tamil Nadu, transfer of balance from Income and Expenditure Account, disbursement of grant to Urban Local Bodies/Board & other eligible disbursements, if any.

**CHENNAI MEGA CITY DEVELOPMENT FUND**  
**(Grant Fund of Government of Tamil Nadu)**  
**No.19, T.P Scheme Road, Raja Annamalaipuram, Chennai-600 028**  
**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED**  
**31.03.2023**

**Note-5: Nature of Operation**

The Chennai Mega City Development Fund is created by Government of Tamil Nadu to assist Greater Chennai Corporation and Chennai Metropolitan Water Supply and Sewerage Board for implementing various urban infrastructure and basic services / projects like roads, storm water drains, street lighting, water supply and sanitation.

**Note-6:** Previous year's figures have been regrouped / reclassified wherever necessary.

**For S. Sonny Associates,**  
Chartered Accountants  
Firm Reg. No: 003935S

**For and on behalf of the Board of Directors**

Sd/-  
**S. Sundar**  
Partner  
Membership No: 023425

Sd/-  
**P. Ponniah, IAS**  
Director

Sd/-  
**S. Vijayakumar, IAS**  
Chairman &  
Managing Director

**(Tamil Nadu Urban Infrastructure Financial Services Limited**  
**Fund Manager of Chennai Mega City Development Fund)**

Place: Chennai

Date: 22.06.2023