CORPORATE INFORMATION

RESOLUTION PROFESSIONAL : Dr. M.S. SANKAR
IP Registration No.IBBI/IPA-001/IP-P00770/2017-18/11315.

BOARD OF DIRECTORS (Powers suspended on account of CIRP)

INDEPENDENT DIRECTOR	:	Shri M.V. Bhaskara Rao
MANAGING DIRECTOR	:	Shri G. Srinivasa Raju
NON-EXECUTIVE DIRECTOR	:	Shri S. Hanumantha Rao
INDEPENDENT DIRECTOR	:	Shri A.S. Anand Kumar
INDEPENDENT DIRECTOR	:	Shri L. V. Rao
AUDIT COMMITTEE	:	Shri A. S. Anand Kumar Shri S. Hanumantha Rao Shri M. V. Bhaskara Rao Shri L. V. Rao
MANAGEMENT COMMITTEE	:	Shri G. Srinivasa Raju Shri S. Hanumantha Rao Shri M. V. Bhaskara Rao
CORPORATE SOCIAL RESPONSIBILITY COMMITTEE	:	Shri G. Srinivasa Raju Shri S. Hanumantha Rao Shri M. V. Bhaskara Rao
NOMINATION AND REMUNERATION COMMITTEE	:	Shri S. Hanumantha Rao Shri A. S. Anand Kumar Shri M. V. Bhaskara Rao
RISK MANAGEMENT COMMITTEE	:	Shri G. Srinivasa Raju Shri S. Hanumantha Rao Shri M. V. Bhaskara Rao
SHARE TRANSFER COMMITTEE	:	Shri G. Srinivasa Raju Shri M.V. Bhaskara Rao Shri S. Hanumantha Rao
SHAREHOLDERS' GRIEVANCES COMMITTEE	:	Shri G. Srinivasa Raju Shri S. Hanumantha Rao Shri M.V. Bhaskara Rao
COMPANY SECRETARY	:	Shri Pathan Apser Hussen
STATUTORY AUDITORS	:	M/s. Venugopal & Chenoy Chartered Accountants, Tilak Road, Hyderabad.
INTERNAL AUDITORS		Shri M. Balarama Krishnaiah Chartered Accountant, Hyderabad.
COST AUDITORS	:	M/s Nageswara Rao & Co. Cost Accountants, Hyderabad

BANKERS	:	Andhra Bank Central Bank of India Exim Bank Limited IDBI Bank Limited Edelweiss ARC Limited Punjab National Bank UCO Bank
REGISTERED OFFICE	:	Survey No. 321, Turkala Khanapur (V), Hatnur (M), Sanga Reddy Dist - 502 296 Telangana, India.
CORPORATE OFFICE	:	No. 8-2-248/1/7/24, 2nd Floor, Nagarjuna Hills, Punjagutta, Hyderabad - 500 082. Website: www.sujana.com
WORKS	:	(i) Plot No. 128 Part, Sy.No.172/B, I.D.A. Bollaram - 502 325, Jinnaram Mandal, Sanga Reddy Dist, Telangana. (ii) Plot No. 10, 11 and 12, Sy. No.172 I.D.A. Bollaram - 502 325, Jinnaram Mandal, Sanga Reddy Dist, Telangana. (iii) Plot No. 9, Sy. No.172/EE, U, UU, I.D.A. Bollaram - 502 325, Jinnaram Mandal, Sanga Reddy Dist, Telangana. (iv) Plot No.159 B & C, Sy. No.172/EE, U, UU I.D.A. Bollaram - 502 325, Jinnaram Mandal, Sanga Reddy Dist, Telangana. (v) Sy. No. 321, Turkala Khanapur Village, Hatnur Mandal, Sanga Reddy Dist, Telangana - 502 296
LISTING	:	EQUITY BSE Limited (BSE) PhirozeJeejeebhoy Towers Dalal Street, Mumbai - 400 001 National Stock Exchange of India Limited (NSE) 5th Floor, Exchange Plaza Bandra (E), Mumbai - 400 051
REGISTRAR & SHARE TRANSFER AGENT	:	M/s. Bigshare Services Private Limited 306, Right Wing, 3rd Floor, Amrutha Ville, Opp: Yashoda Hospital, Raj Bhavan Road, Somajiguda, Hyderabad - 500 082 Phone No. 040-2337 4967 Email: bsshyd@bigshareonline.com Website: bigshareonline.com

NOTICE

Notice is hereby given that the 13th Annual General Meeting of Neueon Towers Limited will be held Wednesday, the 30th day of December, 2020 at 12.00 Noon through Video Conferencing ("VC") / Other Audio Visual Means ("OAVM"). to transact the following business:

BACKGROUND:

The members are hereby informed that Corporate Insolvency Resolution Process ('CIRP') has been initiated for the Company under the provisions of Section 7 of the Insolvency and Bankruptcy Code, 2016 ('IBC') by the National Company Law Tribunal vide Order No. CP(IB) No. 679/7/HDB/2018 ('order') with effect from 03.06.2019 (uploaded on website on 08.06.2019). Further, vide the aforesaid NCLT order and pursuant to Section 17 of the IBC, the powers of the Board of Directors of the Company stood suspended, and such powers are vested with the Interim Resolution Professional, Dr. M S Sankar, - Resolution Professional (IP Registration No.IBBI/IPA-001/ IP-P00770/2017-18/11315. His appointment confirmed by the Committee of Creditors ('COC') as the Resolution Professional (the 'RP'). Accordingly, Dr.M.S.Sankar in his capacity as RP took control and custody of the management and operations of the Company from 03.06.2019. Consequently, all actions that are deemed to be taken by the Board of Directors have been be given effect to by the RP during the continuance of the CIRP as per the provisions of the IBC. In view thereof, the 13th Annual General Meeting (AGM) of the Members of the Company is being convened by the RP.

The appointment/re-appointments of the Directors are recommended only for the sole purpose of complying with the applicable provision(s) of the Companies Act, 2013 (as amended) and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. Further, pursuant to Section 17 of the IBC, the powers the Board of Directors shall stand suspended during the continuance of the CIRP.

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Financial Statements of the Company (including Audited Consolidated Financial Statements) for the financial year ended March31st, 2020 and the reports of the Directors and Auditors thereon.
2. To appoint a director in place of Shri S.Hanumantha Rao (DIN: 00118801), Director, who retires by rotation and being eligible, offers himself for re-appointment.

SPECIAL BUSINESS:

3. To ratify the remuneration of the cost auditors for the financial year ending 31st March, 2020 and the in this regard to consider and if thought fit, to pass with or without modification(s) the following resolution as an Ordinary Resolution:

   "RESOLVED THAT pursuant to the provisions of Section 148 and all other applicable provisions of the Companies Act, 2013 and Companies (Audit and Auditors) Rules, 2014 (including any statutory modifications(s) or re- enactment thereof, for the time being in force), the remuneration up to Rs. 25,000/- (Rupees Twenty Five Thousand Only) plus Service tax as applicable and reimbursment of actual expenses and out of packet expenses to be paid to M/s. Nageswara Rao & Co, (Membership No: 000332) Cost Auditors of the Company, for the financial year 2020-21, as approved by the Board of Directors of the Company, be and is hereby ratified.

   RESOLVED FURTHER THAT the Board be and is hereby authorised to do all acts and take all such steps as may be necessary, proper or expedient to give effect to this resolution."

FOR NEUEON TOWERS LIMITED
DR.M.S.Sankar-
Resolution Professional
(IP Registration No.IBBI/IPA-001/IP-P00770/201718/11315)
(A Company under Corporate Insolvency Resolution Process by NCLT order No. CP(IB)No. 679/07/HDB/2018)

Place: Hyderabad
Date: 07.12.2020

NOTES:

1. The Explanatory Statements pursuant to Section 102(1) of the Companies Act, 2013 with respect to the special businesses set out in the Notice are annexed.
2. In view of the massive outbreak of the COVID-19 pandemic, social distancing is to be a pre-requisite and pursuant to the Circular Nos. 14/2020 (dated April 8, 2020), 17/2020 (dated April 13, 2020) and 20/2020 (dated May 5, 2020) (Collectively referred to as MCA Circulars), issued by the Ministry of Corporate Affairs (MCA), permitted the holding of the Annual General Meeting ("AGM") through VC / OAVM, without the physical presence of the Members at a common venue. In compliance with the provisions of the Companies Act, 2013 ("Act"), SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations") and MCA Circulars, the AGM of the Company is being held through VC / OAVM.
3. Pursuant to the Circular No. 14/2020 dated April 08, 2020, issued by the Ministry of Corporate Affairs, the facility to appoint proxy to attend and cast vote for the members is not available for this AGM. However, the Body Corporates are entitled to appoint authorised representatives to attend the AGM through VC/OAVM and participate thereat and cast their votes through e-voting.
4. The Members can join the AGM in the VC/OAVM mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the AGM through VC/OAVM will be made available for 1000 members on first come first served basis. This will not include large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors etc. who are allowed to attend the AGM without restriction on account of first come first served basis.

5. The attendance of the Members attending the AGM through VC/OAVM will be counted for the purpose of reckoning the quorum under Section 103 of the Companies Act, 2013.
6. Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 (as amended), and the Circulars issued by the Ministry of Corporate Affairs dated April 08, 2020, April 13, 2020 and May 05, 2020 the Company is providing facility of remote e-voting to its Members in respect of the business to be transacted at the AGM. For this purpose, the Company has entered into an agreement with National Securities Depository Limited (NSDL) for facilitating voting through electronic means, as the authorized agency. The facility of casting votes by a member using remote e-voting system as well as venue voting on the date of the AGM will be provided by NSDL.
7. In line with the Ministry of Corporate Affairs (MCA) Circular No. 17/2020 dated April 13, 2020, the Notice calling the AGM has been uploaded on the website of the Company at www.sujana.com. The Notice can also be accessed from the websites of the Stock Exchanges i.e. BSE Limited and National Stock Exchange of India Limited at www.bseindia.com and www.nseindia.com respectively and the AGM Notice is also available on the website of NSDL (agency for providing the Remote e-Voting facility) i.e. www.evoting.nsdl.com.
8. AGM has been convened through VC/OAVM in compliance with applicable provisions of the Companies Act, 2013 read with MCA Circular No. 14/2020 dated April 08, 2020 and MCA Circular No. 17/2020 dated April 13, 2020 and MCA Circular No. 20/2020 dated May 05, 2020.
9. Institutional / Corporate Shareholders (i.e. other than individuals / HUF, NRI, etc.) are required to send a scanned certified copy (PDF/JPG Format) of their Board or governing body's Resolution/Authorization, authorizing their representative to attend the AGM through VC / OAVM on their behalf and to vote through remote e-voting, to the Scrutinizer through e-mail at csdarakandassociates@gmail.com with a copy marked to evoting@nsdl.co.in.
10. Relevant documents referred to in the accompanying Notice and in the Explanatory Statements are open for inspection by the Members at the Company's Registered Office on all working days of the Company, during business hours up to the date of the Meeting.
11. The Share Transfer Books and Register of Members of the Company will remain closed on December 28th, 2020 (One day only).
12. The relevant details as required under Regulation 36(3) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Securities and Exchange Board of India Listing Regulations"), of the person seeking re-appointment are also annexed.
13. Shareholders desiring any information as regards the accounts are requested to write to the Company at an early date so as to enable the Management to keep the information ready at the meeting.
14. The registration of share transfers and other related correspondence will be dealt at M/s. Bigshare Services Private Limited of Mumbai, having its branch office at 306, Right Wing, 3rd Floor, Amruta Ville, Opp: Yashoda Hospital, Raj Bhavan Road, Somajiguda, Hyderabad - 500 082.
15. As mandated by SEBI, effective from April 1, 2019, that securities of listed companies shall be transferred only in dematerialized form. In view of the above and to avail various benefits of dematerialization, Members are advised to dematerialize share(s) held by them in physical form.
16. The Securities and Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in securities market. Members holding shares in electronic form are, therefore, requested to submit the PAN to their Depository Participants with whom they are maintaining their demat accounts. Members holding shares in physical form can submit their PAN details to the Company's RTA.
17. In accordance with the provisions of Section 72 of the Companies Act, 2013, members are entitled to make nominations in respect of the Equity Shares held by them, in physical form. Members desirous of making nominations may procure the prescribed form from the Registrar & Share Transfer Agent of the Company (i.e., M/s Bigshare Services Pvt. Ltd., Hyderabad.
18. Pursuant to Section 101 and Section 136 of the Companies Act, 2013 read with relevant Rules issued there under, Companies can serve Annual Reports and other communications through electronic mode to those shareholders who have registered their email address either with the Company or with the Depository. It is a welcome move for the society at large, as this will reduce paper consumption to a great extent and allow shareholders to contribute towards a greener environment. This is a golden opportunity for every shareholder of the Company to contribute to the cause of Green Initiative. Members who have not registered their e-mail address with the Company are requested to register the same by submitting the letter to Companies RTA. The Members holding shares in electronic form are requested to register their e-mail address with their Depository Participants only.
19. Members whose email address are not registered can register the same in the following manner:

    (a)/Members holding share(s) in physical mode can register their e-mail ID with the Company's RTA

    (b).Members who have not registered their E-mail address and in consequence, the Annual Report and Notice of AGM could not be served, may temporarily get their E-mail address and mobile number provided with NSDL / Company.

    (c). Members holding share(s) in electronic mode are requested to register / update their e-mail address with their respective Depository Participants ("DPs") for receiving all communications from the Company electronically.

20. To prevent fraudulent transactions, members are advised to exercise due diligence and notify the Company of any change in address or demise of any member as soon as possible. Members are also advised not to leave their demat account(s) dormant for long. Periodic statement of holdings should be obtained from the concerned Depository Participant and holdings should be verified.

21. In compliance with the provisions of Section 108 of the Act read with Rules made there under and Regulation 44 of the Listing Regulations, the Company is offering e-voting facility to all Members of the Company. A person, whose name is recorded in the Register of Members or in the Register of Beneficial Owners (in case of electronic shareholding) maintained by the Depositories as on the cut-off date i.e. December 23, 2020 only shall be entitled to avail the facility of remote e-voting/e-voting at the AGM. NSDL will be facilitating remote e-voting to enable the Members to cast their votes electronically. The Members can cast their vote online from 10.00 A.M. (IST) on, Saturday, December 26, 2020 to 5.00 P.M. (IST) on Tuesday, December 29, 2020. At the end of Remote e-voting period, the facility shall forthwith be blocked.

22. Mr. Anand Kumar C Kasat Practicing Company Secretary, Chennai, has been appointed as the scrutinizer to scrutinize the e-voting process in a fair and transparent manner.

23. The Scrutinizer shall after the conclusion of voting at the Annual General Meeting, first count the votes cast at the meeting and thereafter unblock the votes cast through remote e-voting in the presence of at least two witnesses and shall make, not later than 48 (Forty Eight) hours of the conclusion of the Annual General Meeting, a consolidated scrutinizer's report of the total votes cast in favour or against, if any, to the Chairman or a person authorised by him in writing, who shall countersign the same and declare the result of the voting forthwith.

24. The Scrutinizer after scrutinizing the voting through e-voting / remote e-voting at AGM and through remote e-voting shall, within Forty Eight (48) Hours from conclusion of the AGM, make a consolidated scrutinizer's report of the votes cast in favour or against, if any and submit the report to the Chairman or any person authorized by her. The Chairman or the authorized person shall declare the results. The results declared shall be available on the website of the Company at www.sujana.com and also on the website of NSDL and shall also be displayed on the notice board at the registered and corporate office of the Company. The result shall simultaneously be communicated to the Stock Exchanges, where the shares of the Company are listed and posted on the website of the Company. The resolutions shall be deemed to be passed on the date of the AGM subject to receipt of the requisite number of votes in favour of the resolutions.

25. The recorded transcript of this meeting, shall as soon as possible, be made available on the website of the Company.

The instructions for members for Remote e - voting are as under:-

The remote e-voting period begins on Saturday, December 26, 2020 at 10:00 A.M. and ends on Tuesday, December 29, 2020 at 5:00 P.M. The remote e-voting module shall be disabled by NSDL for voting thereafter.

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

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

Step 1: Log-in to NSDL e-Voting system at https://www.evoting.nsdl.com/

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

Details on Step 1 is mentioned below:

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

1. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsdl.com/ either on a Personal Computer or on a mobile.
2. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholders' section.
3. A new screen will open. You will have to enter your User ID, your Password and a Verification Code as shown on the screen.
   Alternatively, if you are registered for NSDL eservices i.e. IDEAS, you can log-in at https://eservices.nsdl.com/ with your existing IDEAS login. Once you log-in to NSDL eservices after using your log-in credentials, click on e-Voting and you can proceed to Step 2 i.e. Cast your vote electronically.
4. Your User ID details are given below :

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

5. Your password details are given below:

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

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

c) How to retrieve your 'initial password'?

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

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

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

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

b) Physical User Reset Password?" (If you are holding shares in physical mode) option available on www.evoting.nsdl.com.

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

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

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

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

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

23.Details on Step 2 is given below:

24.<u>How to cast your vote electronically on NSDL e- Voting system?</u>

1. After successful login at Step 1, you will be able to see the Home page of e-Voting. Click on e-Voting. Then, click on Active Voting Cycles.
2. After click on Active Voting Cycles, you will be able to see all the companies "EVEN" in which you are holding shares and whose voting cycle is in active status.
3. Select "EVEN" of company for which you wish to cast your vote.
4. Now you are ready for e-Voting as the Voting page opens.
5. Cast your vote by selecting appropriate options i.e. assent or dissent, verify/modify the number of shares for which you wish to cast your vote and click on "Submit" and also "Confirm" when prompted.
6. Upon confirmation, the message "Vote cast successfully" will be displayed.
7. You can also take the printout of the votes cast by you by clicking on the print option on the confirmation page.
8. Once you confirm your vote on the resolution, you will not be allowed to modify your vote.

<u>General Guidelines for shareholders</u>

1 Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution/ Authority letter etc. with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer by e-mail to csdarakandassociates@gmail.com with a copy marked to evoting@nsdl.co.in.

2. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential. Login to the e-voting website will be disabled upon five unsuccessful attempts to key in the correct password. In such an event, you will need to go through the "Forgot User Details/Password?" or "Physical User Reset Password?" option available on www.evoting.nsdl.com to reset the password.
3. In case of any queries, you may refer the Frequently Asked Questions (FAQs) for Shareholders and e-voting user manual for Shareholders available at the download section of www.evoting.nsdl.com or call on toll free no.: 1800-222-990 or send a request to (Name of NSDL Official) at evoting@nsdl.co.in

Process for those shareholders whose email ids are not registered with the depositories for procuring user id and password and registration of e mail ids for e-voting for the resolutions set out in this notice.

1. In case shares are held in physical mode please provide Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) by email to info.towers@sujana.com

   In case shares are held in demat mode, please provide DPID-CLID (16 digit DPID + CLID or 16 digit beneficiary ID), Name, client master or copy of Consolidated Account statement, PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) to info.towers@sujana.com
2. Alternatively member may send an e-mail request to evoting@nsdl.co.in for obtaining User ID and Password by proving the details mentioned in Point (1) or (2) as the case may be

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

1. The procedure for e-Voting on the day of the AGM is same as the instructions mentioned above for remote e-voting.
2. Only those Members/ shareholders, who will be present in the AGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system in the AGM.
3. Members who have voted through Remote e-Voting will be eligible to attend the AGM. However, they will not be eligible to vote at the AGM.
4. The details of the person who may be contacted for any grievances connected with the facility for e-Voting on the day of the AGM shall be the same person mentioned for Remote e-voting.

INSTRUCTIONS FOR MEMBERS FOR ATTENDING THE AGM THROUGH VC/OAVM ARE AS UNDER:

1. Member will be provided with a facility to attend the AGM

through VC/OAVM through the NSDL e-Voting system. Members may access the same at https://www.evoting.nsdl.com under shareholders/ members login by using the remote e-voting credentials. The link for VC/OAVM will be available in shareholder/ members login where the EVEN of Company will be displayed. Please note that the members who do not have the User ID and Password for e-Voting or have forgotten the User ID and Password may retrieve the same by following the remote e-Voting instructions mentioned in the notice to avoid last minute rush. Further members can also use the OTP based login for logging into the e-Voting system of NSDL.

2. Members are encouraged to join the Meeting through Laptops for better experience.
3. Further Members will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
4. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
5. Shareholders who would like to express their views/ask questions during the meeting may register themselves as a speaker may send their request mentioning their name, demat account number/ folio number, email id, mobile number at (company email id)..
6. Shareholders who would like to express their views/ have questions may send their questions in advance mentioning their name demat account number/folio number, email id, mobile number at (company email id). The same will be replied by the company suitably.
7. Those shareholders who have registered themselves as a speaker will only be allowed to express their views/ask questions during the meeting.

By order of the
Resolution Professional
FOR NEUEON TOWERS LIMITED
DR.M.S.Sankar-
Resolution Professional
(IP Registration No.IBBI/IPA-001/IP-P00770/2017-18/11315)

(A Company under Corporate Insolvency Resolution Process by NCLT order No. CP(IB)No. 679/07/HDB/2018)

Place: Hyderabad
Date: 07.12.2020

EXPLANATORY STATEMENT PURSUANT TO SECTION 102 (1) OF THE COMPANIES ACT, 2013 ("the Act"):

The following statement sets out all material facts relating to the business mentioned in Item No. 03 of the accompanying Notice:

Item No.3:

Pursuant to Section 148 of the Companies Act, 2013 read with the Companies (Audit & Auditors) Rules, 2014, as amended from time to time, the cost audit records maintained by the Company are required to be audited by a Cost Accountant in Practice who shall be appointed by the Board of Directors on such remuneration as may be determined by the Members of the Company.

In light of Corporate Insolvency Resolution Professional, the Resolution Professional, on 12th November, 2019, has appointed of M/s. Nageswara Rao & Co, (Member Ship No: 000332) as the Cost Auditor of the Company for the FY 2020-21 at a remuneration up to Rs. 25,000/- (Rupees Twenty Five Thousand Only) plus Service tax as applicable and reimbursment of actual expenses and out of packet expenses.

Accordingly, the resolution at Item No. 3 of the Notice is set out as an Ordinary Resolution for ratification by the Members in accordance with Section 148 of the Companies Act, 2013.

None of the Directors, Key Managerial Personnel of the Company and their relatives is in any way concerned or interested, finance ally or otherwise, in the Resolutions at Item No. 3.

The Resolution Professional recommends the Resolution at Item No. 3 for approval of the Members.

By order of the Resolution Professional

FOR NEUEON TOWERS LIMITED

DR.M.S.Sankar-
Resolution Professional

(IP Registration No.IBBI/IPA-001/IP-P00770/2017-18/11315)

(A Company under Corporate Insolvency Resolution Process by NCLT order No. CP(IB)No. 679/07/HDB/2018)

Place: Hyderabad
Date: 07.12.2020

Details of the Directors seeking appointment/re-appointment in the forthcoming Annual General Meeting (in pursuance of Regulation 36 (3) SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015):

Name of Director	**Shri. S Hanumantha Rao**
Date of Birth	18.07.1951
Date of Appointment	06.04.2006
Expertise in specific Functional areas	Shri S. Hanumantha Rao has been on the Board of Directors of the Company since 18.07.2005. He did his B. Tech and AICWA also he has worked for more than 20 years in State Bank of India, moreover 3 years as Financial and Management Consultant.
Qualifications	AICWA and B.Tech
Directorship held in other Public Companies.	1. SPLENDID METAL PRODUCTS LIMITED. 2. SUJANA UNIVERSAL INDUSTRIES LIMITED. 3. SUJANA ENERGY LIMITED 4. SUJANA POWER (INDIA) LIMITED. 5. SUJANA HOLDINGS LIMITED. 6. SUJANA PROJECTS LIMITED
Membership/Chairmanship of Committee of other Public Companies.	SUJANA UNIVERSAL INDUSTRIES LIMITED.(M) SPLENDID METAL PRODUCTS LIMITED. (C).
Shareholding in the Company	7000 Shares and Trustee for 1357 Odd lot shares.
Relationship between directors inter-se	Nil

DIRECTORS' REPORT

To

Neueon Towers Limited

Your Directors and the Resolution Professional have pleasure in presenting the 13th Annual Report of your Company together with the Audited Financial Statements of Accounts for the Financial Year ended 31st March, 2020

Company's Performance:

Your Directors hereby report that the Company has achieved a turnover of Rs.416.96 lakhs upto 31.03.2020as against the turnover of Rs.4189.89 lakhs during the previous financial year ended 31.03.2019.

Company's Performance

(Rs. in lakhs)

Particular	Financial Year ended 31st March 2020	Financial Year ended 31st March 2019
Profit before Depreciation and Interest	(10,376.76)	(42,825.82)
Interest	1,619.74	6,833.61
Depreciation	9,417.30	9,379.31
Profit before tax	(21,413.80)	(59,038.74)
Provision for		
-Current Tax	-	-
-Deferred Tax	814.95	1,542.84
Profit after tax	(22,228.75)	(60,581.58)
Divident on CRPS	-	-
Profit carried to Balance Sheet	(22,228.75)	(60,581.58)

Review of Operations:

Operations stood at an all time low, since the inception of the Company. Notwithstanding positive market conditions, your Company is unable to capitalize on them due to the financial constraints. It's inability to complete the existing contracts on hand is also acting as an impediment in procuring new contracts. However, all these are expected to be obliterated once the present debt-restructuring initiative gets completed. Most of the production capacity of the Company remain unutilized for want of resources. Your Directors hope and wish to report a good performance in the years to come.

Status of Corporate Insolvency Resolution Plan (CIRP):

As informed to the Members earlier and also the disclosures made to the Stock Exchanges that the Corporate Insolvency Resolution Process ('CIRP') was initiated for the Company under the provisions of Section 7 of the Insolvency and Bankruptcy Code, 2016 ('IBC') by the National Company Law Tribunal vide Order No. CP(IB) No. 679/7/HDB/2018 ('order') with effect from 03.06.2019. Further, vide the aforesaid NCLT order and pursuant to Section 17 of the IBC, the powers of the Board of Directors of the Company stood suspended, and such powers are vested with the Interim Resolution Professional, Dr. M S Sankar, - Resolution Professional (IP Registration No.IBBI/IPA-001/ IP-P00770/2017-18/11315. His appointment confirmed by the Committee of Creditors ('COC') as the Resolution Professional (the 'RP'). Accordingly, Dr.M.S.Sankar in his capacity as RP took control and custody of the management and operations of the Company from 03.06.2019. Consequently, all actions that are deemed to be taken by the Board of Directors have been be given effect to by the RP during the continuance of the CIRP as per the provisions of the IBC. In view thereof, the 13th Annual General Meeting (AGM) of the Members of the Company is being convened by the RP.

Subsesequently, the completion of CIRP was extended with the permission of the Honourable NCLT as follows:

Sl. No.	Details of the Orders passed by the Hon'ble NCLT, Hyderabad	Date upto which the CIRP is to be completed
01.	Order No. CP(IB)No.679/7/HDB, dated 3rd June 2019	180 days from 3rd June 2019
02.	Order No. IA No.1047/2019 in CP(IB)No.679/7/HDB, dated 22-11-2019	90 days from 1st December 2019
03.	Order No. I.A. No.206 of 2020 in C.P. (IB) No.679/7/2018, dated 02-03-2020	60 days from 29th February 2020
04	Order IA 523/2020 in main CP No.679/7/HDB/2018 dated 30.07.2020	Extended up to 06.09.2020
05	IA was filed before Hon'ble NCLT, Hyd after completion of e-voting .	Period extended up to 06.11.2020
06	IA and memo filed before Hon'ble NCLT, Hyd to exclude lockdown period up to 31.10.2020 where by CIRP will end on 07.12.2020	Hon'ble NCLT hearings is going on and CIRP is likely to be completed before 31st December 2020

The Resolution Plan dated 7th October 2020 submitted by M/s. Longview Resources (HK) Limited, and M/s Invent Assets Securitisation & Reconstruction Private Limited was approved by the Committee of Creditors in their 27th Meeting held on 19th October 2020 and the same was put for E voting during the period from 28th October 2020 to 4th November 2020. The said resolution plan was voted in favour by 98.7% creditors in value and it was approved by Committee of Creditors with requisite majority under the provisions of the Insolvency and Bankruptcy Code 2016 and Other Regulations as specified under the Insolvency and Bankruptcy Board of India (Insolvency Resolution Process for Corporate Persons) Regulations, 2016 including amendments, if any, in pursuance to Sec. 30 of the Insolvency and Bankruptcy Code 2016 and subject to the approval of the Hon'ble National Company Law Tribunal, Hyderabad Bench.

The approved Resolution Plan would be filed with the National Company Law Tribunal – Hyderabad Bench shortly for the approval of the Adjudicating Authority.

Dividend:

In view of the losses, your Company does not recommendany dividend for the year under review

Material Changes and Commitments:

There is no material change and commitment has occurred, affecting the financial position of the Company, between the end of the financial year of the Company i.e. 31st March, 2020 and the date of this report.

The Company Petition i.e. C.P. 137/2013, u/s 433 of the Companies Act, 1956 filed against the Company by M/s. Bhiragacha Finance Company Private Limited is not admitted by the Hon'ble High Court of Judicature at Hyderabad for the State of Telangana and Andhra Pradesh. The said Company Petition was dismissed by the Hon'ble Court on 04-08-2014 for non representation by the Counsel for the Petitioner. As deus payable to them have been settled. Petitioners have preferred appeal against the Order of 04.08.2014. The said petition is pending for admission and hearing. M/s. Bhiragacha Finance Company Private Limited is in the process of withdrawing the petition.

Members may kindly note that Corporate Insolvency Resolution Process ('CIRP') has been initiated for the Company under the provisions of Section 7 of the Insolvency and Bankruptcy Code, 2016 ('IBC') by the National Company Law Tribunal vide Order No. CP(IB)No. 676/7/HDB/2018 ('order') with effect from 03.06.2019 (uploaded on website on 08.06.2019). Further, vide the aforesaid NCLT order and pursuant to Section 17 of the IBC, the powers of the Board of Directors of the Company stood suspended, and such powers are vested with the Interim Resolution Professional, Dr. M S Sankar, - Resolution Professional (IP Registration No.IBBI/ IPA-001/IP-P00770/2017-18/ 11315. His appointment confirmed by the Committee of Creditors ('COC') as the Resolution Professional (the 'RP'). Accordingly, Dr. M.S.Sankar in his capacity as RP took control and custody of the management and operations of the Company from 03.06.2019.

Except the above, there are no significant and material orders passed by the regulators or courts or tribunals impacting the ongoing concern status of the Company and the Company's operations in future.

Deposits

Your Company has not accepted Deposits from Publicor Members under Chapter V of the Companies Act,2013 and the Companies (Acceptance of Deposits)Rules, 2014 for the year under review.

Related Party Transactions

All contracts/arrangements/transactions entered bythe Company during the financial year with relatedparties were in ordinary course of business and on arm'slength basis. During the year, the Company had notentered into any contract/arrangement/ transactionwith related parties which could be considered materialunder Regulation 23 of Listing Regulation. Accordingly,the disclosure of Related Party Transactions as required under Section 134(3)(h) of the Companies Act, 2013 inForm AOC - 2 is not applicable. The Policy on materiality ofrelated party transactions and dealing with related partytransactions as approved by the Board is also posted in the Investors section of the Company's website www.sujana.com. Your Directors draw attention ofthe members to Note no. 30 to the financial statementswhich sets out related party disclosures.

Prior omnibus approval is obtained on an annual basisfor the transactions with related parties which are ofa foreseeable and repetitive nature. The transactionsentered into pursuant to the omnibus approval so grantedand a statement giving details of all transactions withrelated parties are placed before the Audit Committee andBoard of Directors for their review on a periodic basis.

None of the Directors, other than to the extent of their shareholding, receipt of remuneration / commission, has any pecuniary relationships or transactions vis-à-vis the Company.

Corporate Social Responsibility

Corporate Social Responsibility Policy framed in consonance with Section 135 of the Companies Act, 2013 read with the rules framed there under duly indicating the activities to be undertaken by the Company as specified in the Schedule VII of the Companies Act, 2013. The Corporate Social Responsibility Policy is posted in the Investors section of the Company's website. The Company is not falling under any of the applicability criteria of CSR as mentioned under the provisions of Section 135 of the Companies Act, 2013 as amended by the Companies Amendment Act, 2019. Reporting as required under the aforesaid Section, for the FY 2019-20as Annexure- I and forms part of this report.

Directors' Responsibility Statement:

Directors' Responsibility Statement as required under the provisions of Section 134(3) (c) of the Companies Act, 2013, is given in the Annexure -II attached hereto and forms part of this Report

Auditors:

(a). Statutory Auditors:

In terms of Section 139 of the Companies Act, 2013 (“the Act”), and the Companies (Audit and Auditors) Rules, 2014, made thereunder, the present Statutory Auditors of the Company, M/s. Venugopal & Chenoy (Regn.No.004671S), Chartered Accountants, Hyderabad, be and are hereby re-appointed as the auditors of the Company, to hold office from the conclusion of this Annual General Meeting until the conclusion of the 15th Annual General Meeting to be held in year 2022, subject to ratification by the members at every Annual General Meeting hereafter.

During the year under review, the Auditors of the Company have not reported any fraud as specified under Section143 (12) of the Companies Act, 2013 to the Audit Committee.

(b). Cost Auditors: M/s. Nageswara Rao & Co, Cost Accountants [Firm No.000332] have been appointed as the Cost Auditor of the Company for financial year 2019-20 pursuant to provisions of Section 148 and other applicable provisions of the Companies Act 2013. As required by Section 148 of the Companies Act, 2013, necessary resolution has been included in the notice convening the Annual General Meeting seeking ratification by the members to the remuneration proposed to be paid to the cost auditors for the financial year ending 31st March,2021

(c). Secretarial Audit

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and rules framed there under, the Resolution Professional has appointedMr. Anand Kumar C kasat, Practicing Company Secretaries (CP.NO.42078, FCS NO.17420), to undertake the secretarial audit of the Company. The secretarial audit report issued by Mr. Anand Kumar C Kasat, Practicing Company Secretary for the

financial year ending 31st March, 2020 is given in the Annexure- III-Aattached hereto and forms part of this Report. There are no qualifications, reservations or adverse remarks made by the secretarial auditor and the observation made is self explanatory and requires no further explanation from the Board.

(d). Secretarial Compliance Report

Pursuant to Regulation 24A of SEBI (Listing Obligations and Disclosure Requirement) Regulations 2015 the Company has obtained annual Secretarial Compliance Report for the financial year ended 31st March, 2019.The report has been annexed herewith as "Annexure – III-B"

Share Capital

The paid up equity share capital as on 31st March, 2020 was Rs.5654.46 Lakhs. During the year 2019-20, there was no change in the share capital of the Company.

The Company has not issued any share with differential voting rights nor has granted any stock options or sweat equity as on 31st March, 2020. None of the Directors of the Company hold instruments convertible into equity shares of the Company.

Extract of Annual Return:

Pursuant to the provisions of Section 92 of the Companies Act, 2013 and rules framed there under, the extract of the Annual Return in form MGT-9 is annexed herewith as Annexure -IV and forms part of this Report.

Particulars of Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo:

Particulars with respect to Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo as required under Section 134 of the Companies Act, 2013, read with the Companies (Accounts) Rules, 2014 are given in the Annexure -V attached hereto and forms part of this Report.

Meetings:

The powers of the Board of Directors stood suspended, and such powers were vested with the Interim Resolution Professional, Dr. M S Sankar, - Resolution Professional (IP Registration No.IBBI/ IPA-001/IP-P00770/2017-18/11315. His appointment confirmed by the Committee of Creditors ('COC') as the Resolution Professional (the 'RP'). Accordingly, Dr.M.S.Sankar in his capacity as RP took control and custody of the management and operations of the Company from 03.06.2019.

Hence, no Board meetings were held during the year 2019-20. However, Resolution Professional has conducted the meetings with the Directors of the Company from time to time to consider and approve the Quarterly and Yearly Financial Results of the Company. Four such meetings were held during the year on 26.04.2019, 14.08.2019, 12.11.2019 and 14.02.2020 to consider and approve the Quarterly and Yearly Financial Results of the Company pursuant to the provisions of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015.

Directors:

Pursuant to the provisions of Section 152 of the Companies Act, 2013 and in accordance with the Articles of Association of the Company, Shri.S.Hanumantha Rao (DIN: 00118801), Director of the Company will retire by rotation at the ensuing Annual General Meeting and, being eligible, offers himself for re-appointment.

Independent Directors existing prior to the Commencement of Corporate Insolvency Resolution Process (CIRP), will continue as such irrespective of their tenure since the provisions of IBC Override the provisions of Companies Act,2013.

The Resolutions proposing their re - appointment / appointments as Directors will be placed before the Shareholders for their approval at the ensuing Annual General Meeting of the Company.

The Company has received declarations from all the Independent Directors of the Company confirming that they continue to meet with the criteria of independence as prescribed under sub-section (6) of Section 149 of the Companies Act, 2013 and under Regulation 16(1)(b) of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015.

None of the Directors of your Company is disqualified under Section 164 (2) of the Companies Act, 2013. As required by law, this position is also reflected in the Auditors' Report

The following persons are Key Managerial personnel of the Company:

Shri G Srinivasa Raju : Managing Director

Shri P Apser Hussen : Company secretary

For Directors seeking appointment/re-appointment in the forthcoming Annual General Meeting of the Company; the particulars as required to be disclosed in accordance with Regulation 36(3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, forms part of this Report.

Board Evaluation

The Board of Directors evaluated the annual performance of the Board as a whole, its committee's and the directors individually in accordance with the provisions of the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 in the following manner:

- Structured evaluation forms, after taking into consideration inputs received from the Directors, covering various aspects of the Board's functioning such as adequacy of the composition of the Board and its Committees, Board culture, execution and performance of specific duties, obligations and governance, for evaluation of the performance of the Board, its Committee's and each director were circulated to all the members of the Board along with the Agenda Papers.
- The members of the Board were requested to evaluate by filling the evaluation forms and the duly filled in evaluation forms were required to be sent to the Company Secretary in a sealed envelope or personally submitted to the Chairman at the concerned meeting.
- The Board also provided an individual feedback to the concerned director on areas of improvement, if any.

A separate meeting of Independent Directors was held on 30th March, 2020 to evaluate the performance of the Chairman, the Non Independent Directors, the Board and flow of information from management.

Particulars of Employees:

The information required pursuant to the provision of Section 197 read with Rule, 5 of The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 in respect of employees of the Company, are set out in Annexure-VI of this Report.

Management Discussion and Analysis Report:

Management Discussion and Analysis, forming part of this report as required under Regulation 34(2) of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015is attached hereto as Annexure- VII and forms part of this Report.

Corporate Governance:

Your Company is committed to principles of good Corporate Governance. The Board of Director sensures that your Company is in compliance with all the applicable regulations of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015pertaining to Corporate Governance. A detailed report on Corporate Governance is attached as Annexure-VIIIand forms part of this report. Certificate from the Practicing Company Secretary confirming the compliance with the conditions of Corporate Governance as stipulated under Regulation 34(3) read with Schedule Vof SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015is attached to this report.

Subsidiary Companies:

Your Company has the following Wholly Owned Subsidiaries:

Digitech Business Systems Limited:

The operations of M/s. Digitech Business Systems Limited have commenced in a small way. We have stepped up the marketing activities under the aegis of this Company and we hope to clock good turnover during the next year. Company has started looking for a strategic investor either to sell off or to join as a partner.

A separate statement containing the salient features of the Financial Statement for the financial year ended 31st March, 2020 of the aforesaid subsidiary companies are included in the Annual Report as Form AOC-1 as an 'Annexure -IX'. The Financial statements of the said Subsidiaries Companies are available for inspection by the Shareholders at the Registered office of your Company. Your Company undertakes that the Financial statements of the Subsidiaries Companies shall be made available to the Shareholders of the Company on demand.

Consolidated Financial Statements:

The consolidated financial statements of your Company for the financial year 2019-20, are prepared in compliance with applicable provisions of the Companies Act, 2013, Accounting Standards and Listing Regulations as prescribed by the Securities and Exchange Board of India (SEBI).

The consolidated financial statements have been prepared on the basis of audited financial statements of the Company and its subsidiaries.

Audit Committee:

Your Company has constituted an Audit Committee as per the requirements of Section 177 of the Companies Act, 2013. The details of the composition of the Audit Committee as required under the provisions of Section 177(8) of the Companies Act, 2013, is given in the Corporate Governance Report furnished as part of the Annual Report. During the year under review, the Board has accepted all the recommendations of the Audit Committee.

Internal Control Systems and their adequacy:

Your Company has an effective Internal Control System to prevent fraud and misuse of Company's resources and protect shareholders' interest. Your Company has an independent Internal Audit Department to monitor and review and focus onthe compliances of various business processes. The internal audit report along with audit findings and tracking of process improvements & compliancesis presented for review to the Audit Committee of Board of Directors.

The Board of Directors of the Company have adopted various policies like Related Party Transactions Policy, Whistle Blower Policy, Corporate Social Responsibility Policy, Risk Management Policy, Dissemination of Material Events Policy, Documents Preservation Policy, Monitoring and Reporting of Trading by Insiders, Code of Internal Procedures and Conduct for Regulating, Code of Practices and Procedures for Fair Disclosures and such other procedures for ensuring the orderly and efficient conduct of its business for safeguarding of its assets, the accuracy and completeness of the accounting records and the timely preparation of reliable financial information.

Vigil Mechanism:

The Board of Directors, on recommendation of the Audit Committee, established a vigil mechanism by framing a Whistle Blower Policy to deal with instance of fraud and mismanagement, if any. The Vigil Mechanism framework ensures that strict confidentiality is maintained whilst dealing with concerns and also that no discrimination shall be meted out to any person for a genuinely raised concern. The designated officer/ Audit Committee Chairman can be directly contacted to report any suspected or confirmed incident of fraud/ misconduct.

Remuneration Policy:

The Board of Directors, on recommendation of the Nomination and Remuneration Committee framed a Nomination and Remuneration policy for selection, appointment and remuneration of Directors, KMP and Senior Management and matters covered u/s 178(3) of the Companies Act 2013. The details of the same are provided in the Corporate Governance Report.

The Policy is also posted in the Investors section of the Company's website www.sujana.com.

Particulars of Loans, Guarantees or Investments:

Particulars of Loans, Guarantees and Investments as required under the provisions of Section 186 of the Companies Act, 2013 are provided in the notes to the Financial Statements.

Risk Management :

The Risk Management programme at The Company is focused

on ensuring that risks are known and addressed. The Board of Directors, on recommendation of the Audit Committee, established a robust Risk Management framework by framing a Risk Management Policy to deal with all risks including possible instances of fraud and mismanagement, if any. The Risk Management Policy details the Company's objectives and principles of Risk Management along with an overview of the Risk Management process, procedures and related roles and responsibilities.

The Board is of the opinion that there are no elements of risks that may threaten the existence of the Company. The board periodically tracks the progress of implementation of the Risk Management policy.

Industrial Relations:

Your directors are happy to report that the Industrial Relations have been extremely cordial at all levels throughout the year.

Sexual Harassment Policy:

The Company as required under the provisions of "The Sexual Harassment of Women at Workplace (Prohibition, Prevention and Redressal) Act, 2013" has framed a Policy on Prohibition, Prevention and Redressal of Sexual Harassment of Women at Workplace and matters connected therewith or incidental thereto.

In the year under review, the Company has not received any complaint under the said Policy.

Environment and Social Obligation:

The Company's plants comply with all norms set up for clean and better environment by the competent authorities. The Company undertakes regular checks / inspections including certification for the maintenance of the environment. The Company values environmental protection and safety as the major considerations in its functioning. TheCompany has adequate effluent Treatment Plants to prevent pollution. The Company is continuously endeavoring to improve the health and quality of life in the communities surrounding its industrial complexes.

Human Resource Management:

The Company believes that Human Resource is its most valuable resource, which has to be nurtured well and equipped to meet the challenges posed by the dynamics of Business Developments. The Company has a policy of continuous training of its employees both in-house. The staff is highly motivated due to good work culture, training, remuneration packages and the values, which the company maintains. Your Directors would like to place on record their deep appreciation of all employees for rendering quality services and to every constituent of the Company be its customers, shareholders, regulatory agencies or creditors. Industrial relations have remained harmonious throughout the year.

Insurance:

All the properties and insurable assets of the Company, including Building, Plant and Machinery, stocks etc., wherever necessary and to the extent required, have been adequately the covered.

Quality:

Your Company accorded high priority to quality, safety, training, development, health and environment. The Company endeavours to ensure continuous compliance and improvements in this regard.

Appreciations:

The Management here bytake this opportunity to express their deep sense of gratitude to the Central,

State Government and Local Authorities, Financial Institutions, Banks, Customers, Dealers, Vendors andall the stakeholders for their continued cooperation and support to your Company.

The Management wishes to express its appreciation to all the employees of the Company for their outstanding contribution to the successful operations of the Company.

The Management specially thank to the shareholders for their continued confidence and faith in the Company.

By order of the Resolution Professional

FOR NEUEON TOWERS LIMITED

Dr. M. S. Sankar-

Resolution Professional

(IP Registration No.IBBI/IPA-001/IP-P00770/2017-18/11315)

(A Company under Corporate Insolvency Resolution Process by NCLT order No.CP (IB) No. 679/07/HDB/2018)

Place: Hyderabad

Date: 07.12.2020.

Annexure (I):

FORM AOC-1

(Pursuant to first proviso to sub-section (3) of Section 129 read with rule 5 of Companies (Accounts) Rules, 2014)

Statement containing salient features of the financial statement of subsidiaries / associate companies / joint ventures

Part "A" : Subsidiaries

(Information in respect of each subsidiary to be presented with amounts in Rs. In lakhs)

1. Sl.No.	1
2. Name of the Subsidiary	Digitech Business Systems Limited
3. Reporting period for the subsidiary concerned, if different from the holding company's reporting period	01.04.2019 to 31.03.2020
4. Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiaries.	1USD = Rs.75.40
5. Share Capital	22,543.18
6. Reserves & Surplus	(7,252.22)
7. Total Assets	15,290.96
8. Total Liabilities	15,290.96
9. Investments	-
10. Turnover	-
11. Profit before taxation	(0.24)
12. Provision for taxation	
13. Profit after taxation	(0.24)
14. Proposed Dividend	-
15. % of shareholding	100

Part "B" : Associates and Joint Ventures

Statement pursuant to section 129(3) of the Companies Act, 2013 related to Associate Companies and Joint Ventures

NOT APPLICABLE

For NEUEON TOWERS LIMITED
Dr M.S. Sankar
Resolution Professional
(IP Registration No.IBB/IPA-001/IP-P00770/2017-18/11315)
(A Company under Corporate Insolvency Resolution Process by NCLT Order No.CP(IB)No.679/07/HDB/2018)

Place : Hyderabad
Date : 07.12.2020

Annexure (II):

Details of Related Party Transactions

FORM AOC-2

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8 (2) of the Companies (Accounts) Rules, 2014)

1. Details of contracts or arrangements or transactions not at arm's length basis :

No transactions.

2. Details of material contracts or arrangement or transactions at arm's length basis:

S.No	(a) Name(s) of the related party and nature of relationship	(b)Nature of contracts/ arrangements/ transactions	(c)Duration of the contracts/ arrangements/ transactions	(d)Salient terms of the contracts or arrangements or transactions including the value, if any:	(e)Date(s) of approval by the Board, if any:	(f) Amount paid as advances, if any:
1	Splendid Metal Products Ltd, Common Director	Sales	One year	Nil	Not Applicable	Nil
2	Splendid Metal Products Ltd, Common Director	Purchases	One year	Nil	Not Applicable	Nil
3	Sujana Universal Industries Limited, Common Director	Sales	One year	Nil	Not Applicable	Nil
4	Sujana Universal Industries Limited, Common Director	Purchases	One year	Nil	Not Applicable	Nil

For NEUEON TOWERS LIMITED
Dr M.S. Sankar
Resolution Professional
(IP Registration No.IBB/IPA-001/IP-P00770/2017-18/11315)
(A Company under Corporate Insolvency Resolution Process by NCLT Order No.CP(IB)No.679/07/HDB/2018)

Place : Hyderabad
Date : 07.12.2020

Annexure (III):

Details of Related Party Transactions

FORM AOC-2

Annual Report on Corporate Social Responsibility (CSR) activities

1. Average net profit of the Company for last three financial years: Rs. (43,024.55) lakhs
2.Prescribed CSR Expenditure (two percent of the amount as in item 3 above): Rs. Nil lakhs

Annexure-IIIA

Form No. MR-3

SECRETARIAL AUDIT REPORT

for the financial year ended 31st March, 2020

[Pursuant to Section 204(1) of the Companies Act, 2013 and Rule No.9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To,

The Members of

Neueon Towers Limited

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by Neueon Towers Limited (hereinafter called the Company). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, we hereby report that in our opinion, the company has, during the audit period covering the Financial Year ended on March 31, 2020, (i.e. from April 01, 2019 to March 31, 2020) generally complied with the statutory provisions listed hereunder and also that the Company has proper Board processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

1. We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31st March, 2020 according to the provisions of:
    a) The Companies Act, 2013 (the Act) and the rules made thereunder;
    b) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
    c) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
    d) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
    e) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
        1. The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
        2. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
        3. The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
2. Provisions of the following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act') were not applicable to the Company during the financial year under report:-
    a. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;
    b. The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999and The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014;

c. The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;

d. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; and The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998;

3. The Company operations are under general sector, there is no specific industrial law.

4. We have also examined compliance with the applicable clauses/regulations of the following:

(i) Secretarial Standards issued by The Institute of Company Secretaries of India (ICSI)

(ii) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 and the Uniform Listing Agreements entered into with BSE Limited (BSE) and National Stock Exchange of India Limited (NSE);

We have not examined compliance by the Company with applicable financial laws, like direct and indirect tax laws, since the same have been subject to review by statutory financial audit and other designated professionals.

5. I further report that, as per the information provided to me, during the audit period :

(I) Corporate Insolvency Resolution Process ('CIRP') has been initiated for the Company under the provisions of Section 7 of the Insolvency and Bankruptcy Code, 2016 ('IBC') by the National Company Law Tribunal vide Order No. CP(IB)No. 676/7/HDB/2018 ('order') with effect from 03.06.2019 (uploaded on website on 08.06.2019). Further, vide the aforesaid NCLT order and pursuant to Section 17 of the IBC, the powers of the Board of Directors of the Company stood suspended, and such powers are vested with the Interim Resolution Professional, Dr. M S Sankar, - Resolution Professional (IP Registration No. IBBI/ IPA-001/IP-P00770/2017-18/11315. His appointment confirmed by the Committee of Creditors ('COC') as the Resolution Professional (the 'RP'). Accordingly, Dr. M. S. Sankar in his capacity as RP took control and custody of the management and operations of the Company from 03.06.2019.

In view of the foregoing, no Board Meetings or any Committee meetings were held during the period from 01.04.2019 to 31.03.2020. However, Resolution Professional has conducted the meetings with the Directors of the Company from time to time to consider and approve the Quarterly and Yearly Financial Results of the Company.

6. During the period under review and as per the explanations and clarifications given to me and the representations made by the Management, the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above subject to the following observations/non-compliances:

(I). The Company is yet to file the Cost Audit Reports, for the financial years 2018-19 and 2019-20 with the Central Government

(ii). The Company has not paid annual listing fee for the years 2018-19, 2019-20 and 2020-21.

Based on the information received and records maintained, we further report that:-

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

- Adequate notice is given to all directors to schedule the Meetings, agenda and detailed notes on agenda were sent in advance as required, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.
- All decisions at meetings called by the Resolution Professional are carried out unanimously as recorded in the minutes of the meetings between the Resolution Professional and Directors, as the case may be.

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

We further report that during the audit period no specific major events have happened which are deemed to have major bearing on the Company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards, etc.

Sd/-
Anand Kumar C Kasat
Practising Company Secretary
M No 42078, C P No: 17420

Place: Hyderabad
Date: 28th August, 2020
This Report is to be read with our letter of even date which is annexed as Annexure and forms part of this report.

ANNEXURE

To

The Members,
Neueon Towers Limited

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

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

Sd/-
Anand Kumar C Kasat
Practising Company Secretary
M No 42078, C P No: 17420

Place: Hyderabad
Date: 28th August, 2020

To
The Members,
M/s. Neueon Towers Limited
Plot No.24, Municipal No.8-2-248/1/7/24, West Wing, Second Floor,
Nagarjuna Hills, Punjagutta, Hyderabad – 500 082.

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

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

Anand Kumar C Kasat
Practising Company Secretary
FCS No.72078, C P No. 17420

Place: Hyderabad
Date: 13th November, 2020

ANNEXURE -IIIB

Secretarial Compliance Report under Regulation 24A of SEBI (LODR) Regulations,

2015 of Neueon Towers Limited for the year ended March 31, 2020

I Anand Kumar C Kasat, Practising Company Secretary have examined:

(a) all the documents and records made available to us and explanation provided by Neueon Towers Limited [CIN: L40109TG2006PLC049743] (the listed entity),

(b) the filings/ submissions made by the listed entity to the stock exchanges,

(c) website of the listed entity,

(d) any other document/ filing, as may be relevant, which has been relied upon to make this certification,

for the year ended March 31, 2020 (Review Period) in respect of compliance with the provisions of:

(a) The Securities and Exchange Board of India Act, 1992 ("SEBI Act") and the Regulations, circulars, guidelines issued thereunder; and

(b) The Securities Contracts (Regulation) Act, 1956 ("SCRA"), rules made thereunder and the Regulations, circulars, guidelines issued thereunder by the Securities and Exchange Board of India ("SEBI")

The specific Regulations, whose provisions and the circulars/ guidelines issued thereunder, have been examined, includes:-

(a) Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015;

(b) Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018- not applicable during the period under review;

(c) Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;

(d) Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018- not applicable during the period under review;

(e) Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014 not applicable during the period under review,

(f) Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008not applicable during the period under review;

(g) Securities and Exchange Board of India(Issue and Listing of Non-Convertible and Redeemable Preference Shares) Regulations,2013- not applicable during the period under review;

(h) Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015-not applicable during the period under review;

and based on the above examination, we hereby report that, during the Review Period:

(a) The listed entity has complied with the provisions of the above Regulations and circulars/ guidelines issued thereunder.

(b) The listed entity has maintained proper records under the provisions of the above Regulations and circulars/ guidelines issued thereunder insofar as it appears from our examination of those records.

(c) The following are the details of actions taken against the listed entity/ its promoters/ directors/ material subsidiaries either by SEBI or by Stock Exchanges (including under the Standard Operating Procedures issued by SEBI through various circulars) under the aforesaid Acts/ Regulations and circulars/ guidelines issued thereunder:

Sr. No.	Action taken by	Details of violation	Details of action taken E.g. fines, warning letter, debarment, etc.	Observations/ remarks of the Practicing Company Secretary, if any.
--- Nil ----				

(d) The listed entity has taken the following actions to comply with the observations made in previous reports:

Sr. No.	Observations of the Practicing Company Secretary in the previous reports	Observations made in the secretarial compliance report for the year ended... *(The years are to be mentioned)*	Actions taken by the listed entity, if any	Comments of the Practicing Company Secretary on the actions taken by the listed entity
---Nil---				

(e) The Company has suitably modified the terms of appointment of its present Statutory Auditor to give effect to para 6(A) and 6(B) of SEBI circular No. CIR/CFD/CMD1/114/2019 dated 18th October, 2019.

Sd/-
Anand Kumar C Kasat
Practising Company Secretary
M No: 42078, CP No: 17420

Place: Hyderabad
Date: 29th May, 2020

Annexure (IV):
Directors' Responsibility Statement

The members are hereby informed that Corporate Insolvency Resolution Process ('CIRP') has been initiated for the Company under the provisions of Section 7 of the Insolvency and Bankruptcy Code, 2016 ('IBC') by the National Company Law Tribunal vide Order no. CP(IB)No. 679/7/HDB/2018 ('order') with effect from 03.06.2019 (uploaded on website on 08.06.2019). Further, vide the aforesaid NCLT order and pursuant to Section 17 of the IBC, the powers of the Board of Directors of the Company stood suspended, and such powers are vested with the Interim Resolution Professional, Dr. M S Sankar, - Resolution Professional (IP Registration No.IBBI/IPA-001/IP-P00770/2017-18/11315. His appointment confirmed by the Committee of Creditors ('COC') as the Resolution Professional (the 'RP'). Accordingly, Dr.M.S.Sankar in his capacity as RP took control and custody of the management and operations of the Company from 03.06.2019

In light of the aforesaid and pursuant to the requirements under sub section (3)(c) and (5) of Section 134 of the Companies Act, 2013, with respect to Directors' Responsibility Statement, it is hereby confirmed by the RP that:

I. That in preparation of the Annual Accounts for the year ended 31st March, 2019; all the applicable Accounting Standards prescribed by the Institute of Chartered Accountants of India have been followed along with proper explanation relating to material departures, if any.

II. That the Directors have adopted such accounting policies, as selected in consultation with Statutory Auditors, and applied them consistently and made judgements and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the loss of the Company is Rs. 22,228.75lakhs for the financial year ended 31st March, 2020.

III. That the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.

IV. That the Annual Accounts for the year ended 31st March, 2020, has been prepared on a going concern basis.

V. That proper internal financial control were in place and that the financial controls were adequate and were operating effectively.

VI. That systems to ensure compliance with the provisions of all applicable laws were in place and were adequate and operating effectively.

For NEUEON TOWERS LIMITED
Dr. M.S. Sankar
Resolution Professional
(IP Registration No. IBBI/IPA-001/IP-P00770/2017-18/11315)
(A Company under Corporate Insolvency Resolution Process by
NCLT order No. CP(IB)No. 679/07/HDB/2018)

Place: Hyderabad
Date: 07.12.2020

Annexure (VI):
FORM NO. MGT 9
EXTRACT OF ANNUAL RETURN
As on financial year ended on 31.03.2020

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:		
1	CIN	L40109TG2006PLC049743
2	Registration Date	6/4/2006
3	Name of the Company	NEUEON TOWERS LIMITED
4	Category/Sub-category of the Company	COMPANY LIMITED BY SHARES
		INDIAN NON-GOVERNMENT COMPANY
5	Address of the Registered office & contact details	Survey No.321, Turkala Khanapur (V), Hatnur (M), Sanga Reddy Dist-502296, Telangana, India
6	Whether listed company	YES
7	Name, Address & contact details of the Registrar & Transfer Agent, if any.	M/s Bigshare Services Pvt.Ltd.306, Right Wing, 3rd Floor, Amrutha Ville, Opp: Yashoda Hospital, Raj Bhavan Road, Somajiguda, Hyderabad - 500 082, Telangana, India. Phone No: 040 – 2337 4967. Email:bsshyd@bigshareonline.com Website: www.bigshareonline.com

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)		
S.No.	Name and Description of main products / services	NIC Code of the Product/service
1	Galvanised Steel Products	72161000

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES		
S.No.	Name and address of the Company	Holding/ Subsidiary/ Associate
1	DIGITECH SYSTEMS PRIVATE LIMITED	HOLDING

*WOFS- Wholly Owned Foreign Subsidiary

IV) SHAREHOLDING PATTERN (Equity Share Capital Breakp as percentage of Total Equity)

i) Category-wise Shareholding

Category	Category of Shareholders	No. of Shares held at the beginning of the year 01.04.2019			No. of Shares held at the end of the year (31.03.2020)		
		Demat	Physical	Total	Demat	Physical	Total
(A)	Promoter and Promoter Group						
1	Indian						
(a)	Individuals/ Hindu Undivided Family	202,841	1,357	204,198	202,841	1,357	204,198
(b)	Central Government/ State Government(s)			-			-
(c)	Bodies Corporate	20,870,245	-	20,870,245	20,870,245	-	20,870,245
(d)	Financial Institutions/ Banks	0	-	-	0	-	-
(e)	Any Other (specify)	0	-	-	0	-	-
	Sub-Total (A)(1)	21,073,086	1,357	21,074,443	21,073,086	1,357	21,074,443
2	Foreign			-			-
(a)	Individuals (Non-Resident Individuals/ Foreign Individuals)	0	-	-	-	-	-
(b)	Bodies Corporate	0	-	-	-	-	-
(c)	Institutions	0	-	-	-	-	-
(d)	Qualified Foreign Investor	0	-	-	-	-	-
(e)	Any Other (Specify)	0	-	-	-	-	-
	Sub-Total (A)(2)	-	-	-			-
	Total Shareholding of Promoter and Promoter Group (A) = (A)(1)+(A)(2)	21,073,086	1,357	21,074,443	21,073,086	1,357	21,074,443
(B)	Public Shareholding			-			-
1	Institutions	0	-	-	0	-	-
(a)	Mutual Funds/ UTI	0	-	-	0	-	-
(b)	Financial Institutions/ Banks	500,100	-	500,100	500,100	-	500,100
(c)	Central Government/ State Government(s)	0	-	-	0	-	-
(d)	Venture Capital Funds	0	-	-	0	-	-
(e)	Insurance Companies	0	-	-	0	-	-
(f)	Foreign Institutional Investors	-	-	-	0	-	-
(g)	Foreign Venture Capital Investors	0	-	-	0	-	-
(h)	Qualified Foreign Investor	0	-	-	0	-	-
(i)	Any Other (specify)	0	-	-	0	-	-
	Sub-Total (B)(1)	500,100	-	500,100	500,100	-	500,100
B 2	Non-Institutions			-			-
(a)	Bodies Corporate	6,238,477	16,682	6,255,159	6,925,345		6,925,345
(b)	Individuals –			-			-

I	I. Individual shareholders holding nominal share capital up to Rs.2 lakh.	9,818,536	254,168	10,116,454	13,274,986	315,198	13,590,184
II	ii. Individual shareholders holding nominal share capital in excess of Rs.2 lakh.	17,902,618		17,902,618	13,667,998		13,667,998
(c)	Qualified Foreign Investor	-	-	-	-	-	-
(d)	Foreign Body Corporate	0	-	-	0	-	-
(d1)	Clearing Members	123,977	-	123,977	312,566	-	312,566
(d2)	NRI	539,627	-	539,627	441,754	-	441,754
(d3)	OCB's	0	-	-	0	-	-
(d4)	Trust	32,174	-	32,174	32,162	-	32,162
(d5)	GDR	0	-	-	0	-	-
	Sub-Total (B)(2)	34,699,159	270,850	34,970,009	34,654,811	315,198	34,970,009
	Total Public Shareholding (B) = (B1 +B2)	35,199,259	270,850	35,470,109	35,154,911	315,198	35,470,109
	TOTAL (A) + (B)	56,272,345	270,850	56,544,552	56,227,997	315,198	56,544,552
	Sub-Total (C)	0	-	-	0	0	-
	GRAND TOTAL (A)+(B)+(C)	56,272,345	272,207	56,544,552	56,227,997	316,555	56,544,552

II SHARE HOLDING OF PROMOTERS

Shareholders Name	Shareholding at the beginning of the year 01.04.2019		Shareholding at the end of the year 31.03.2020	
	No. of Shares	% of Shares Pledged/ encumbered to total shares	No. of Shares	% of total Shares of the Company
Shri Y.S.Chowdary	185,657	0.33	185,657	0.33
Shri G Srinivasa Raju	10,184	0.02	10,184	0.02
Shri S Hanumantha Rao (trustee for 1357 fraction of shares)	8,357	0.01	8,357	0.01
Sujana Finance & Trading Private Limited	376,435	0.67	376,435	0.67
Yelamanchili Finance and Trading (p) Ltd	4,767,500	8.43	4,767,500	8.43
Sujana Holdings Limited	10,129,629	17.91	10,129,629	17.91
Foster Infin and Trading Private Limited	5,095,999	9.01	5,095,999	9.01
Sujana Capital Services Limited	682	0.00	682	0.00
Sujana Pumps and Motors Private Limited	500,000	0.88	500,000	0.88
TOTAL	21,074,443	37.27	21,074,443	37.27

(iii) Change in Promoters' Shareholding

SN	Particulars	Date	Reason	Share Holding of the begening of the year		Cumulative Shareholding during the year	
				No of Shares	% of total shares	No. of shares	% of total shares
1	At the beginning of the year	01.04.2019		21,074,443	37.27%		
2	Changes during the year			-			
3	At the end of the year	31.03.2020				21,074,443	37.27%

(iv) Shareholding Pattern of top ten Shareholders

(Other than Directors, Promoters and Holders of GDRs and ADRs):

SN	For each of the Top 10 shareholders	Date	Share holding beginning of the year		Cumulative Share holding during the year	
			No. of shares	% of total shares	No. of shares	% of total shares
1	VIMGI INVESTMENT PVT LTD					
	At the beginning of the year	01.04.2019	1,008,318	1.78%		
	Changes during the year	NIL		-	-	
	At the end of the year	31.03.2020		-	1,008,318	1.78%
2	SRIHARI BABU KANCHERLA					-
	At the beginning of the year	01.04.2019	847,800	1.50%		-
	Changes during the year	Nil			-	
	At the end of the year	31.03.2020			847,800	1.50%
3	RELIGARE FINVEST LTD					
	At the beginning of the year	01.04.2019	518,637	0.92%		
	Changes during the year	Nil				
	At the end of the year	31.03.2020		0.00%	518,637	0.92%
4	PRATIBHA R MHATRE					
	At the beginning of the year	01.04.2019	500,688	0.89%		0.00%
	At the end of the year	31.03.2020		0.00%	500,688	0.08%
5	INDIAN OVERSEAS BANK				500,688	0.89%
	At the beginning of the year	01.04.2019	500,000	0.88%		0.00%
	Changes during the year	Nil				
	At the end of the year	31.03.2020	-	0.00%	500,000	0.88%

SN	For each of the Top 10 shareholders	Date	Share holding beginning of the year		Cumulative Share holding during the year	
			No. of shares	% of total shares	No. of shares	% of total shares
6	MRKR CONSRUCTIONS PVT LTD					
	At the beginning of the year	01.04.2019	424,706	0.75%		
	Changes during the year	Nil				
	At the end of the year	31.03.2020			424,706	0.75%
7	VARA LAKSHMI G					
	At the beginning of the year	01.04.2019	410,367	0.73%		
	Changes during the year	Nil				
	At the end of the year	31.03.2020			410,367	0.73%
8	RAGUNATHA REDDY MEDA					
	At the beginning of the year	01.04.2019	395,000	0.70%		
	Changes during the year	Nil				
	At the end of the year	31.03.2020			395,000	0.70%
9	ANOOP JAIN					
	At the beginning of the year	01.04.2019	377,250	0.67%		
	Changes during the year	Nil				
	At the end of the year	31.03.2020			377,250	0.67%
10	SEEPRA SUMEET KABRA					
	At the beginning of the year	01.04.2019	365,000	0.65%		
	Changes during the year	Nil				
	At the end of the year	31.03.2020			365,000	0.65%

(V)	Shareholding of each Directors and each Key Managerial Personnel	Reason	Shareholding at the beginning of the year	
			No. of shares	% of total shares
1	G Srinivasa Raju - Managing Director			
	At the beginning of the year		10,184	0.02%
	At the end of the year		10,184	0.02%
2	S.Hanumantha Rao - Director			
	At the beginning of the year		7,000	0.01%
	At the end of the year		7,000	0.01%
	M V Bhaskara Rao - Independent Director			

(V)	Shareholding of each Directors and each Key Managerial Personnel	Reason	Shareholding at the beginning of the year	
			No. of shares	% of total shares
3	At the beginning of the year		Nil	
	At the end of the year			
4	Shri A.S.Anand Kumar - Independent Director			
	At the beginning of the year		Nil	
	At the end of the year			
5	Shri L V Rao - Independent Director			
	At the beginning of the year		Nil	
	At the end of the year			
6	Smt S. Kalyani - Vice President (Finance)			
	At the beginning of the year		Nil	
	At the end of the year			

V. INDEBTEDNESS

Indebtedness of the Company including interest outstanding/accrued but not due for payment.

Particulars	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtness
Indebtedness at the beginning of the financial year				
i) Principal Amount	200157.71	13832.16	-	213989.87
ii) Interest due but not paid	31467.11	-	-	31467.11
iii) Interest accrued but not due		-	-	0
Total (i+ii+iii)	231624.82	13832.16	-	245456.98
Change in Indebtedness during the financial year				
* Addition	1617.55	491.21	-	2108.76
* Reduction	543.28	-	-	543.28
Net Change	1074.27	491.21	-	1565.48
Indebtedness at the end of the financial year				
i) Principal Amount	200157.71	13832.16	-	213989.87
ii) Interest due but not paid	32541.38	491.21	-	33032.59
iii) Interest accrued but not due		-	-	0
Total (i+ii+iii)	232699.09	14323.37	-	247022.46

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Remuneration to Managing Director, Whole-time Directors and/or Manager:

SN.	Particulars of Remuneration	Name of MD/WTD/ Manager	
	Name	G Srinivasa Raju	Total Amount
	Designation	Managing Director	(Rs. In Lakhs)
1	Gross salary		
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	-	-
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961	-	-
2	Stock Option	-	-
3	Sweat Equity	-	-
4	Commission		-
	- as % of profit	-	-
	- others, specify	-	-
5	Others, please specify	-	-
	Total (A)	-	-
	Ceiling as per the Act	The overall ceiling is as per limits stipulated in Schedule V / Section 197 of the Companies Act,2013 the Act	

B. Remuneration to other Directors

SN.	Particulars of Remuneration	Name of Directors				
		Shri. M. V. Bhaskar Rao	Shri. A.S Anand Kujmar	Shri. L V Rao	Smt. G. Umadevi	Total
1	Independent Directors					
	Fee for attending board, committee meetings	20,000	20,000	20,000	10,000	70,000
	Commission	-	-	-		-
	Others, please specify	-	-	-		
	Total	20,000	20,000	20,000	10,000	70,000
	Overall Ceiling as per the Act	The overall ceiling is as per limits stipulated in Schedule V / Section 197 of the Companies Act, 2013				

C. Remuneration to Key Managerial Personnel other than MD/Manager/WTD/Company Secretary

S No.	Particulars of Remuneration	Name of Key Managerial Personnel (Amount In Lakhs)		Total Amount Rs. In Lakhs
	Name	Smt S Kalyani	Pathan Apser Hussen	
	Designation	VP(F&A)		
1	Gross salary	7.50	13.50	21.00
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	-	-	-
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-	-
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961	-	-	-
2	Stock Option	-	-	-
3	Sweat Equity	-	-	-
4	Commission	-	-	-
	- as % of profit	-	-	-
	- others, specify	-	-	-
5	Others, please specify	-	-	
	Total	7.50	13.50	21.00

VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

Type		Section of the Companies Act	Brief Description	Authority [RD / NCLT/ COURT]
A. COMPANY				
Penalty		NONE		
Punishment				
Compounding				
B. DIRECTORS				
Penalty		NONE		
Punishment				
Compounding				
C. OTHER OFFICERS IN DEFAULT				
Penalty		NONE		
Punishment				
Compounding				

Annexure (VII):

Statement of particulars of the conservation of energy, technology absorption, foreign exchange earnings and outgo as per Rule 8 of Companies (Accounts) Rules, 2014

A) Conservation of energy:

Electricity, Coal & Furnace Oil — purchased for manufacture of re-rolled products and galvanized towers parts

		2019-20	2018-19
1.	Electricity		
	Units (KWH)	-	2178866
	Total amount (Rs.)	-	20161623
	Rate/units (Rs.)	-	9.25
2.	Coal		
	Quantity (Tonnes)	-	2307.56
	Total Cost (Rs.)	-	14856065
	Average Rate (Rs.)	-	6438.00
3.	Furnace Oil		
	Quantity (Ltrs.)	-	2000
	Total Cost (Rs.)	-	76000
	Average Rate (Rs.)	-	38.00
	Electricity (KWH)	-	-
	Coal (Tonnes)	-	-

a. Steps taken or impact on conservation of energy: NA
b. Steps taken by the company for utilising alternate sources of energy: NA
c. Capital investment on energy conservation equipment: NA

B) Technology absorption-

a. Efforts made towards technology absorption; NA
b. The benefits derived like product improvement, cost reduction, product development or import substitution Nil
c. In case of imported technology (imported during the last three years reckoned from the beginning of the financial year): N/A
d. Details of the expenditure incurred on Research and Development: Nil

C) Foreign exchange earnings and Outgo:

The Foreign Exchange earned in terms of actual inflows during the year is Rs. Nil and the Foreign Exchange outgo is Rs.Nil during the year in terms of actual outflows.

Annexure (VIII):

Details pertaining to remuneration as required u/s 197(12) of The Companies Act, 2013 read with rule 5 of The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014

1. The ratio of the remuneration of each Director to the median remuneration of the employees of the Company for the financial year 2019-20, percentage increase in remuneration of each Director, Chief Financial Officer and Company Secretary in the financial year 2019-20, and the comparison of remuneration of each Key Managerial Personnel (KMP) against the performance of the Company are as under:

S.No	Name of the Director/ KMP (Designation)	Remuneration for FY 2019-20 (in lakhs)	Ratio of remuneration to the median remuneration of the employees	% increase in remuneration in the FY 2019-20
01.	G Srinivasa Raju (Managing Director) *	Nil	-	-
02.	P. Apser Hussen Company Secretary	13.50	3.55	-
03.	S. Kalyani, VP(F&A)	7.50	6.39	-

- None of the other directors except as disclosed above draws any remuneration in the Company. Smt S Kalyani VP

The median remuneration of employees of the Company during the financial year 2019-20 was 2.11lakhs against the median remuneration of 1.58lakhs during the previous year signifying an Increase of 33.84% in the financial year;

As on 31st March 2020 there were 51Number of permanent employees on the rolls of Company;

2. The relationship between average increase in remuneration and company performance:

The average increase in remuneration during the financial year 2019-20 is Nil. The total employees cost for the financial year ended 31st March, 2020 is Rs.263.07 lakhs against Rs.306.12 Lakhs for the financial year ended 31 March 2019. The total net revenue of the company for financial year ended 31st March 2020 is Rs.416.96 lakhs as against Rs.4194.70 lakhs for the financial year ended 31st March 2019. The total employees cost as a percentage of net total revenue was 63.09% (last year 7.30%). The performance was decreased 90.06% during the financial year compared to last year.

3. Comparison of Remuneration of the Key Managerial Personnel(s) against the performance of the Company:

Particulars	2019-20	2018-19
Aggregate Remuneration of KMP in Financial Year	21.00	54.00
Revenue	416.96	4194.70
Remuneration of KMP (as % of revenue)	5.036	1.287

4. Variations in the market capitalisation of the Company, price earnings ratio as at the closing date of the current financial year and previous financial year and percentage increase over decrease in the market quotations of the shares of the Company in comparison to the rate at which the company came out with the last public offer:

Sl. No.	Description	Rs. in lakhs
1	Market Capitalisation	
	Mcap at 31st March 2020	214.87
	Mcapat 31st March 2019	491.94
	Variation in Mcap in FY 2017-18 (%)	(56.32)
2	Price Earnings Ratio (PE Ratio) – (Mkt Price / EPS)	
	PE at 31st March 2020	(0.01)
	PE at 31st March 2019	(0.02)
	Variation in PE in FY 2019-20 (%)	(51.67)
3	% Increase/Decrease from last Public Offer	Not Applicable^
	FPO price per share	
	Market price as at 31 March, 2020	
	% decrease from last FPO	

5. Average percentage increase made in the salaries of employees other than the managerial personnel in the last financial year: Nil

6. The key parameters for the variable component of remuneration availed by the directors are considered by the Board of Directors based on the recommendations of the Nomination and Remuneration Committee as per the Remuneration Policy of the Company: N.A.

7. The ratio of the remuneration of the highest paid director to that of the employees who are not directors but receive remuneration in excess of the highest paid director during the year: N.A.

8. Particulars of employees as required under rule 5 (2) of The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014: Nil

9. It is hereby confirmed that the remuneration paid is as per the Remuneration Policy of the Company.

Annexure (IX):
MANAGEMENT DISCUSSION AND ANALYSIS

Pursuant to Regulation 34 read with Schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 your directors wish to report as follows:

The Indian economy grew at a slower pace in the second half of 2018-19. The country registered GDP growth of 6.8% in FY 2019-20 compared to the projected growth of 7.4%, but macro fundamentals of the domestic economy remain strong.

The government's vision of making India a US $5 trillion economy by 2024 is expected to invigorate economic activity, stimulating growth in core sectors.

Opportunities and Threats:

Your Company has earlier contemplated to divest some of its manufacturing facilities in view of the constraints faced by it, as mentioned in the previous report(s) to the members. Unfortunately, these efforts have not borne fruit. Your Company is still convinced that it would be good to divest some of the business segments or to scout for a strategic investor to tide over the current situation and to forge ahead in the new markets to give it the necessary teeth to prevent the slippages in executing the orders.

It may not be out of place to mention that your Company is still being over looked by many customers while placing new orders on account of the acknowledged financial constraints. Thus, our efforts to revive the financial fortunes are continuing unabated to overcome this situation.

Risk and Concerns:

Your Company has put in place, a comprehensive risk management policy for identification and assessment of risks which is monitored by the risk management committee of the Company. The Committee closely monitors the process and suggests suitable measures to mitigate the risks. While the risks caused or likely to be caused by the internal happenings are promptly identified and dealt with by the Company. While the external factors still remain imponderable and are still not yet under the control of the Company.

Outlook and Opportunities:

Company is modest in assessing its outlook in view of the aforementioned factors. We are looking for an early resolution of the debt-restructuring issues to gain from tremendous opportunities in future for the products of the Company.

Internal Control Systems and their Adequacy:

The internal control systems as prevailing in the Company are commensurate with the size and nature of business of the Company. The Company has the system of Internal Audit.

Internal Auditors do regularly make assessment of internal control in various areas of operation and report to the Audit Committee with their suggestions for the improvement of the same. Accordingly, the suggestions for improvement wherever deemed necessary are implemented immediately. As usual,, the management keeps a continuous watch on internal control systems of the company.

Human Resource and Industrial Relations:

The relations between the Company and the employees are cordial. Company recognizes that the key to achieving its plans and sustaining them is none other than having best human resources pool.

Your Company endeavors in recruiting the best of talent, motivating and retaining them and considers evelopment of this biggest asset as its primary responsibility.

Highlights of the Financial Results:

During the financial year, Your Company has achieved a turnover of Rs. 416.96 lakhs for the year ended 31 March, 2020, as against the turnover of Rs. 4194.70 lakhs for the previous year ended 31st March, 2019.

Segment Wise Performance & Geographical Information:

The Company primarily engaged in the business of Iron & Steel products, more specifically Transmission/ Telecom Towers and TSF products, which constitute a single segment in the context of Accounting Standard-17 on "Segment Reporting". Geographically, all the manufacturing facilities of the Company are situated within India, while its marketing operations spread over many countries.

Statutory Compliance:

Your Company gives priority to comply all of the statutory requirements in time and the management regularly discusses the same with all the departmental heads. The Company Secretary, as the compliance officer, ensures timely compliance with the SEBI's Regulations and provisions of listing agreements.

Corporate Social Responsibility (CSR):

While your Company, through Sujana Foundation, the CSR arm of the Sujana Group, strives to do what best it can do in this direction. However, it is regretted to report that in view of the losses during the year under review, no major CSR activities were taken up. The Company has in place, a Corporate Social Responsibility (CSR) Committee in compliance with the provisions of the Companies Act, 2013.

Cautionary Statement:

Statements in the Management Discussion and Analysis describing the Company's objectives, expectations or predictions may be forward looking within the meaning of applicable securities, law and regulations. The Company assumes no responsibility to publicly amend, modify or revise forward looking statements, on the basis of subsequent event or development. Actual results may differ materially from those expressed in the statement. Important factors that could influence the Company's operations, to mention some, are the selling price of finished goods, input availability and price, changes in government regulations, tax laws, economic development within and outside the country and other factors such as litigation and industrial relations.

Annexure-(X)
REPORT ON CORPORATE GOVERNANCE

(Pursuant to Regulation 34(3) and Schedule V (C) of the Securities and Exchange Board of India (Listing Obligations and Disclosures Requirements) Regulations, 2015)

1. THE COMPANY'S PHILOSOPHY ON CORPORATE GOVERNANCE:
The Company's Philosophy is that Corporate Governance is a process which enables the Company to operate in a systemic manner to meet its ethical, legal and business expectations and at the same time fulfil its social responsibilities. The core value of Corporate Governance lies in integrity, transparency, high degree of disclosures, emphasis on product quality, adopting best business practices.
Your Company confirms the compliance of Corporate Governance as contained in Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended, the details of which are given below:

2. BOARD OF DIRECTORS:
The members are hereby informed that Corporate Insolvency Resolution Process ('CIRP') has been initiated for the Company under the provisions of Section 7 of the Insolvency and Bankruptcy Code, 2016 ('IBC') by the National Company Law Tribunal vide Order no. CP(IB)No. 679/7/HDB/2018 ('order') with effect from 03.06.2019 (uploaded on website on 08.06.2019). Further, vide the aforesaid NCLT order and pursuant to Section 17 of the IBC, the powers of the Board of Directors of the Company stood suspended, and such powers are vested with the Interim Resolution Professional, Dr. M S Sankar, - Resolution Professional (IP Registration No.IBBI/IPA-001/IP-P00770/2017-18/11315. His appointment confirmed by the Committee of Creditors ('COC') as the Resolution Professional (the 'RP'). Accordingly, Dr.M.S.Sankar in his capacity as RP took control and custody of the management and operations of the Company from 03.06.2019.

(a). Board composition, category of Directors, meetings and attendance Record of each director:
The strength of Board of Directors prior to commencement of CIRP was 6 (Six) Directors including 4 non-executive directors. The details of Directors appointed/ resigned during the financial year 2017-18 are provided in the Directors Report, forming part of this Annual Report.

(b). Details of the Directorship / Committee Chairmanship and Memberships held by the Directors as on 31st March, 2020 in other Companies and attendance record of them at the Board Meeting for the financial year 2019-20 and at the last AGM:

S.No	Name of the Director	Category of Directorship	Attendance at		Number of Other Directorships	Chairperson of the Board	Board Committee	
			Board Meetings4	Last AGM			Director is a member	Director is a Chairperson
1	Shri G. Srinivasa Raju	Managing Director	Not appli cable	Yes	14	-	2	1
2	Shri S.Hanumantha Rao	Non - Executive	Not appli cable	Yes	8	-	3	

Notes:
1. Including private limited Companies.
2. Only Audit and Shareholders' Grievances Committees considered.
3. The powers of the Board of Directors of the Company stood suspended, and such powers are vested with the Dr. M S Sankar, - Resolution Professional (IP Registration No.IBBI/IPA-001/IP-P00770/2017-18/11315.

© Name of Listed Entities where the Directors are holding Directorship other than Neueon Towers Limited as on 31.03.2020:

S.No	Name of the Directors	Name of the Listed Entity	Category
1	Shri G.Srinivasa Raju	1.Sujana Universal Industries Limited	Managing Director
		2.Spelndid Metal Products Limited	Non -Executive Director
2	Shri S.Hanumantha Rao	1.Sujana Universal Industries Limited	Whole Time Director
		2.Spelndid Metal Products Limited	Non -Executive Director

(d). Meetings:

the powers of the Board of Directors of the Company stood suspended, and such powers are vested with the Interim Resolution Professional, Dr. M S Sankar, - Resolution Professional (IP Registration No.IBBI/IPA-001/IP-P00770/2017-18/11315. His appointment confirmed by the Committee of Creditors ('COC') as the Resolution Professional (the 'RP'). Accordingly, Dr.M.S.Sankar in his capacity as RP took control and custody of the management and operations of the Company from 03.06.2019.

Hence, no Board meetings were held during the year 2019-20. However, Resolution Professional has conducted the meetings with the Directors of the Company from time to time to consider and approve the Quarterly and Yearly Financial Results of the Company. Four such meetings were held during the year on 26.04.2019, 14.08.2019, 12.11.2019 and 14.02.2020 to consider and approve the Quarterly and Yearly Financial Results of the Company pursuant to the provisions of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015

(e) Disclosure of relationships between Directors:

No Director is related to any other Director in terms of the definition of "relative" as defined in Section 2(77) of the Companies Act, 2013.

(f) Number of Shares and Convertible Instruments held by Non- Executive Directors:

Statement showing number of Equity Shares held by the Non-Executive Directors as on March 31, 2020:

Name of the Director	Designation	No. of Shares held
Shri G.Srinivasa Raju	Non-Executive Director	10184
Shri S.Hanumantha Rao	Non-Executive Director	7000

(g) Disclosure for Independent Directors :

CIRP was initiated against the Company w.e.f. 03.06.2019, the powers of the Board of Directors (including evaluating the performance of Board, its Committee and individual Directors) were suspended. Therefore, no separate meeting of Independent Directors were held during the financial year 2019-20 and consequently the evaluation of the performance of the Board of Directors and of its Committees and individual Directors were also not undertaken during the year under review

3. BOARD COMMITTEES

CIRP was initiated against the Company w.e.f. 03.06.2019, the powers of the Board of Directors (including evaluating the performance of Board, its Committee and individual Directors) were suspended.

Regulation 15(2B) of the SEBI (Listing Obligations and Disclosure Requirement) Regulations 2015:

The provisions as specified in regulations 18, 19, 20 and 21 (Audit Committee, Nomination and Remuneration Committee, Shareholders Relationship Committee and Risk Management Committee) shall not be applicable during the insolvency resolution process period in respect of a listed entity which is undergoing corporate insolvency resolution process under the Insolvency Code:

Provided that the roles and responsibilities of the committees specified in the respective regulations shall be fulfilled by the interim resolution professional or resolution professional.

Name and Designation of the Compliance Officer :

The name and designation of the Compliance Officer of your Company is Shri P Apser Hussen, Company Secretary of your Company.

Status of the Complaints:

Number of Shareholders Complaints received during the Financial Year 2019-20	Nil
Number of complaints not solved to the satisfaction of the shareholders	Nil
Number of pending Complaints	Nil

4. GENERAL BODY MEETINGS:

4.1. Details of Last three AGMs held:

Sl. No.	No. of Annual General Meeting	Date of the Annual General Meeting	Venue	Time	Details of Special Resolutions passed
1	12th	14th December, 2019	Sy.No.321, Turkala Khanapur Village, Hatnur(Mandal), Sanga Reddy Dist-502296, Telangana.	04.00pm	1. To ratify the remuneration of the Cost Auditor of the Company.
2	11th	29th September, 2018	Sy.No.321, Turkala Khanapur Village, Hatnur(Mandal), Sanga Reddy Dist-502296, Telangana.	04.00pm	1. To consider and re-appoint Shri G. Srinivasa Raju, as Managing Director & Key Managerial Person of the Company and in this regard to consider and if thought fit, to pass, with or without modification(s). 2. To continue the Directorship of Shri M V Bhaskara Rao, as Independent Director of the Company till the conclusion of 12th Annual General Meeting. 3. To consider, approve the resolution under Section 180 (1) (a) of the Companies Act, 2013 for selling, leasing otherwise disposing off the assets of the Company.
3	10th	29th September, 2017	Sy.No.321, Turkala Khanapur Village, Hatnur(Mandal), Sanga Reddy Dist-502296, Telangana.	04.00pm	1. To ratify the remuneration of the Cost Auditors for the financial year ending 31st march, 2017 and in this regard to consider and if thought fit, to pass with or without modifications.

4.2 No Extra-ordinary General Meeting of the shareholders was held during the year.

4.3 Details of resolutions passed in the last year through postal ballot: Nil

4.4 Details of special resolution which is proposed to be passed through postal ballot : Nil

5. DISCLOSURES

(a). Materially Significant related party transactions:

There were no materially significant related party transactions during the year having potential conflict with the interest of the Company at large. The Company has formulated the Policy on Materiality of Related party transactions to decide the materiality for the related party transaction and to deal with related party transaction.

The said Policy has been posted on the website of the Company www.sujana.com. All transactions were carried out on an arms-length basis and were not prejudicial to the interest of the Company.

(b). Details of non-compliance by the listed entity, penalties, strictures imposed on the listed entity by stock exchange(s) or the board or any statutory authority, on any matter related to capital markets, during the last three years:

For the last three financial years, except for the financial year 2018-19 (the details mentioned herein below), the Company has complied with the applicable requirements of the Stock Exchange, SEBI and other Statutory Authorities on all matters related to capital markets.

Regulation and relevant Quarter Non-Compliance	Fines Imposed on the Company.	Action Taken by the Company
Regulation 31 of the Listing Regulations for the Quarter ended 31.03.2018	Both the Stock exchanges impose penalty due to non filing of Shareholding pattern within the prescribed time.	Company submitted the share holding pattern for the quarter ended 31.03.2018 on 18.05.2018 and also submitted reply to the Stock Exchange on 25.05.2018.

(C). Details of establishment of vigil mechanism, whistle blower policy and affirmation that no personnel has been denied access to the audit committee:

The Whistle Blower Policy and Vigil Mechanism has been laid down by the Company in view to provide a mechanism for the Directors and employees of the Company to report existing/ probable violations of laws, rules, regulations or unethical conduct. It is confirmed that each and every employee has access to the Audit Committee and no personnel has been denied access to the Committee.

(d). Details of compliance with mandatory requirements and adoption of the non-mandatory requirements:

The Company has complied with all the mandatory requirements of Listing Regulations. Subsequent to date of Resolution Professional taking control and custody of the management and operations of the Company i.e. effective from 19th April, 2019, complying with the provisions as stipulated in the said Listing Regulations, referred to in paragraph 1 above, were not applicable on account of suspension of the powers of the Board of Directors and its Committees thereof, however, requirements of such provisions were fulfilled by the Resolution Professional to the extent deemed appropriate/applicable.

Discretionary requirements as specified in Part E of Schedule II of the Listing Regulations:

(I). The Board : Prior to commencement of CIRP, the Company had an Non-Executive Chairman and his position is separate from that of the Managing Director and Chief Executive Officer of the Company.

(ii). Shareholders Rights: The Company's financial results are furnished to the Stock Exchanges and are also published in the newspapers and on the website of the Company and therefore results are not separately sent to the Members. The financial results of the Company are displayed on the website of the Company i.e. www.sujana.com.

(iii). Modified opinion(s) in audit report : During the year under review there are audit qualifications on the Company's financial statements and the Company has given clarifications in the Directors' Report.

(iv). Reporting of Internal Auditor : Prior to commencement of CIRP, the Internal Auditor reports to the Audit Committee of the Company.

(e). Web link where policy for determining material subsidiaries is disclosed:

Policy for determining material subsidiary has been posted on the website of the Company www.sujana.com

(f). Risk Management:

The Company has laid down procedures to inform the Board of Directors about the Risk Assessment and Minimization Procedure. These procedures are periodically reviewed by the Board to ensure that Executive management controls risk through means of a properly defined framework.

(g). Code of Conduct

The Company has adopted a Code of Conduct as required under Listing Regulations, 2015, which applies to all the Board Members and Senior Management of the Company. The Board Members and Senior Management personnel have affirmed their compliance with the Code on annual basis and their confirmations have been received in this regard. The Code of Conduct has been posted on the Company's website. A separate declaration to this effect signed by the Resolution Professional is attached.

(h). Disclosure of Accounting Treatment

In the preparation of the financial statements, the Company has followed Accounting Standards notified by Ministry of Corporate Affairs. The significant accounting policies which are consistently applied have been set out in the Notes to the Financial Statements.

(I). Compliance Certificate pursuant to Regulation 17(8) of Listing Regulations:

Dr. M S Sankar, Resolution Professional of the Company have given annual certification on financial reporting and internal controls to the Board in terms of Regulation 17(8) of Listing Regulations,2015.

(j). Compliance Certificate on Corporate Governance and Certificate on Disqualification of Directors:

Compliance Certificate for Corporate Governance from the Practicing Company Secretary is annexed hereto and forms part of this Report. A Certificate from a Company Secretary in practice has been received stating that none of the Directors on the Board of the Company have been debarred or disqualified from being appointed or continuing as Directors of Companies by SEBI/ Ministry of Corporate Affairs or any such statutory authority.

(k). The Company has not raised any funds from the capital market (public/rights/preferential issues etc.) during the financial year under review.

(l). Management Discussion and Analysis Report

Management Discussion and Analysis Report form part of this Annual Report and is in accordance with the requirements as laid down in the Listing Regulations, 2015.

(m). Shareholders Information

(a). Appointment/Re-appointment of Directors: The brief resume of directors retiring by rotation , appointment of Directors and re-appointment of directors, including nature of their experience in specific functional areas, names of companies in which they hold directorship and membership of committees of the Board is appended to the Notice for calling Annual General Meeting.

(b). None of the Directors are related to each other.

(n). Prevention of Insider Trading

The Company has adopted a Code of Conduct for Prevention of Insider Trading with a view to regulate trading in securities by the Directors and designated employees of the Company. The Code requires pre-clearance for dealing in the Company's shares and prohibits the purchase or sale of Company shares by the Directors and the designated employees while in possession of unpublished price sensitive information in relation to the Company and during the period when the Trading Window is closed. The Company Secretary is responsible for implementation of the Code.

(o). Disclosure of Commodity Price Risks and Commodity hedging activities: Nil

(p). Disclosures in relation to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013:

Number of Complaints filed during the financial year 2019-20	Nil
Number of complaints dissolved during the financial year	Nil
Number of pending as on end of the during the financial year	Nil

(q). Consolidated payment to Statutory Auditors:

During the year 2019-20, Rs. 2,50,000 Plus taxes was paid on consolidated basis to Statutory Auditors of the Company and all entities in the network firm/ network entity of which the Statutory Auditor is a part, towards services rendered by them.

(R). Registration of E-Mail Address :

To contribute towards greener environment, the Company proposes to send documents like Shareholders Meeting Notice/ other Notices, Audited Financial Statements, Directors' Report, Auditors' Report or any other document to Members in electronic form at the e-mail address provided by them and/ or made available to the Company by the Depositories.

Members who have not yet registered their e-mail address (including those who wish to change their already registered e-mail address) may get the same registered/updated either with their depository participants or by writing to the Company.

6. MEANS OF COMMUNICATION

(I). Quarterly Results:

The quarterly, half-yearly and yearly financial results of the Company are sent to the Stock Exchanges immediately after they are approved by the Board through the mode specified by the respective Stock Exchanges.

(ii). Newspapers wherein results normally published:

Publication of Quarterly/Annual Financial Results in daily newspapers –Andhra Prabha (Telugu) or Financial Express(English) or Business Standard(English).

(iii). Website :

The Company has maintained a functional website www.sujana.com containing basic information about the Company like the details of its business, financial information, shareholding pattern, codes and policies etc. The disclosures made by the Company to the Stock Exchanges where the securities of the Company are listed are also hosted on the website of the Company.

(iv). presentations made to institutional investors or to the analysts:

The Company has not made any presentation to anyone during the year.

(v). Sending Balance Sheet, Profit & Loss Account, Directors' Report & Auditors' Report to Shareholders through Post/Courier/Email.

(vi). Uploading on NEAPS & BSE Listing Centre: The quarterly results, quarterly compliances and all other corporate communications to the Stock Exchanges are filed electronically on NEAPS for NSE and on BSE listing Centre for BSE

(vii) Annual Report: Annual Report containing, inter alia, Audited Annual Accounts, Consolidated Financial Statements, Directors' Report, Auditor's Report and other important information is circulated to members and others entitled thereto. The Management Discussion and Analysis (MD&A) Report forms part of the Annual Report.

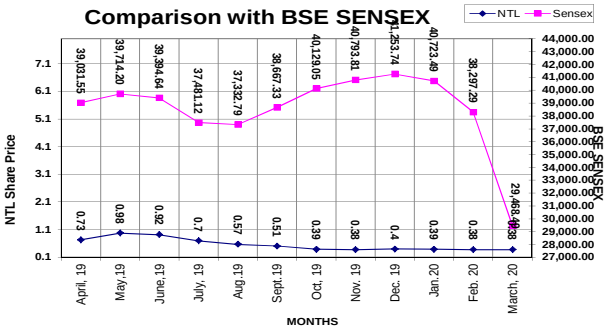
7. GENERAL SHAREHOLDERS INFORMATION

1.	Date	30.12.2020
2.	Time	12.00 Noon
3.	Venue	Through Video Conferencing (“VC”) / Other Audio Visual Means (“OAVM”)
4.	Financial year	2019-2020, (consisting of 12 months from 01.04.2019 to 31.03.2020)
5.	Book Closure Date	28.12.2020 (One day only)
6.	Dividend Payment Date	Not Applicable
7.	Listing on Stock Exchanges	**BSE Limited (BSE)** Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai 400 001 **National Stock Exchange of India Ltd** Exchange Plaza, Bandra-Kurla Complex, Bandra(E) Mumbai - 400 051.
8.	Stock code	(a).BSE Scrip Code: 532887 NSE Symbol **: NTL** (b).Demat ISIN for equity shares: **INE333I01036** **(c).** Corporate Identity Number (CIN) **:** L40109TG2006PLC049743
9	Listing Fee	The Listing fee for the years 2018-19, 2019-2020 and 2020-21 has not been paid to both the above said Stock Exchanges.
10.	E-voting facility	www.evoting.nsdl.com Open Date: December 26th , 2020@ 10:00 A.M. Closing Date: December 29th , 2020@ 5:00 P.M. cut-off date is December 23rd, 2020
11	Company’s website	www.sujana.com
12	Outstanding GDRs/ ADRs/ Warrants or any Convertible Instruments, Conversion Date and likely impact on Equity	Nil
13	Credit Rating	Not Applicable

Market Price Data:

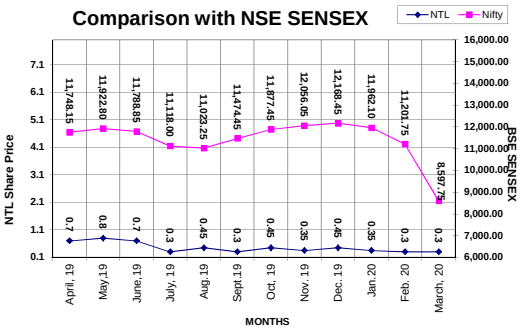
The monthly high and low stock prices during the financial year 2019-20 and performance in comparison to the Board-based indices such as BSE-Sensex is provided hereunder.

Month	High	Low	Close	BSE SENSEX (Closing)
April 2019	0.84	0.67	0.73	39031.55
May 2019	0.98	0.7	0.98	39714.2
June 2019	1.01	0.92	0.92	39394.64
July 2019	0.91	0.7	0.7	37481.12
August 2019	0.7	0.57	0.57	37332.79
September 2019	0.55	0.51	0.51	38667.33
October 2019	0.51	0.39	0.39	40129.05
November 2019	0.39	0.38	0.38	40793.81
December 2019	0.4	0.38	0.4	41253.74
January 2020	0.4	0.38	0.39	40723.49
February 2020	0.39	0.38	0.38	38297.29
March 2020	0.38	0.37	0.38	29468.49



The monthly high and low stock prices during the financial year 2019-20 and performance in comparison to the Board -based indices such as NSE-Nifty is provided hereunder.

Month	High	Low	Close	BSE SENSEX (Closing)
April 2019	0.7	0.7	0.7	11748.15
May 2019	0.8	0.8	0.8	11922.80
June 2019	0.7	0.7	0.7	11788.85
July 2019	0.35	0.25	0.3	11118.00
August 2019	0.5	0.45	0.45	11023.25
September 2019	0.3	0.3	0.3	11474.45
October 2019	0.45	0.45	0.45	11877.45
November 2019	0.45	0.35	0.35	12056.05
December 2019	0.5	0.45	0.45	12168.45
January 2020	0.45	0.35	0.35	11962.10
February 2020	0.35	0.3	0.3	11201.75
March 2020	0.35	0.3	0.3	8597.75



Share Transfer System:

Your Company has appointed M/s. Bigshare Services Private Limited for dealing in with the shares of the Company in physical and electronic mode. Presently they are completing the process of transfer within a period of 10 to 15 days from the date of receipt, subject to the documents being valid and complete in all respects. Pursuant to Regulation 40 of SEBI (LODR) Regulations, 2015. Certificates, on half-yearly basis, have been given by a Practicing Company Secretary duly certifying compliance of shares transfer formalities

Dematerialization of Shares:

99.44% of the Company’s Paid-up capital has been dematerialized upto 31st March, 2020 as per the following details.

Particulars	Number of shares	% of share capital
NSDL	28954678	51.21
CDSL	27272917	48.23
Physical	316957	0.56
Total	56544552	100.00

Distribution of Shareholding:

As on 31st March, 2020, the Distribution Shareholding was as follows:

Range (Rs)	No. of Shares	% of Share holding	No. of Shareholders	% of Shareholders
Upto - 5,000	7548848	13.35	20074	95.62
5,001 - 10,000	3193910	5.65	427	2.03
10,001 - 20,000	3164195	5.58	231	1.04
20,001 - 30,000	2376717	4.20	95	0.45
30,001 - 40,000	1418279	2.5	41	0.20
40,001 - 50,000	1060683	1.87	24	0.11
50,001-1,00,000	3320924	5.87	47	0.23
1,00,001 and above	34460996	60.98	66	0.32
Total	56544552	100	21005	100.00

Shareholding pattern as on 31st March, 2020
(Face Value of Rs.10/-each):

Sl.No.	Category	No. of Holders	No of Shares	% to Equity
1	Promoters and Promoters Group	9	21074445	37.27
2	Bodies Corporate	357	6925345	12.25
3	Public – Individuals	20447	27258182	48.21
4	NRIs	147	441754	0.78
5	Financial Institutions/Banks	2	500100	0.88
6	Clearing Members	41	312566	0.55
7	Trusts	2	32160	0.06
Total		21005	56544552	100

Plant Location:

S.No.	State	Location
1.	Telangana	Plot No.128 Part, Sy. No. 172/B, I.D.A., Bollaram - 502 325, Jinnaram Mandal, Sanga Reddy Dist.
2.	Telangana	Plot No.10, 11 and 12 Part, Sy. No.172, I.D.A., Bollaram - 502 325, Jinnaram Mandal, Sanga Reddy Dist.
3.	Telangana	Plot No. 9, Sy. No.172/EE, U, UU, I.D.A., Bollaram - 502 325, Jinnaram Mandal, Sanga Reddy Dist.
4.	Telangana	Plot No. 159, B & C, Sy. No.172/EE, U, UU, I.D.A., Bollaram - 502 325, Jinnaram Mandal, Sanga Reddy Dist.
5.	Telangana	Sy.No.321, Turkala Khanapur Village - 502 201, Hatnur Mandal, Sanga Reddy Dist.

Registered Office	Survey No.321, Turkala Khanapur (V), Hatnur (M), Sanga Reddy Dist-502296, Telangana, India
Corporate and Administrative Office	No. 8-2-248/1/7/18, 2nd Floor, East Wing, Nagarjuna Hills, Punjagutta, Hyderabad - 500 082. Website: www.sujana.com
Registrars and Share Transfer Agents	M/s Bigshare Services Private Limited, 306, Right Wing, 3rd Floor, Amruta Ville, Opp: Yashoda Hospital, Raj Bhavan Road, Somajiguda, Hyderabad—500082, Telangana, India. Phone No.: 040-2337 49670

THE DISCLOSURES OF THE COMPLIANCE WITH CORPORATE GOVERNANCE REQUIREMENTS SPECIFIED IN REGULATION 17 TO 27 AND CLAUSES (B) TO (I) OF SUB-REGULATION (2) OF REGULATION 46:

The Company has complied with the corporate governance requirements specified in Regulations 17 to 27 and the Company has also complied with the requirements of clauses (b) to (i) of sub - regulation (2) of Regulation 46 of Listing Regulations.

By order of the Insolvency
Resolution Professional
For Neueon Towers Limited
G. Srinivasa Raju
Managing Director
DIN: 00132249

Place: Hyderabad
Date: 7th December, 2020.

DECLARATION ON COMPLIANCE WITH CODE OF BUSINESS CONDUCT AND ETHICS IN TERMS OF SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015.

To the best of my knowledge and belief, this is to affirm and declare, on behalf of the Board of Directors of the Company and senior management personnel, that;

a. The Board of Directors has laid down a Code of Conduct, Ethics and Business Principles for all Board members and Senior Management of the Company [‘the Code of Conduct’];
b. The Code of conduct has been posted on the website of the Company;
c. All the Board Members and Senior Management personnel have affirmed their compliance and adherence with the provisions of the Code of Conduct for the financial year ended 31st March 2020.

By order of the Insolvency
Resolution Professional
For Neueon Towers Limited
G. Srinivasa Raju
Managing Director
DIN: 00132249

Place: Hyderabad
Date: 7th December, 2020.

CERTIFICATE UNDER REGULATION 17(8) OF SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015

I, undersigned in my capacity as the Resolution Professional of Neueon Towers Limited ("the Company"), to the best of my knowledge and belief, certify that

a). I have reviewed financial statements and the cash flow statement for the year ended 31.03.2020 and based on my knowledge and belief:
   (i) These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
   (ii) These statements together present a true and fair view of the listed entity's affairs and are in compliance with existing accounting standards, applicable laws and regulations.

b). I further states that to the best of our knowledge and belief, there are no transactions entered by the company during the year which are fraudulent, illegal or violative of the Company's code of conduct.

c). I am responsible for establishing and maintaining internal controls for financial reporting and that we have evaluated the effectiveness of internal control systems of our company pertaining to financial reporting and I have not come across any reportable deficiencies in the design or operation of such internal controls..

d). I have indicated to the auditors :
   (1) Significant changes in internal control over financial reporting during the year;
   (2) Significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and
   (3) Instances of significant fraud of which I have become aware and the involvement therein, if any, of the management or an employee having a significant role in the Company's internal control system over financial reporting.

By order of the Insolvency
Resolution Professional
For Neueon Towers Limited
G. Srinivasa Raju
Managing Director
DIN: 00132249

Place: Hyderabad
Date: 7th December, 2020.

Certificate on Corporate Governance

To
The Members of Neueon Towers Limited,

I have examined the compliance of conditions of Corporate Governance by M/s. Neueon Towers Limited ("the Company"), for the financial year ended March 31, 2020, as stipulated in the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ["SEBI (LODR) Regulations, 2015"].

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

In my opinion and to the best of my knowledge and according to the explanations given to me, I certify that the Company has complied with the conditions of Corporate Governance as stipulated in the above mentioned Listing Regulations.

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

Anand Kumar C Kasat
Practicing Company Secretary
CP.NO.17420, FCS NO.42078

Place: Hyderabad
Dated: August 31st, 2020

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of NEUEON TOWERS LIMITED
Report on the Audit of the StandaloneInd AS Financial Statements

Qualified Opinion

We have audited the standaloneInd AS financial statements of NEUEON TOWERS LIMITED ("the Company"), which comprise the balance sheet as at 31st March 2020, and the statement of Profit and Loss (including other comprehensive income), statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information (herein after referred to as " Ind AS financial statements").

In our opinion and to the best of our information and according to the explanation given to us, except for the effects of the matters described in the basis for qualified opinion paragraph below, the aforesaid standalone Ind AS financial statements 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, 2020 of its profit/loss changes in equity and the cash flows for the year the ended.

Basis for Qualified Opinion

a. The Company has not provided interest on Working Capital and Term Loans as the Company is under Corporate Insolvency Process (CIRP) under IB Code.

b. The company has made a provision of 9,878.04 lakhs during the current year, the realisability of trade receivables amounting to Rs.16,445.12 lakhs is in doubt and the company has not made any provision for bad and doubtful debts in respect of these receivables.

We conducted our audit 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 ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Material uncertainty Related to Going Concern

The Company has accumulated losses and its net worth has been fully eroded due to continuous losses and the Company's current liabilities exceeded its current assets as at March 31, 2020. These conditions indicate the existence of a material uncertainty that may cast significant doubt on the Company's ability to continue as a going concern. However, the financial statements of the Company have been prepared on a going concern basis for the reasons stated in the Note No. 17(i)(1.23)

Our opinion is not modified in respect of this matter

Emphasis of matter

We draw attention to Note No. 17(i)(1.24) of the standalone Financial Statements regarding impact of COVID-19 pandemic. The situation continues to be uncertain and the Company is evaluating the situation on an ongoing basis with respect to the challenges faced.

Our opinion is not modified in respect of this matter.

Key Audit Matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the Standalone Financial Statements for the financial year ended March 31, 2020. 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.

In addition to the matters described in the Basis for Qualified Opinion section referred in above para and Material Uncertainty Related to Going Concern section in above para, We have determined the matters described in below to be the key audit matters to be communicated in our report.

Key Audit Matters	Auditor's response
Accuracy of recognition, measurement, presentation and disclosures of revenues and other related balances in view of adoption of Ind AS 115 "Revenue from Contracts with Customers" (new revenue accounting standard) Principal Audit Procedures We assessed the Company's process to identify the impact of adoption of the new revenue accounting standard. Our audit approach consisted testing of the design and operating effectiveness of the internal controls and substantive testing as follows: The application of the new revenue accounting standard involves certain key judgments relating to identification of distinct performance obligations, determination of transaction price of the identified performance obligations, the appropriateness of the basis used to measure revenue recognised over a period. Additionally, new revenue accounting standard contains disclosures which involves collation of information in respect of disaggregated revenue and periods over which the remaining performance obligations will be satisfied subsequent to the balance sheet date	Principal Audit Procedures: We assessed the Company's process to identify the impact of adoption of the new revenue accounting standard. Our audit approach consisted testing of the design and operating effectiveness of the internal controls and substantive testing as follows: The application of the new revenue accounting standard involves certain key judgments relating to identification of distinct performance obligations, determination of transaction price of the identified performance obligations, the appropriateness of the basis used to measure revenue recognised over a period. Additionally, Evaluated the design of internal controls relating to implementation of the new revenue accounting standard. Selected a sample of continuing and new contracts, and tested the operating effectiveness of the internal control, relating to identification of the distinct performance obligations and determination of transaction price. Performed analytical procedures for reasonableness of revenues disclosed by type and service offerings. We reviewed the collation of information and the logic of the report generated from the budgeting system used to prepare the disclosure relating to the periods over which the remaining performance obligations will be satisfied subsequent to the balance sheet date.

Other information

The Company's management and Board of Directors are responsible for the other information. The other information comprises the information included in Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Business Responsibility Report, Corporate Governance and Shareholder's Information, but does not include the financial statements and our auditor's report thereon.

Our opinion on the standalone 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 standalone 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 in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance for the 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 of these financial statements that give a true and fair view of the financial position, financial performance, changes in equity 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.

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 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, the Board of Directors 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 the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

Auditor's 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.

As part of an audit in accordance with SAs, 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 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 with reference to standalone financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the 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 auditors' 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.

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 auditors' 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, 2016 (“the Order”), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the Annexure A, a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

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

a) We have sought and obtained all the information and explanations, except for the matter described in the Basis for Qualified Opinion paragraph above, which to the best of our knowledge and belief were necessary for the purposes of our audit;

b) except for the effects/possible effects of the matters described in the Basis for Qualified Opinion paragraph above, 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) except for the effects/possible effects of the matters described in the Basis for Qualified Opinion paragraph above, The Balance Sheet, the Statement of Profit and Loss (Including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows dealt with by this Report are in agreement with the books of account;

d) In our opinion, except for the effects/possible effects of the matters described in the Basis for Qualified Opinion paragraph above, the aforesaid standalone financial statements comply with the Indian Accounting Standards prescribed under section 133 of the Act and the rules prescribed there under;

e) On the basis of the written representations received from the directors as on March 31, 2020 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2020 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".

g) In our opinion, the managerial remuneration for the year ended March 21, 2020 has not been provided by the Company t its directors in accordance with the provisions of section 197 read with Schedule V to the Act as the company under the Corporate Insolvency Process (CIRP).

h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

i. The pending litigations of the company that might impact the financial position of the company are disclosed in the standalone financial statements– Refer note no.16 to the financial statements;

ii. The company did not have any long term contracts including derivative contracts for which there were any material foreseeable losses;

iii. There were no amounts, required to be transferred to the investor Education and protection fund by the company.

FOR VENUGOPAL & CHENOY
CHARTERED ACCOUNTANTS
FRN: 004671S

(P.V.SRI HARI)
Partner
Membership No.021961
UDIN: 20021961AAAABS7324

Place : Hyderabad
Date : 29.06.2020

Annexure - A to the Auditors' Report

The Annexure A referred to in our Independent Auditor's Report to the members of the Company on the Standalone financial statements for the year ended 31 March 2020, we report that:

I In respect of its fixed assets:

(a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.

(b) The Company has a regular programme of physical verification of its fixed assets by which fixed assets are verified during the year. In accordance with this programme, fixed assets were verified during the year and no material discrepancies were notice on such verification. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets.

(c) According to the information and explanations given to us and on the basis of our examination of the records of the Company there were no immovable properties are held in the name of the Company at the Regional office the Company.

ii. In respect of Inventories:

(a) The inventories have been physically verified by the management during the year. In our opinion, the frequency of such verification is reasonable.

(b) The procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.

(c) The Company has maintained proper records of the said stocks. As explained to us, there were no material discrepancies noticed on physical verification of inventory as compared to the book records.

iii. During the year, the Company has not granted any loans secured or unsecured to parties covered in the register maintained under section 189 of the Act. Hence paragraph 3 (iii) of the Order is not applicable

iv. In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of section 185 and 186 of the Act, with respect to the loans, investments, guarantees and securities.

v. Company has not accepted any deposits, within the meaning of provisions of sections 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the rules framed there under.

vi. We have broadly reviewed the books of account relating to materials, labour and other items of cost maintained by the Company pursuant to the Rules made by the Central Government for the maintenance of cost records under sub–section (1) of Section 148 of the Act in respect of the activities carried on by the Company, wherever applicable and we are of the opinion that prima facie the prescribed accounts and records have been made and maintained. However, we have not made a detailed examination of the records.

vii. In respect of statutory dues:

a) According to the information and explanations given to us and on the basis of examination of the records of the Company, amounts deducted/ accrued in the books of account in respect of undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, Goods and service tax, duty of customs, duty of excise, cess and other material statutory dues have been regularly deposited during the year by the Company with the appropriate authorities.

According to the information and explanations given to us, no undisputed amounts are payable in respect of income tax, sales tax, Goods and services tax, duty of customs, duty of excise, value added tax or cess and other material statutory dues were in arrears as at 31 March 2020 for a period of more than six months from the date they became payable.

b) According to the information and explanations given to us, there are no material dues of duty of customs, income tax, service tax which have not been deposited with the appropriate authorities on account of any dispute. However, according to information and explanations given to us, the dues of Value added tax have not been deposited by the Company on account of disputes pending are as under:

Name of the statute	Name of the dues	Amount disputed	Period	Forum where dispute is pending
Income Tax dues	Income Tax	43.42	AY07-08	CPC
Income Tax dues	Income Tax	4,09.91	AY08-09	AO
Income Tax dues	Income Tax	29.23	AY09-10	AO
Income Tax dues	Income Tax	87.49	AY10-11	AO
Income Tax dues	Income Tax	0.10	AY 2011-12	ITBA
Income Tax dues	Income Tax	853.87	AY 2011-12	ITBA
Income Tax dues	Income Tax	100.86	AY 2012-13	ITBA
Income Tax dues	Income Tax	413.39	AY 2013-14	AO
Income Tax dues	Income Tax	379.37	AY 2014-15	AO
Income Tax dues	Income Tax	0.01	AY 2015-16	CPC
Income Tax dues	Income Tax	72.07	AY 2017-18	CPC
Income Tax dues	Income Tax	18.52	AY 2017-18	CPC
TDS Penalties	ITO(TDS)	1.14	2009-10	CPC
TDS Penalties	ITO(TDS)	3.17	2010-11	CPC
TDS Penalties	ITO(TDS)	1.94	2011-12	CPC
TDS Penalties	ITO(TDS)	5.28	2012-13	CPC
TDS Penalties	ITO(TDS)	2.77	2013-14	CPC
TDS Penalties	ITO(TDS)	1.77	2014-15	CPC
TDS Penalties	ITO(TDS)	0.93	2015-16	CPC
TDS Penalties	ITO(TDS)	0.07	2016-17	CPC
TDS Penalties	ITO(TDS)	0.06	2017-18	CPC
TDS Penalties	ITO(TDS)	2.43	2018-19	CPC
TDS Penalties	ITO(TDS)	1.55	2019-20	CPC
Submission of “C”	Sales Tax	43.21	2010-11	STAT, Hyd
Submission of C	Sales Tax	34.01	2011-12	STAT, HYD
Submission of C	Sales Tax	8.26	2012-13	ADC, Punjagutta Div. Hyd
Submission of C	Sales Tax	81.02	2013-14	ADC, Punjagutta Div. Hyd
Submission of C	Sales Tax	7.01	2014-15	CTO, Punjagutta Div. Hyd
Submission of C	Sales Tax	40.38	2014-15	CTO, Punjagutta Div. Hyd
VAT Tax	Sales Tax	1.00	2013-14 to 2015-16	CTO, Punjagutta Div. Hyd
VAT Tax	Sales Tax	4484.80	2010-11 to 2012-13	AC(CT), Chennai, TN
Contribution	ESI	0.03	2019-20	Director, ESI

viii. According to the information and explanations given to us and on the basis of examination of the records, the company has defaulted in repayment of loans along with interest to the Banks/financial institutions during the year. The details of overdue principal of the company's borrowings are as follows, we were unable to arrive at the overdue interest due to inadequate information.

S.No	Bank/Financial institution	Principal (Amount in Crores)
1.	Exim Import Bank of India	25.00
2.	Punjab national Bank	371.41
3.	IDBI Bank	649.60
4.	Edelweiss Asset reconstruction	77.20
5.	Andhra Bank	214.43
6.	Central Bank	389.35
7.	UCO Bank	173.67
8.	L&T Infrastructure Finance Co.Ltd	4.18
9.	SREI Equipment finance	23.00
	Total	1927.84

ix. The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year. Accordingly, paragraph 3 (ix) of the Order is not applicable.

x. According to the information and explanations given to us, no material fraud by the company or on the Company by its officers or employees has been noticed or reported during the course of our audit.

xi. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not paid managerial remuneration to its Director.

xii. In our opinion and according to the information and explanations given to us, the Company is not a Nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable.

xiii. According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards;

xiv. According to the information and explanations give to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares and has complied with Section 42 of the Companies Act, 2013, and hence reporting under clause 3(xiv) of the Order is not applicable to the Company.

xv. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into noncash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.

xvi. Requirement of registration if any under section 45-IA of Reserve Bank of India Act, 1934 are dealt at Central Office.

FOR VENUGOPAL & CHENOY
CHARTERED ACCOUNTANTS
FRN: 004671S

(P.V.SRI HARI)
Partner
Membership No.021961
UDIN: 20021961AAAABS7324

Place : Hyderabad
Date : 29.06.2020

Annexure - B to the Auditors' Report

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

We have audited the internal financial controls over financial reporting of M/s.NEUEON TOWERS LIMITED ("the Company") as of 31 March 2020 in conjunction with our audit of Ind AS financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

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

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

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

Meaning of Internal Financial Controls over Financial Reporting

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

Inherent Limitations of Internal Financial Controls over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2020, 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.

FOR VENUGOPAL & CHENOY
CHARTERED ACCOUNTANTS
FRN: 004671S

Place : Hyderabad
Date :29.06.2020

(P.V.SRI HARI)
Partner
Membership No.021961
UDIN: 20021961AAAABS7324

BALANCE SHEET AS AT 31.03.2020

(Rs in Lakhs)

Sl	Particulars	Note	As at 31 March 2020	2019
A	ASSETS			
1	Non- Current Assets			
	(a) Property,Plant and Equipment	2.01	128,368.32	137,775.86
	(b) Capital Work-in-Progress		-	-
	(c) Other Intangible Assets		0.27	0.27
	(d) Financial Assets			
	(i) Investments	2.02	13,993.47	13,993.47
	(ii) Trade Receivables			
	(iii) Loans	2.03	-	-
	(iv) Others			
	(d) Deferred tax asset	2.13	-	-
	(e) Other non-current assets	2.04	-	-
			142,362.06	151,769.59
2	Current Assets			
	(a) Inventories	2.05	496.99	661.69
	(b) Financial Assets			
	(i) Trade receivables	2.06	16,445.12	26,654.53
	(ii) Cash and cash equivalents	2.07	59.80	62.69
	(c) Other current assets	2.08	1,107.37	1,140.34
			18,109.28	28,519.25
	TOTAL		160,471.34	180,288.84
B	EQUITY AND LIABILITIES			
1	Equity			
	(a) Equity Share Capital	2.09	5,654.46	5,654.46
	(b) Other Equity		126.83	126.83
	(c) Reserves & Surplus	2.10	(118,732.93)	(96,504.18)
			(112,951.64)	(90,722.89)
	LIABILITIES			
2	Non- Current Liabilities			
	(a) Financial Liabilities			
	(i) Borrowings	2.11	-	-
	(ii) Trade Payables		-	-
	(iii) Other Financial Liabilities	2.11	14,628.05	14,136.84
	(b) Provisions	2.12	27.81	27.81
	(c) Deferred tax liabilities (Net)	2.13	19,072.68	18,257.72
	(c) Other Non-current liabilities		-	-
			33,728.53	32,422.36

3	Current Liabilities			
	(a) Financial Liabilities			
	(i) Borrowings	2.14	131,023.76	131,075.82
	(ii) Trade payables	2.15	948.55	997.81
	(iii) Other financial liabilities	2.16	101,766.72	100,627.06
	(b) Provisions	2.12	5,468.04	5,538.20
	(c) Other current liabilities	2.17	487.39	350.47
			239,694.45	238,589.37
	Total Equity and Liabilities		160,471.34	180,288.84

See Accompanying notes forming part of the financial statements

In terms of our report attached

for and on behalf of the Board of Directors

for Venugopal & Chenoy
Chartered Accountants
FRN No. 004671S

G.Srinivasa Raju
Managing Director
(DIN:00132249)

S Hanumanatha Rao
Director
(DIN:00118801)

P V Sri Hari
M.No.21961

Pathan Apser Hussen
Company Secretary

DR M S Sankar
Resolution Professional

(IP Registration No.IBBI/IPA-001/IP-P00770/2017-18/11315)

Place : Hyderabad
Date: 29.06.2020

Neueon Towers Limited

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31.03.2020

(Rs in Lakhs)

Sl	Particulars	Note	As at 31 March 2020	As at 31 March 2019
I	Revenue			
	Revenue from Operations	2.18	293.81	4,189.89
	Other operating income	2.19	123.15	4.47
	Total income from operations		416.96	4,194.36
	Other income		-	0.34
	Total Revenue		416.96	4,194.70
II	Expenses			
	Cost of Materials Consumed	2.20	-	3,136.05
	Excise duty		-	-
	Purchase of Stock-in-Trade		-	-
	Changes in inventories of Finished Goods, Work-in-Progress and Stock-in-Trade	2.21	136.70	486.86
	Employee Benefit Expenses	2.22	263.07	306.12
	Finance Costs	2.23	1,619.74	6,833.61
	Depreciation and Amortization Expenses	2.01	9,417.30	9,379.31
	Other Expenses	2.24	10,393.95	43,091.48
	Total Expenses		21,830.76	63,233.44
III	Profit Before Exceptional Items and Tax (I - II)		(21,413.80)	(59,038.75)
IV	Exceptional Items		-	-
V	Profit Before Tax (III - IV)		(21,413.80)	(59,038.75)
VI	Tax Expense:			
	Current tax		-	-
	Deferred tax		814.95	1,542.84
VII	Profit for the Year (VI - VI)		(22,228.75)	(60,581.59)
VIII	Other Comprehensive Income			
	Items that will not be reclassified to profit or loss			
	Remeasurements of the defined benefit plans		-	-
IX	Other comprehensive income (Net of taxes)		-	-
X	Total comprehensive income for the Year (VIII + IX)		(22,228.75)	(60,581.59)
XI	Earnings Per Equity Share of Rs.1/- each			
	(a) Basic		(39.31)	(107.14)
	(b) Diluted		(39.31)	(107.14)

See Accompanying notes forming part of the financial statements

In terms of our report attached

for and on behalf of the Board of Directors

for Venugopal & Chenoy
Chartered Accountants
FRN No. 004671S

G.Srinivasa Raju
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Resolution Professional
(IP Registration No.IBBI/IPA-001/IP-P00770/2017-18/11315)

Place : Hyderabad
Date: 29.06.2020

CASH FLOW STATEMENT FOR THE YEAR ENDED 31.03.2020 (Rs. In Lakhs)

Sl	Particulars	As at 31 March 2020	2019
A	Cash flows from Operating activities		
	Net Pofit / (Loss) Before Tax for the year	(21,413.80)	(59,038.74)
	Adjustments for		
	Depreciation	9,417.30	9,379.29
	Finance Costs	1,619.74	6,833.61
	Interest & other income	(4.28)	(4.47)
	Profit on sale of Investment	-	(140.98)
	Profit on sale of Vehicles	(11.24)	(2.87)
	Provision for Gratuity & Leave Encashment	-	-
	Provision for doubtful debts	9,878.04	42,235.30
	Operating Profit Before Working Capital Changes	(514.25)	(738.85)
	Movements in Working Capital		
	Adjustments for (increase) / decrease in operating assets:		
	Inventories	164.70	914.32
	Trade Receivables	331.37	26,482.15
	Loans & Advances	-	1,114.79
	Other Financial Assets	-	-
	Other Assests	32.97	1,318.41
	Adjustments for increase / (decrease) in operating liabilities:		
	Trade Payables	(49.26)	(6,157.33)
	Provisions	(70.16)	(242.82)
	Financial Laibilities	1,630.87	(15,971.70)
	Other Liabilities	136.92	(44.58)
	Cash Generated from Operations	1,663.15	6,674.39
	Less: Taxes paid	-	-
	Cash from Operating Activities (A)	1,663.15	6,674.39
B	Cash flows from Investing activities		
	Purchase of Fixed Assets	(12.64)	-
	Sale of Fixed Assets	14.13	3.27
	Sales of Investment	-	141.25
	Interest Received	4.28	4.47
	Cash from Investment Activities (B)	5.77	148.99
C	Cash flows from Financing activities		
	Proceeds from Borrowings	(52.07)	-
	Interest & Financial Charges Paid	(1,619.74)	(6,833.61)
	Net Cash from financing activities (C)	(1,671.81)	(6,833.61)
	Net Increase in cash and cash equivalent (A+B+C)	(2.89)	(10.23)
	Cash and Cash Equivalents at the beginning of the year	62.69	72.92
	Cash and Cash Equivalent at the end of the year	59.80	62.69

See Accompanying notes forming part of the financial statements

In terms of our report attached

for and on behalf of the Board of Directors

for Venugopal & Chenoy
Chartered Accountants
FRN No. 004671S

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Managing Director
(DIN:00132249)

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Company Secretary

DR M S Sankar
Resolution Professional
(IP Registration No.IBBI/IPA-001/
IP-P00770/2017-18/11315)

Place : Hyderabad
Date: 29.06.2020

Neueon Towers Limited

(Formerly known as Sujana Towers Limited)

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

1. General Information

The Company is in the area of manufacturing and company is currently operating in various areas/ verticals/products related to Towers & Transmission, TSF and Speciality Structural steel Manufacturing Business

Hon'ble NCLT, Hyderabad bench, Hyderabad ordered the commencement of the Corporate Insolvency Resolution Process of the company vide order No.CP(IB) No.679/7/HDB/2018 Dt.03.06.2019. As such the Company has been under CIRP since 03-06-2019.

2. Basis of preparation of Financial Statements

The financial statements have been prepared in accordance with Indian Accounting Standards (Ind-AS) as notified by Ministry of Corporate Affairs, Government of India vide Notification dated February 16, 2015. Accounting policies have been applied consistently to all periods presented in these financial statements. The Financial Statements are prepared under historical cost convention from the books of accounts maintained under accrual basis except for certain financial instruments, which are measured at fair value and in accordance with the Indian Accounting Standards prescribed under the Companies Act, 2013

These financial statements are presented in Indian rupees, the national currency of India, which is the functional currency of the Company. All amounts included in the financial statements are reported in Indian rupees (in Rupees) except number of equity shares and per share data, unless otherwise stated.

The significant accounting policies are given at Note 17.

3. Use of estimates and judgment

The preparation of financial statements requires judgements, estimates and assumptions to be made that affect the reported amount of assets and liabilities, disclosure of contingent liabilities on the date of financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognised in the period in which the results are known/materialised

4. Commitments

(a) Capital Commitments: Estimated amount of contracts including foreign currency contracts net of advances remaining to be executed on capital account and not provided for is Rs.NIL (P.Y. Rs.NIL).

(b) Commitment related to Investment Properties: Estimated amount of contracts including foreign currency contracts net of advances remaining to be executed on account of external projects and not provided for is Rs.NIL (P.Y. Rs.NIL).

(c) Other Commitments: Estimated amount of contracts including foreign currency contracts net of advances remaining to be executed on account of external projects and not provided for is Rs.NIL(P.Y. Rs.NIL).

5. Additional information pursuant to Schedule III of the Companies Act, 2013

Value of Materials Consumed during the year

Description	For the year ended 31.03.2020			For the Year ended 31.03.2019		
	Mts.	Rs. (in Lakhs)	%	Mts.	Rs. (in Lakhs)	%
Iron Steel						
Indigenous	-	-	-	5,535.204	2,091.49	78.5
Imported	-	-	-	-	-	
Tower Parts						
Indigenous	-	-	-	-	-	
Imported	-	-	-	-	-	
Others(Acsr Moose Conductor KMS)						
Indigenous	-	-	-	146.623	572.18	21.5
Imported	-	-	-	-	-	
Total	-	-	-	5681.827	2663.67	100

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Value of bought-out material consumed (Rs in Lakhs)

Description	For the year ended 31.03.2020			For the Year ended 31.03.2019		
	Mts.	Rs. (in Lakhs)	%	Mts.	Rs. (in Lakhs)	%
Iron Steel						
Indigenous	-	-		1,201.040	472.38	100
Imported	-	-	-		-	-
Tower Parts	-	-				
Indigenous	-	-	-		-	-
Imported	-	-	-		-	-
Others						
Indigenous	-	-	-		-	-
Imported	-	-	-		-	
Total	-	-		1,201.040	472.38	100

Value of Consumables, Stores and Spares consumed during the period (Rs in Lakhs)

Description	For the year ended 31.03.2020	%	For the year ended 31.03.2019	%
Consumables(Indigenous)	156.07	100	654.00	100
Consumables(Imported)	-		-	-
Total	156.07	100	654.00	100

6. Financial Instruments- Fair Values and Risk Management

6.1 Financial Instruments by Categories

The following tables show the carrying amounts and fair values of financial assets and financial liabilities by categories. It does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair value.

(As of March 31, 2020Rs. In Lakhs)

Particulars	Cost	Financial assets/ liabilities at FVTPL	Financial assets/liabilities at fair value through OCI	Total carrying value	Total fair value
Assets:					
Investments in Equity Instruments (Ref Note No.2.02)	13,993.47	-	-	13,993.47	13,993.47
Cash & Cash Equivalents (Ref Note No. 2.07)	59.80	-	-		59.80
Trade Receivable (Ref Note No. 2.06)	16,445.12	-	-		16,445.12
Loans & Advances (Ref Note No. 2.03)	-	-	-		-
Liabilities:					
Trade Payable (Ref Note No. 2.15)	948.55	-	-		948.55
Borrowings (Ref Note No 2.14)	1,31,023.76	-	-		1,31,023.76
Other Financial Liabilities (Ref Note No. 2.11 & 2.16)	1,16,394.77	-	-		1,16,394.77

The carrying amounts are considered to be the same as their fair values, due to their short-term nature

The carrying value and fair value of financial instruments by categories were as follows as on March 31, 2019:

(Amount in Rs. In Lakhs As of March 31, 2019)

Particulars	Cost	Financial assets/ liabilities at FVTPL	Financial assets/liabilities at fair value through OCI	Total carrying value	Total fair value
Assets:					
Investments in Equity Instruments (Ref Note No.2.02)	13,993.47	-	-		13,993.47
Cash & Cash Equivalents (Ref Note No. 2.07)	62.69	-	-		62.69
Trade Receivable (Ref Note No. 2.06)	26,654.53	-	-		26,654.53
Loans & Advances (Ref Note No. 2.03)	-	-	-		-
Liabilities:					
Trade Payable (Ref Note No. 2.15)	997.81	-	-		997.81
Borrowings (Ref Note No 2.14)	1,31,075.82	-	-		1,31,075.82
Other Financial Liabilities (Ref Note No. 2.11 & 2.16)	1,14,763.90	-	-		1,14,763.90

The carrying amounts are considered to be the same as their fair values, due to their short-term nature

1.1Financial risk management

The company's activities expose it to the following financial risks:

- market risk;
- credit risk; and,
- liquidity risk;

The company has not arranged funds that have any interest rate risk.

a) Market risk

(i) Foreign Exchange RiskThe company does not deal with import and export transactions and hence foreign exchange risk is not applicable to the Company.

(ii) Interest Rate Risk

The company is not exposed to such risk.

b) Credit Risk

Credit risk refers to the risk of default on its obligation by a counter party resulting in a financial loss. The maximum exposure to the credit risk at the reporting date is primarily from trade receivables. Accordingly, credit risk from trade receivables has been separately evaluated from all other financial assets in the following paragraphs.

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Trade Receivables

The company has outstanding trade receivables amounting to Rs.16,445.12 lakhs and Rs.26,654.53 lakhs as of March 31, 2020 and March 31, 2019, respectively. Trade receivables are typically unsecured and are derived from revenue earned from customers.

Impairment on trade receivables is recognized based on expected credit loss in accordance with provisions of IndAS 109. The company's historical experience for customers, present economic condition and present performance of the customers, future outlook for the industry etc., are taken into account for the purposes of expected credit loss.

Credit risk exposure

An analysis of age of trade receivables at each reporting date is summarized as follows:

As at 31st March 2020, Rs. In lakhs)

Particulars	Gross amount	Impairment	Carrying Value
Not past due			
Past due less than 30 days	-	-	-
Past due more than 30 days but not more than 60 days	-	-	-
Past due more than 60 days but not more than 90 days	-	-	-
Past due more than 90 days but not more than 120 days	-	-	-
Past due more than 120 days	1,06,709.03	90,263.91	16,445.12
Total	1,06,709.03	90,263.91	16,445.12

(As at 31st March, 2019, Rs in lakhs)

Particulars	Gross amount	Impairment	Carrying Value
Not past due		-	-
Past due less than 30 days	188.73	-	188.73
Past due more than 30 days but not more than 60 days	-	-	-
Past due more than 60 days but not more than 90 days	-	-	-
Past due more than 90 days but not more than 120 days	-	-	-
Past due more than 120 days	1,06,851.66	80,385.87	26,465.79
Total	1,07,040.39	80,385.87	26,654.52

Other financial assets

There are no impairment provisions as at each reporting date against financial assets. We consider all the financial assets as at the reporting dates to be of good credit quality.

a) Liquidity Risk

Our liquidity needs are monitored on the basis of monthly and yearly projections. The company's principal sources of liquidity are cash and cash equivalents, cash generated from operations and availability of funding through an adequate amount of committed credit facilities to meet obligations when due.

The table below provides details regarding the contractual maturities of non-derivative financial liabilities. The table has been drawn up based on the undisclosed cash flows of financial liabilities based on the earliest date on which the company can be required to pay. The table includes both principal & interest cash flows.

(as of March 31, 2020 Rs. Lakhs)

Particulars	Less than 6 months	6 months to 1 year	1-3 years	3-5 years	More than 5 years	Total
Trade Payables	-		284.49	664.06	-	948.55
Short term borrowings (cash credit)*	-	-	1,31,023.76	-	-	1,31,023.76
Long Term Borrowings	-	-	-	-	-	
Other Financial Liabilities	-	-	1,16,394.77	-	-	1,16,394.77
Total	-	-	2,47,703.02	664.06	-	2,48,367.08

(as of March 31, 2019 Rs. Lakhs)

Particulars	Less than 6 months	6 months to 1 year	1-3 years	3-5 years	More than 5 years	Total
TradePayables	-	333.75	-	664.06	-	997.81
Short term borrowings (cash credit)*	-	-	1,31,075.85	-	-	1,31,075.85
Long Term Borrowings	-	-	-	-	-	
Other Financial Liabilities	-	-	1,14,763.90	-	-	1,14,763.90
Total	-	333.75	2,45,839.75	664.06	-	2,46,837.56

(a) Commodity Price Risk

The company is not exposed to the said risk.

7. Disclosure in respect of Indian Accounting Standard (IndAS)-21 "The Effects of changes in Foreign Exchange Rates"

The company had not entered into any foreign currency transactions during the year.

8. Disclosure in respect of Indian Accounting Standard (Ind AS)-23 "Borrowing Costs"

· The amount capitalized with Property, Plant & Equipment as borrowing cost is Rs. 12.64Lakhs & Rs. NIL for the year ended March 31, 2020 & March 31, 2019 respectively.

· The amount is capitalized using the capitalization rate of NIL percentage.

9. Disclosure in respect of Indian Accounting Standard (Ind AS)-36 "Impairment of assets"

During the year, the company assessed the impairment loss of assets and ECL debited to Profit & Loss is NIL

10. Disclosure in respect of Indian Accounting Standard (Ind AS)-20 "Accounting for Government Grants and Disclosure of Government Assistance"

The Company did not receive any Government Grants during the year and Previous year.

11. Disclosure in respect of Indian Accounting Standard (Ind AS)-19 "Employee Benefits"

11.1 General description of various defined employee's benefits schemes are as under:

a) Provident Fund:

The Company's contribution paid/payable during the year to Provident Fund and the liability is recognized on accrual basis.

Contributions to Provident Fund, a defined contribution plan, are made in accordance with the statute and are recognized as an expense when employees have rendered service entitling them to the contributions.

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

12. Disclosure in respect of Indian Accounting Standard 24 "Related Party Disclosures

12.1 Disclosures for Other than Govt. Related Entities

a. List of Related Parties where control exists and also other Related Parties with whom transactions have taken place and relationships:

List of key management personnel:

Name	Designation
Shri. G. Srinivasa Raju	Managing Director
Smt. S. Kalyani (Resigned from 01.07.2019)	Vice President
Shri .Apser HussainPathan	Company Secretary

Compensation of key management personnel (Rs in lakhs)

Particulars	For the year ended March 31, 2020	For the year ended March 31, 2020
Short-term benefits	21.00	54.00
Post-employment benefits	-	-
Other long-term benefits	-	-
Share-based payments	-	-
Termination benefits	-	-
Total	21.00	54.00
Recovery of Loans & Advances during the year	-	-
Advances released during the year	-	-
Closing Balance of Loans & Advances	-	-

List of Subsidiaries:

Name of the Subsidiary	Country of Incorporation	% of Holdingas at 31.03.2020
Digitech Business Systems Limited	Hong Kong	100

c. Transactions with Related Parties (Rs in lakhs)

	Particulars	Subsidiaries		Associates	
		2019-20	2018-19	2019-20	2018-19
A	Sales				
	Splendid Metals Ltd	-	-	-	95.16
	Sujana Universal Industries Limited	-	-	-	-
	Sub-total	-	-	-	95.16
B	Purchases				
	Splendid Metals Ltd	-	-	-	42.35
	Sujana Universal Industries Limited	-	-	-	-
	Sub-total	-	-	-	42.35
	Grand Total	-		-	137.51

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

d. Loans to Subsidiaries: Nil

All the related party transactions were performed at arm's length price.

13. Disclosure in respect of Indian Accounting standard (Ind AS) 116 "Leases"

The company does not have any lease transactions during the period and hence no disclosures have been made.

14. Disclosure in respect of Indian Accounting Standard (Ind AS)-33 "Earnings Per Share(EPS)"

a) Basic EPS

The earnings and weighted average number of ordinary shares used in the calculation of basic EPS and Basic EPS is as follows:

(Rs in lakhs)

Particulars	For the year ended March 31, 2020	For the year ended March 31, 2019
Profit (loss) for the year, attributable to the Equity Shareholders of the company	(22,228.75)	(60.581.58)
Earnings used in calculation of basic earnings per share(A)	(22,228.75)	(60.581.58)
Weighted average number of ordinary shares for the purpose of basic earnings per share(B)	56544552	56544552
Basic EPS(A/B)	(39.31)	(107.14)

b) Diluted EPS

The earnings and weighted average number of ordinary shares used in the calculation of Diluted EPS is as follows:

(Rs in lakhs)

Particulars	For the year ended March 31, 2020	For the year ended March 31, 2019
Profit (loss) for the year, attributable to the Equity Shareholders of the company	(22,228.75)	(60.581.58)
Earnings used in calculation of basic earnings per share(A)	(22,228.75)	(60.581.58)
Weighted average number of ordinary shares for the purpose of Diluted earnings per share(B)	56544552	56544552
Diluted EPS(A/B)	(39.31)	(107.14)

15. Disclosure in respect of Indian Accounting Standard (Ind AS)-37 "Provisions, Contingent Liabilities and Contingent Assets"

(Rs in lakhs)

Particulars	Opening balance as on 01.04.2019	Additions/ Transfers during the year	Utilization during the year	Adjustment during the year	Written - back during the year	Closing balance as on 31.03.2020
Employee Benefit Obligation	20.83	-	-	-	-	20.83
Provision for fringe benefit tax	-	-	-	-	-	-
Provision for Income Tax	5, 502.81	-	-	-	-	5,502.81
Total	5523.64	-	-	-	-	5,523.64

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Contingent Liabilities:

(Rs in lakhs)

	Particulars	2019-20	2018-19
a)	Disputed Income Tax Demand	2,408.24	2,224.68
b)	Disputed TDS demands	21.11	36
c)	Disputed Sales Tax Demand	4,699.69	174.51
d)	Disputed Central Excise & Customs Demand	-	30.98
g)	ESI	0.03	0
	Total	7,129.07	2,466.17

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

16. Accounting Policies under IndAS:

1. Significant Accounting Policies

1.1 Statement of Compliance and basis of preparation of Financial Statements

The financial statements have been prepared in accordance with Indian Accounting Standards (Ind-AS) as notified by Ministry of Corporate Affairs, Government of India vide Notification dated February 16, 2015. Accounting policies have been applied consistently to all periods presented in these financial statements. The Financial Statements are prepared under historical cost convention from the books of accounts maintained under accrual basis except for certain financial instruments which are measured at fair value and in accordance with the Indian Accounting Standards prescribed under the Companies Act, 2013.

1.2 Application of Indian Accounting Standards (Ind-AS)

All companies (listed or unlisted) having net worth of Rs 5,000 Million or more are required to adopt Ind AS

All amounts included in the financial statements are reported in of Indian rupees (Rupees in) except number of equity shares and per share data, unless otherwise stated.

1.3 Use of estimates and judgment

The preparation of financial statements requires judgements, estimates and assumptions to be made that affect the reported amount of assets and liabilities, disclosure of contingent liabilities on the date of financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognised in the period in which the results are known/materialised

1.4 Functional and presentation currency

These financial statements are presented in Indian rupees, the national currency of India, which is the functional currency of the Company.

1.5 Revenue Recognition

Revenue from sale of goods is recognised when the significant risks and rewards of ownership have been transferred to the buyer, recovery of the consideration is probable, the associated cost can be estimated reliably, there is no continuing effective control or managerial involvement with the goods, and the amount of revenue can be measured reliably.

Revenue from rendering of services is recognised when the performance of agreed contractual task has been completed.

Revenue from sale of goods is measured at the fair value of the consideration received or receivable, taking into account contractually defined terms of payment and excluding taxes or duties collected on behalf of government

Estimation uncertainty relating to COVID-19 outbreak: The Company has considered internal and certain external sources of information including credit reports, economic forecasts and industry reports up to the date of approval of the financial statements in determining the impact on various elements of its financial statements. The Company has used the principles of prudence in applying judgments, estimates and assumptions including sensitivity analysis and based on the current estimates, the Company expects to fully recover the carrying amount of trade receivables including unbilled receivables, goodwill, intangible assets and investments. The eventual outcome of impact of the global health pandemic may be different from those estimated as on the date of approval of these financial statements.

1.6 Property, Plant and Equipment's

All Property, Plant and Equipments (PPE) are stated at carrying value in accordance with previous GAAP, which is used as deemed cost on the date of transition to Ind AS using the exemption granted under Ind AS 101.

The cost of an item of property, plant and equipment is recognized as an asset if, and only if it is probable that future economic benefits associated with the item will flow to the company and the cost of the item can be measured reliably. The cost of an item of PPE is the cash price equivalent at the recognition date. The cost of an item of PPE comprises:

i) Purchase price, including import duties and non-refundable purchase taxes, after deducting trade discounts and rebates.

ii) Costs directly attributable to bringing the PPE to the location and condition necessary for it to be capable of operating in the manner intended by management.

iii) The initial estimate of the costs of dismantling and removing the item and restoring the site on which it is located, the obligation for which the company incurs either when the PPE is acquired or as a consequence of having used the PPE during a particular period for purposes other than to produce inventories during that period.

The company has chosen the cost model of recognition and this model is applied to an entire class of PPE. After recognition as an asset, an item of PPE is carried at its cost less any accumulated depreciation and any accumulated impairment losses.

1.7 Intangible Assets

All Intangible Assets are stated at carrying value in accordance with previous GAAP, which is used as deemed cost on the date of transition to Ind AS using the exemption granted under Ind AS 101.

Identifiable intangible assets are recognized when the company controls the asset; it is probable that future economic benefits expected with the respective assets will flow to the company for more than one economic period; and the cost of the asset can be measured reliably. At initial recognition, intangible assets are recognized at cost. Intangible assets are amortized on straight line basis over estimated useful lives from the date on which they are available for use. Softwares are amortized over its useful life subject to a maximum period of 5 years or over the license period as applicable.

1.8 Non-Current Assets Held for Sale

The company classifies a non-current asset (or disposal group of assets) as held for sale if its carrying amount will be recovered principally through a sale transaction rather than through continuing use. The non-current asset (or disposal group) classified as held for sale is measured at the lower of its carrying amount and the fair value less costs to sell.

1.9 Depreciation

Depreciation is provided on straight line method as per the useful lives approved by the Board of Directors, which are equal to those provided under schedule II of the Companies Act, 2013. The useful life of an asset is reviewed at each financial year-end. Each part of an item of PPE with a cost that is significant in relation to the total cost of the asset and if the useful life of that part is different from remaining part of the asset; such significant part is depreciated separately. Depreciation on all such items have been provided from the date they are 'Available for Use' till the date of sale / disposal and includes amortization of intangible assets and lease hold assets. Freehold land is not depreciated. An item of PPE is derecognized upon disposal or when no future economic benefits are expected to arise from the continued use of the asset.

Certain items of small value like calculators, wall clock, kitchen utensils etc. whose useful life is very limited are directly charged to revenue in the year of purchase. Cost of mobile handsets is also charged against revenue. The residual value of all the assets is taken as Rs 1/-. The useful lives of the assets are taken as under:-

Name of Assets	Useful life as adopted by the company as per Schedule II
A. General Assets	
Furniture & Fittings	10
Office Equipment	5
Vehicles – Scooter	10
Vehicles – Car	8
Computers - Servers and networks	6
Computers – End User Devices	3
Lease-hold Land	As per Lease Agreement
Wagon Rakes	Asper Agreement/ Wagon Investment Scheme
Electrical installations excluding fans	10
Water Supply, Sewerage and Drainage	5
Roads	
Carpeted Roads – RCC	10
Carpeted Roads - Other than RCC	5
Non Carpeted Roads	3
Culverts	30
Buildings	
RCC	60
Other than RCC	30
Residential Flats (Ready Built)	
RCC	60
Other than RCC	30
Temporary Structure & wooden partition	3
Warehouse / Godown	30
B. Manufacturing Unit's Assets	
Factory Buildings	30
Electronic installations excluding fans	10
Water Supply, Sewerage and Drainage	5
Plant and Machinery	
Single Shift	15
Double Shift	10
Triple Shift	7.5
Plant and Machinery- Wind Energy Generation Plant	22
C. Fixed Assets created on Land and neither the Fixed Assets nor the Land belongs to the Company	5
D. Amortization of Intangible Assets	
Software	5 years or License period as applicable

1.10 Borrowing Costs

The Company capitalises borrowing costs that are directly attributable to the acquisition, construction or production of qualifying asset as a part of the cost of the asset.

The Company recognises other borrowing costs as an expense in the period in which it incurs them. A qualifying asset is an asset that necessarily takes a substantial period of time to get ready for its intended use or sale.

1.11 Inventory

Inventories are stated at the lower of cost and net realisable value. Net realisable value represents the estimated selling price for inventories less all estimated costs of completion and costs necessary to make the sale. The method of determination of cost and valuation is as under:

Cost of Inventories comprises - of Cost of Purchase, cost of conversion and other costs incurred in bringing them to their present location and condition.

Raw Materials and Work-in-Progress are valued at cost using the Weighted Average cost method. Goods- produced and purchased are valued at Cost or Net Realizable value whichever is lower.

Excise duty in respect of finished goods awaiting dispatch is included in the valuation of inventory.

Stores and Spares, Packing material are carried at cost, ascertained on weighted average basis. Necessary provision is made in the case of obsolete and non-moving items.

1.12 Provisions

Provisions are recognized when the company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

1.13 Contingent Liabilities / Assets

Contingent Liabilities

Contingent liabilities are not recognized but disclosed in Notes to the Accounts when the company has possible obligation due to past events and existence of the obligation depends upon occurrence or non-occurrence of future events not wholly within the control of the company.

Contingent liabilities are assessed continuously to determine whether outflow of economic resources have become probable. If the outflow becomes probable then relative provision is recognized in the financial statements.

Where an entity is jointly and severally liable for an obligation, the part of the obligation that is expected to be met by other parties is treated as a contingent liability. The entity recognises a provision for the part of the obligation for which an outflow of resources embodying economic benefits is probable, except in the extremely rare circumstances where no reliable estimate can be made

Contingent Liabilities are disclosed in the General Notes forming part of the accounts

Contingent Assets

Contingent Assets are not recognised in the financial statements. Such contingent assets are assessed continuously and are disclosed in Notes when the inflow of economic benefits becomes probable. If it's virtually certain that inflow of economic benefits will arise then such assets and the relative income will be recognised in the financial statements.

1.14 Employee benefits

I. Provision for gratuity, leave encashment/availment and long service benefits i.e. service award, compassionate gratuity and employees' family benefit scheme is made on the basis of actuarial valuation using the projected unit credit method. Re-measurement, comprising actuarial gains and losses, the effect of the changes to the asset ceiling (if applicable) and the return on plan assets (excluding interest), is reflected immediately in the statement of financial position with a charge or credit recognized in other comprehensive income in the period in which they occur. Re-measurement recognized in other comprehensive income is reflected immediately in retained earnings and will not be reclassified to Statement of Profit or Loss.

ii. Provision for post-retirement medical benefit is made on defined contribution basis.

iii. Provident fund contribution is made to Provident Fund Trust on accrual basis.

iv. Payment of Ex-gratia and Notice pay on Voluntary Retirement are charged to revenue in the year incurred.

v. Superannuation plan, a defined contribution scheme is administered by Life Insurance Corporation of India (LIC). The Company makes contributions based on a specified percentage of each eligible employee's salary.

Short-term employee benefit obligations

Short-term employee benefit obligations are measured on an undiscounted basis and are recorded as expense as the related service is provided. A liability is recognized for the amount expected to be paid under PLI / PRP Scheme, if the Company has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.

1.15 Taxation

Income tax expense represents the sum of the tax currently payable and deferred tax.

Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from 'profit before tax' as reported in the statement of profit or loss and other comprehensive income/statement of profit or loss because of items of income or expense that are taxable or deductible in other years and items that are never taxable or deductible. The Company's current tax is calculated using tax rates that have been enacted or substantively enacted by the end of the reporting period.

Deferred tax

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

Deferred tax liabilities are recognized for taxable temporary differences associated with investments in subsidiaries and associates, and interests in joint ventures, except where the company is able to control the reversal of the temporary difference and it is probable that the temporary difference will not reverse in the foreseeable future. Deferred tax assets arising from deductible temporary differences associated with such investments and interests are only recognized to the extent that it is probable that there will be sufficient taxable profits against which to utilize the benefits of the temporary differences and they are expected to reverse in the foreseeable future.

The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

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

Current and deferred tax for the year

Current and deferred tax are recognized in profit or loss, except when they relate to items that are recognized in other comprehensive income or directly in equity, in which case, the current and deferred tax are also recognized in other comprehensive income or directly in equity respectively. Where current tax or deferred tax arises from the initial accounting for a business combination, the tax effect is included in the accounting for the business combination.

However the Company is in Losses. So, there is no current tax for the current Financial Year

1.16 Investment Property

Investment properties are properties held to earn rentals and/or for capital appreciation (including property under construction for such purposes). Investment properties are measured initially at cost, including transaction costs. All of the Company's property interests held under operating leases to earn rentals or for capital appreciation purposes are accounted for as investment properties.

After initial recognition, the company measures investment property at cost.

An investment property is derecognized upon disposal or when the investment property is permanently withdrawn from use and no future economic benefits are expected from the disposal. Any gain or loss arising on derecognition of the property (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in profit or loss in the period in which the property is derecognized.

Investment properties to be depreciated in accordance to the class of asset that it belongs and the life of the asset shall be as conceived for the same class of asset at the Company.

1.17 Impairment

If the recoverable amount of an asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (or cash-generating unit) is reduced to its recoverable amount. An impairment loss is recognized immediately in profit or loss, unless the relevant asset is carried at a revalue amount, in which case the impairment loss is treated as a revaluation decrease.

Recoverable amount is the higher of fair value less costs of disposal and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

When an impairment loss subsequently reverses, the carrying amount of the asset (or a cash-generating unit) is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognized for the asset (or cash-generating unit) in prior years. A reversal of an impairment loss is recognised immediately in profit or loss, unless the relevant asset is carried at a revalued amount, in which case the reversal of the impairment loss is treated as a revaluation increase.

At the end of each reporting period, the company reviews the carrying amounts of its tangible, intangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). When it is not possible to estimate the recoverable amount of an individual asset, the Company estimates the recoverable amount of the cash-generating unit to which the asset belongs. When a reasonable and consistent basis of allocation can be identified, Intangible assets with indefinite useful lives and intangible assets not yet available for use are tested for impairment at least annually, and whenever there is an indication that the asset may be impaired.

Impairment of financial assets

Financial assets, other than those at Fair Value through Profit and Loss (FVTPL), are assessed for indicators of impairment at the end of each reporting period. Financial assets are considered to be impaired when there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows of the investment have been affected. For Available for Sale (AFS) equity investments, a significant or prolonged decline in the fair value of the security below its cost is considered to be objective evidence of impairment.

For all other financial assets, objective evidence of impairment could include:

- Significant financial difficulty of the issuer or counterparty;
- Breach of contract, such as a default or delinquency in interest or principal payments;
- It becoming probable that the borrower will enter bankruptcy or financial re-organisation; or the disappearance of an active market for that financial asset because of financial difficulties.

For certain categories of financial assets, such as trade receivables, assets are assessed for impairment on individual basis. Objective evidence of impairment for a portfolio of receivables could include company's past experience of collecting payments, an increase in the number of delayed payments in the portfolio past the average credit period of zero days, as well as observable changes in national or local economic conditions that correlate with default on receivables.

For financial assets that are carried at cost, the amount of impairment loss is measured as the difference between the asset's carrying amount and the present value of the estimated future cash flows discounted at the current market rate of return for a similar financial asset. Such impairment loss will not be reversed in subsequent periods

The carrying amount of the financial asset is reduced by the impairment loss directly for all financial assets with the exception of trade receivables; such impairment loss is reduced through the use of an allowance account for respective financial asset. When a trade receivable is considered uncollectible, it is written off against the allowance account. Subsequent recoveries of amounts previously written off are credited against the allowance account. Changes in the carrying amount of the allowance account are recognized in profit or loss.

For financial assets measured at amortised cost, if, in a subsequent period, the amount of the impairment loss decreases and the decrease can be related objectively to an event occurring after the impairment was recognized, the previously recognized impairment loss is reversed through profit or loss to the extent that the carrying amount of the investment at the date the impairment is reversed does not exceed what the amortised cost would have been had the impairment not been recognized.

De-recognition of financial assets:

The Company de-recognises a financial asset when the contractual rights to the cash flows from the asset expire, or when it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another party. If the Company neither transfers nor retains substantially all the risks and rewards of ownership and continues to control the transferred asset, The Company recognises its retained interest in the asset and an associated liability for amounts it may have to pay. If the Company retains substantially all the risks and rewards of ownership of a transferred financial asset, the Company continues to recognise the financial asset and also recognises a collateralised borrowing for the proceeds received.

On de-recognition of a financial asset in its entirety, the difference between the asset's carrying amount and the sum of the consideration received and receivable and the cumulative gain or loss that had been recognized in other comprehensive income and accumulated in equity is recognized in profit or loss.

1.18 Earnings per share

A basic earnings per equity is computed by dividing the net profit attributable to the equity holders of the company by the weighted average number of equity shares outstanding during the period. Diluted earnings per equity share is computed by dividing the net profit attributable to the equity holders of the company by the weighted average number of equity shares considered for deriving basic earnings per equity share and also the weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares. The dilutive potential equity shares are adjusted for the proceeds receivable had the equity shares been actually issued at fair value (i.e. the average market value of the outstanding equity shares). Dilutive potential equity shares are deemed converted as of the beginning of the period, unless issued at a later date. Dilutive potential equity shares are determined independently for each period presented.

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

1.19 Discontinued operations

A discontinued operation is a component of the Company's business that represents a separate line of business that has been disposed off or is held for sale, or is a subsidiary acquired exclusively with a view to resale. Classification as a discontinued operation occurs upon the earlier of disposal or when the operation meets the criteria to be classified as held for sale.

1.20 Financial instruments

Non-derivative financial instruments

Non-derivative financial instruments consist of:

- financial assets, which include cash and cash equivalents, trade receivables, unbilled revenues, finance lease receivables, employee and other advances, investments in equity and debt securities and eligible current and non-current assets;
- financial liabilities, which include long and short-term loans and borrowings, bank overdrafts, trade payables, eligible current and non-current liabilities.

Non derivative financial instruments are recognized initially at fair value including any directly attributable transaction costs. Financial assets are derecognized when substantial risks and rewards of ownership of the financial asset have been transferred. In cases where substantial risks and rewards of ownership of the financial assets are neither transferred nor retained, financial assets are derecognized only when the Company has not retained control over the financial asset.

Subsequent to initial recognition, non-derivative financial instruments are measured as described below:

a) Cash and cash equivalents

For the purposes of the cash flow statement, cash and cash equivalents include cash in hand, at banks and demand deposits with banks, net of outstanding bank overdrafts that are repayable on demand and are considered part of the Company's cash management system. In the statement of financial position, bank overdrafts are presented under borrowings within current liabilities.

b) Investments in liquid mutual funds, equity securities (other than Subsidiaries, Joint Venture and Associates) are valued at their fair value. These investments are measured at fair value and changes therein, other than impairment losses, are recognized in other comprehensive income and presented within equity, net of taxes. The impairment losses, if any, are reclassified from equity into statement of income. When an available for sale financial asset is derecognized, the related cumulative gain or loss recognised in equity is transferred to the statement of income.

c) Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. They are presented as current assets, except for those maturing later than 12 months after the reporting date which are presented as non-current assets.

Loans and receivables are initially recognized at fair value plus directly attributable transaction costs and subsequently measured at amortized cost using the effective interest method, less any impairment losses. Loans and receivables comprise trade receivables, unbilled revenues and other assets.

The company estimates the un-collectability of accounts receivable by analysing historical payment patterns, customer concentrations, customer credit-worthiness and current economic trends. If the financial condition of a customer deteriorates, additional allowances may be required.

d) Trade and other payables

Trade and other payables are initially recognized at fair value, and subsequently carried at amortized cost using the effective interest method. For these financial instruments, the carrying amounts approximate fair value due to the short term maturity of these instruments.

e) Investments in Subsidiary, Associates and Joint Venture

The company accounts investment in subsidiary, joint ventures and associates at cost

An entity controlled by the company is considered as a subsidiary of the company. Investments in subsidiary company outside India are translated at the rate of exchange prevailing on the date of acquisition.

Investments where the company has significant influence are classified as associates. Significant influence is the power to participate in the financial and operating policy decisions of the investee but is not control or joint control over those policies.

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

1.21 Segment Information

The company is principally engaged in single business segment viz., “Power and Telecom Tower”, and operates in one geographical segment as per on 'Segment Reporting'. Accordingly no segment reporting has been made by the company.

1.22 Going Concern

The company has incurred loss during the year and has negative net worth as at 31March 2020 that may create uncertainties. However various initiatives taken by the company in relation to cost saving, optimising revenue management opportunities and enhance ancillary revenues is expected to result in improved operating performance, there are positive signs where most of the lenders have accepted for a restructuring proposal. Accordingly the financial statements continue to be prepared on a going concern basis, which contemplates realisation of assets and settlement of liabilities in the normal course of business

1.23 Approval of financial statements

The financial statements were approved by the board of directors and authorised for issue on 29.06.2020.

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

STATEMENT OF CHANGES IN EQUITY (SOCIE)

(Rs in lakhs)

Particulars	As at March 31, 2020		As at March 31, 2019	
	No. of Shares	Rs.	No. of Shares	Rs.
(A) Equity share capital				
Balance at the beginning of the reporting period	5,65,44,552	5,654.46	5,65,44,552	5,654.46
Change in equity Share capital during the year	-	-	-	-
Balance at the end of the reporting period	5,65,44,552	5,654.46	5,65,44,552	5,654.46

(B) Other equity

(Rs in lakhs)

Particulars	Reserves & Surplus				
	Captial Reserve	Capital Redemption Reserve	Securities Premium Reserve	Retained earnings	Total Other Equity
Balance as at April 1, 2018	11,669.67	296.80	36,332.19	(84,221.25)	(35,922.60)
Profit/(loss) for the year	-	-	-	(60,581.58)	(60,581.58)
Other comprehensive income for the year, net of taxes	-	-	-	-	-
Others	-	-	-	-	-
Total comprehensive income for the year	-	-	-	(60,581.58)	(60,581.58)
Dividend (including tax on dividend)	-	-	-	-	-
Balance as at March 31, 2019	11,669.67	296.80	36,332.19	(144,802.83)	(96,504.18)
Balance as at April 1, 2019	11,669.67	296.80	36,332.19	(144,802.83)	(96,504.18)
Profit for the year	-	-	-	(22,228.75)	(22,228.75)
Other comprehensive income for the year, net of taxes	-	-	-	-	-
Others	-	-	-	-	-
Total comprehensive income for the year	-	-	-	(22,228.75)	(22,228.75)
Dividend (including tax on dividend)	-	-	-	-	-
Balance as at March 31, 2020	11,669.67	296.80	36,332.19	(167,031.58)	(118,732.93)

See Accompanying notes forming part of the financial statements
In terms of our report attached

for and on behalf of the Board of Directors

for Venugopal & Chenoy
Chartered Accountants
FRN No. 004671S

G.Srinivasa Raju
Managing Director
(DIN:00132249)

S Hanumanatha Rao
Director
(DIN:00118801)

P V Sri Hari
M.No.21961

Pathan Apser Hussen
Company Secretary

DR M S Sankar
Resolution Professional
(IP Registration No.IBBI/IPA-001/
IP-P00770/2017-18/11315)

Place : Hyderabad
Date: 29.06.2020

2. Notes forming part of financial statements

2.01 Property,Plant and Equipment

(Rs in lakhs)

PARTICULARS	Gross Block				Depreciation				Net Block	
	Opening Gross Block as on 01.04.2019	Additions	Deletions	Closing Gross Block as on 31.03.2020	Opening Gross Block as on 01.04.2019	Depreciation	Depreciation withdrawn	Acc. Dep. on As 31.03.2020	Net Block as on 31.03.2020	Net Block as on 31.03.2019
A) Tangible Assets										
Land	1,868.84	-	-	1,868.84	-	-	-	-	1,868.84	1,868.84
Building	3,554.18	-	-	3,554.18	1,116.59	118.71	-	1,235.30	2,318.88	2,437.59
Plant & Machinery	185,081.11	12.64	-	185,093.76	51,722.50	9,284.71	-	61,007.21	124,086.54	133,358.61
Workshop Equipments	9.60	-	-	9.60	5.99	0.46	-	6.45	3.15	3.61
Weighing Machine	11.34	-	-	11.34	9.47	0.54	-	10.00	1.33	1.87
Electrical Installations	174.72	-	-	174.72	105.64	8.30	-	113.94	60.78	69.08
Furniture & Fixtures	33.16	-	-	33.16	23.61	2.12	-	25.74	7.42	9.54
Office Equipments	50.55	-	-	50.55	26.71	2.46	-	29.17	21.38	23.84
Vehicles	128.65	-	128.65	-	125.77	-	125.77	-	-	2.88
Computers	108.10	-	-	108.10	108.10	-	-	108.10	-	-
	191,020.25	12.64	128.65	190,904.24	53,244.39	9,417.30	125.77	62,535.92	128,368.32	137,775.86
Less: Revaluation Reserve	-	-	-	-	-	-	-	-	-	-
Total of Tangible Assets	191,020.25	12.64	128.65	190,904.24	53,244.39	9,417.30	125.77	62,535.92	128,368.32	137,775.86
B) Intangible Assets										
Computer Software	17.13	-	-	17.13	16.87	-	-	16.87	0.27	0.27
Total (A+B)	191,037.38	12.64	128.65	190,921.37	53,261.25	9,417.30	125.77	62,552.78	128,368.59	137,776.12

Notes:

Depreciation is provided on Straight Line Basis applying the rates specified in the Schedule II to the Companies Act, 2013. Depreciation on the revalued fixed assets charged to Revaluation Reserve

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

(Rs in lakhs)

		Year ended 31 March 2020	Year ended 31st March 2019
2.02	Non-Current Investments		
	Investments in Equity Instruments		
	In Wholly Owned Subsidiary Companies (Unquoted, Non-trade, at cost)		
	Investment in Subsidiaries - Equity instruments- Unquoted 23,32,04,400		
	(Previous Year 23,32,04,400) Equity Shares of HKD 1 each fully paid in Digitech		
	Business Systems Limited	13,993.47	13,993.47
	Total	13,993.47	13,993.47
2.03	Non-Current Loans		
	Loans and Advances to Subsidiaries	-	-
		-	-
2.04	Other non-current assets		
	Other Loans & Advances	-	-
	Total	-	-
2.05	Inventories		
	(at lower of cost or net realizable value)		
	Raw Materials	54.08	54.08
	Work in Process	-	-
	Finished Goods	0.93	137.63
	Stores and Spares	441.97	469.97
	Total	496.99	661.69
2.06	Trade Receivables		
	a) Unsecured & Considered Good	16,445.12	26,654.53
	b) Doubtful Debtors	90,263.91	80,385.87
		106,709.03	107,040.39
	Less: Provision for doubtful debts	90,263.91	80,385.87
	Total	16,445.12	26,654.53
2.07	Cash and Cash Equivalents		
	Cash on Hand	0.23	1.57
	Bank Balances in Current Accounts	59.57	61.13
	Deposits with banks	-	-
	Total	59.80	62.69

Notes:

Margin Money Deposits represents margin money kept with various banks for issue of Letter of Credits.

2.08	Other Current Assets		
	Advance for Expenses & Others	5.79	2.50
	Advances to Suppliers & Others	0.65	23.49
	Margin Money With Parties	0.19	50.59
	Deposits with Govt Deposit (incl Excise, VAT)	1,100.75	1,063.76
	Total	1,107.37	1,140.34

NOTES FORMING PART OF FINANCIAL STATEMENTS

2.09 - Equity Share Capital

(i) The authorised, issued, subscribed and fully paid-up share capital (Rs in lakhs)

Particulars	As at 31 March, 2020		As at March 31, 2019	
	No. of shares	Rs.	No. of shares	Rs.
Authorised:				
Equity shares of Rs.10 each with voting rights	79,00,00,000	79,000.00	79,00,00,000	79,000.00
1% Cumulative Redeemable Preference Shares of Rs.100/- each	21,00,00,000	2,10,000.00	21,00,00,000	210,000.00
Issued, Subscribed and Fully Paid:				
Equity shares of Rs.10 each with voting rights	5,65,44,552	5,654.46	5,65,44,552	5,654.46
Total	5,65,44,552	5,654.46	5,65,44,552	5,654.46

The equity shares of the Company having par value of Rs.1 per share, rank pari passu in all respects including entitlement to dividend.

Repayment of the capital in the event of winding up of the Company will inter alia be subject to the provisions of the Articles of Association of the Company and as may be determined by the Company in General Meeting prior to such winding up.

(ii) Details of shares held by each share holder holding more than 5% shares

Name of shareholder	As at 31 March, 2020		As at March 31, 2019	
	Number of shares held	% holding	Number of shares held	% holding
Equity shares of Rs.10 each with voting rights				
Yalamanchili Finance & Trading (P) Ltd	47,67,500	8.43%	47,67,500	8.43%
Sujana Holdings Limited	1,21,29,629	21.45%	1,21,29,629	21.45%
Foster Infin & Trading (P) Ltd	50,95,999	9.01%	50,95,999	9.01%
Total	1,68,97,129	38.89%	1,68,97,129	38.89%

(iii) Reconciliation of the number of shares and amount outstanding at the beginning & at the end of the year:

(Rs in lakhs)

	As at 31 March, 2020		As at March 31, 2019	
	Number of shares	Rs.	Number of shares	Rs.
Equity shares				
Opening balance	5,65,44,552	5,654.46	5,65,44,552	5,654.46
Issued during the year	-	-	-	-
Closing balance	5,65,44,552	5,654.46	5,65,44,552	5,654.46
Cumulative Redeemable Preference shares				
Opening balance	-	126.83	-	126.83
Issued during the year	-	-	-	-
Closing balance	-	126.83	-	126.83

2. NOTES FORMING PART OF FINANCIAL STATEMENTS (Rs in lakhs)

		Year ended 31 March 2020	Year ended 31st March 2019
2.10	Reserves & Surplus		
	a) Capital Reserves		
	Opening Balance	11,669.67	11,669.67
	Add: Additions During the Year	-	-
		11,669.67	11,669.67
	b) Capital Redemption Reserve		
	Opening Balance	296.80	296.80
	Add: Additions During the Year	-	-
		296.80	296.80
	c) Securities Premium Reserves		
	Opening Balance	36,332.19	36,332.19
	Add: Additions During the Year	-	-
		36,332.19	36,332.19
	d) Revaluation Reserves		
	Opening Balance	-	-
	Less: Depreciation on Revalued Assets	-	-
		-	-
	d) General Reserves		
	Opening Balance	-	-
	Less: Transferred to Capital Redemption Reserve	-	-
		-	-
	f) Retained Earnings		
	Opening Balance	(144,802.83)	(84,221.25)
	Less: Prior Period Adjustments	-	-
	Add: Profit/(Loss) for the year	(22,228.75)	(60,581.58)
	Less: Dividend and Transfer of Capital Redumption Reserves	-	-
		(167,031.58)	(144,802.83)
	Total (a+b+c+d+e+f)	(118,732.93)	(96,504.18)
2.11	Non-Current Borrowings		
	Secured		
	a) Term Loans from Banks (Refer to Note ii)		
	i) Term Loan from Banks	-	-
	ii) From other Parts	-	-
		-	-
	Un-Secured		
	Promoters Contribution as per CDR Schedule	12,297.10	11,805.89
	Unsecured Loan Others	2,026.27	2,026.27
	Deferred sales tax laibility (Refer Note iii)	304.67	304.67
	Loans from Promoters and Promoter Group Companies	-	-
		14,628.05	14,136.84
	Total	14,628.05	14,136.84

		Year ended 31 March 2020	Year ended 31st March 2019
2.12	Provisions		
	Non-current		
	Employee Benefit obligation	27.81	27.81
		27.81	27.81
	Current		
	Employee Benefit obligation	13.81	20.83
	Dividends & Devidend Tax on CRPS	14.48	14.48
	Provision for Fringe Benefit Tax	-	-
	Provision for Income Tax	5,439.74	5,502.89
		5,468.04	5,538.20
	Total	5,495.84	5,566.00
2.13	Deferred Tax Liability / (Asset) (Net)		
	Opening Balance	18,257.72	16,714.88
	Add: Deferred Tax Assets in relatation to		
	(i) Difference in depreciation & amortisation for accounting and income tax purposes	827.54	1,555.43
	(ii) Provision for employee benefits	(12.59)	(12.59)
	(iii) Disallowance under Section 43B of Income Tax Act, 1961	-	-
		19,072.68	18,257.72
2.14	Current Borrowings		
	Secured		
	From Consortium Banks (Refer to Note i)	131,023.76	131,075.82
	From Other Banks	-	-
	Total	131,023.76	131,075.82
2.15	Trade Payables		
	i) Acceptance	-	-
	ii) Trade Payables	948.55	997.81
	Total	948.55	997.81
2.16	Other Financial Liabilities		
	Current Maturities of Long Term Debt (Refer to Note i)	88,463.79	88,463.79
	Vehicle Loans	-	-
	Term Loans - (Refer to Note ii)	13,211.54	12,085.20
	Advances from Customers	-	-
	Statutory Liabilities	91.39	78.07
	Total	101,766.72	100,627.06
2.17	Other Current Liabilities		
	Loans and advances from related parties	-	-
	Sundry Creditors for Services & Others	487.39	350.47
	Total	487.39	350.47

i) Working capital demand loan from banks carry interest @ 11.5% is secured by way of pari passu first charge on the current assets and pari passu second charge on the fixed assets of the company, both present & future, and further secured by the personal guarantee of promoter directors of the company.

ii) Term loans from Banks carry interst @ 11% are secured by first chage on all fixed assetsof the Company, excluding fixed assets of Khanapur plant, present and future and secured by personal guarantees of promoter directors and repayable in Quarterly installments as per CDR Package.

iii) 14 Years Interest free Salas Tax Deferment Loan received from Government of Andhra Pradesh Repayment

NOTES FORMING PART OF THE FINANCIAL STATEMENTS (Rs in lakhs)

		Year ended 31 March 2020	Year ended 31st March 2019
2.18	Revenue from Operations		
	From Sale of Products (Gross)		
	- Domestic	293.81	4,189.89
	- Exports	-	-
	Total	293.81	4,189.89
2.19	Other Income		
	Interest Income	4.28	4.47
	Other Non-operating Income (net of expenses		
	Forex Gain (Net)	-	-
	Other Opetating Income	118.87	0.34
	Total	123.15	4.80
2.20	(a) Cost of Material Consumed		
	Opening Stock of Raw material	54.08	365.51
	Add: Purchases	-	2,824.63
		54.08	3,190.14
	Less: Closing Stock	54.08	54.08
	Total	-	3,136.05
	(b) Purchases of Stock-in-Trade		
	Opening stock	-	-
	Add: Purchases	-	-
		-	-
	Less: Closing stock	-	-
	Stock-in-Trade materials consumed	-	-
2.21	Changes in Inventories		
	a) Opening Stock		
	Finished Goods	137.63	588.19
	Work-in-Progress	-	36.31
		137.63	624.49
	b) Closing Stock		
	Finished Goods	0.93	137.63
	Work-in-Progress	-	-
		0.93	137.63
	(Increase) / Decrease (a - b)	136.70	486.86
2.22	Employee Benefits Expense		
	Salaries and Wages	254.98	294.98
	Contribution to Provident and Other Funds	8.10	11.14
	Directors remuneration	-	-
	Total	263.07	306.12

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

(Rs in lakhs)

		Year ended 31 March 2020	Year ended 31st March 2019
2.23	Finance Costs		
	Interest on working capital loans	-	-
	Interest Expenses on Term Loans	1,617.55	4,105.69
	Other borrowing costs	2.19	2,727.92
	Total	1,619.74	6,833.61
2.24	Other Expenses		
	Consumption of stores, loose tools and spare parts	169.99	684.47
	Power and fuel	25.03	151.48
	Repairs and maintenance:	1.05	9.38
	Rates and taxes, excluding, taxes on income	5.77	20.20
	Insurance	62.44	0.15
	Traveling and conveyance	6.82	10.56
	Communication	-	0.52
	Contract labor charges (security charges)	15.92	36.33
	Legal and professional fees	14.84	77.88
	Auditor Remuneration	3.80	-
	Sales promotion and advertisement	0.30	1.81
	Loss on sale of Investments	-	(140.98)
	Loss on sale of Vehicles	(11.24)	(2.87)
	Advances Written Off	-	2,723.14
	Provision for Bad Debts	9,878.04	39,512.16
	Printing and stationery	0.10	4.50
	Sitting Fees	0.70	2.70
	Sundry Debit Balances Written off	201.28	-
	Pending Excise Case disposed Off	19.11	-
	Miscellaneous expenses	-	0.07
	Total	10,393.95	43,091.48

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of NEUEON TOWERS LIMITED

Report on the Audit of the ConsolidatedInd AS financial statements

Qualified Opinion

We have audited the accompanying Consolidated financial statements of NEUEON TOWERS LIMITED (hereinafter referred to as "the Holding Company"), its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group") comprising of the consolidated Balance sheet as at March 31, 2020, the consolidated Statement of Profit and Loss, including other comprehensive income, the consolidated Cash Flow Statement and the consolidated Statement of Changes in Equity for the year then ended, and notes to the Consolidated financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the Consolidated financial statements").

In our opinion and to the best of our information and according to the explanations given to us, except for the effects of the matter described in the Basis for Qualified Opinion section of our report, the aforesaid consolidated 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 the accounting principles generally accepted in India including Indian Accounting Standards ("Ind AS") specified under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules as amended and other accounting principles generally accepted in India, of the consolidated state of affairs(financial position) of the Group as at March 31, 2020, the consolidated loss (financial performance including Consolidated other comprehensive income),consolidated changes in equity and its consolidated cash flows for the year ended on that date.

Basis for Qualified Opinion

a. The Parent Company has defaulted in repayment of dues to Banks/Financial Institutions during the current financial year. All loans outstanding were classified as NPA by the banks during the preceding financial years. The Company has not provided any interest on Working Capital and Term Loans as the Company is under Corporate Insolvency Process (CIRP) under IB Code.

b. The Parent company has made a provision of 9,878.04 lakhsduring the current year, the realisability of trade receivables amounting to Rs.16,445.12 lakhs is indoubt and the company has not made any provision for bad and doubtful debts in respect of these receivables.

We conducted our audit of the consolidated 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 Consolidated Financial Statements section of our report. We are independent of the Group in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("ICAI") together with the ethical requirements that are relevant to our audit of the consolidated financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion on the consolidated financial statements.

Material uncertainty Related to Going Concern

The Group has accumulated losses and its net worth has been fully eroded due to continuous losses and the Company's current liabilities exceeded its current assets as at March 31, 2020. These conditions indicate the existence of a material uncertainty that may cast significant doubt on the Group ability to continue as a going concern. However, the consolidated financial statements of the Group have been prepared on a going concern basis for the reasons stated in the Note No18(23).

Our opinion is not modified in respect of this matter Emphasis of matter

We draw attention to Note No. 18(24) of the consolidated financial statements regarding impact of COVID-19 pandemic. The situation continues to be uncertain and the Company is evaluating the situation on an ongoing basis with respect to the challenges faced.

Our opinion is not modified in respect of this matter Key Audit Matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the consolidated financial statements for the financial year ended March 31, 2020. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

In addition to the matters described in the Basis for Qualified Opinion section referred in above para and Material Uncertainty Related to Going Concern section in above para, We have determined the matters described in below to be the key audit matters to be communicated in our report.

Key Audit Matters	Auditor's response
Accuracy of recognition, measurement, presentation and disclosures of revenues and other related balances in view of adoption of Ind AS 115 "Revenue from Contracts with Customers" (new revenue accounting standard) Principal Audit Procedures We assessed the Holding Company's process to identify the impact of adoption of the new revenue accounting standard. Our audit approach consisted testing of the design and operating effectiveness of the internal controls and substantive testing as follows: The application of the new revenue accounting standard involves certain key judgments relating to identification of distinct performance obligations, determination of transaction price of the identified performance obligations, the appropriateness of the basis used to measure revenue recognised over a period. Additionally, new revenue accounting standard contains disclosures which involves collation of information in respect of disaggregated revenue and periods over which the remaining performance obligations will be satisfied subsequent to the balance sheet date	Principal Audit Procedures: We assessed the Holding Company's process to identify the impact of adoption of the new revenue accounting standard. Our audit approach consisted testing of the design and operating effectiveness of the internal controls and substantive testing as follows: The application of the new revenue accounting standard involves certain key judgments relating to identification of distinct performance obligations, determination of transaction price of the identified performance obligations, the appropriateness of the basis used to measure revenue recognised over a period. Additionally, Evaluated the design of internal controls relating to implementation of the new revenue accounting standard. Selected a sample of continuing and new contracts, and tested the operating effectiveness of the internal control, relating to identification of the distinct performance obligations and determination of transaction price. Performed analytical procedures for reasonableness of revenues disclosed by type and service offerings. We reviewed the collation of information and the logic of the report generated from the budgeting system used to prepare the disclosure relating to the periods over which the remaining performance obligations will be satisfied subsequent to the balance sheet date.

Other information

The Holding Company's management andBoard of Directors are responsible for the other information. The other information comprises the information included in Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Business Responsibility Report, Corporate Governance and Shareholder's Information, but does not include the consolidated financial statements and our auditor's report thereon.

Our opinion on the consolidated 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 consolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance for the consolidated financial statements

The Holding 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 of these consolidated financial statements that give a true and fair view of the financial position, financial performance, changes in equity and cash flows of the Holding Company in accordance with the accounting principles generally accepted in India, including the accounting Standards 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 Holding 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 consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the Consolidated financial statements by the Directors of the Holding Company, as aforesaid.

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

Those respective Board of Directors of the companies included in the Group are responsible for overseeing the financial reporting process of the Group and of its associates and joint ventures.

Auditor's Responsibilities for the Audit of the consolidated financial statements

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

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

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Holding Company has adequate internal financial controls with reference to consolidated financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group and its associates and joint ventures to continue as a going concern. If we conclude that a materialuncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the Consolidated 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 auditors' report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group of which we are the independent auditors and whose financial information we have audited, to express an opinion on the Consolidated Financial Statements. We are responsible for the direction, supervision and performance of the audit of the financial statements of such entities included in the consolidated financial statements of which we are the independent auditors. For the other entities included in the Consolidated Financial Statements, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion. We communicate with those charged with governance of the Holding Company and such other entities included in the Consolidated Financial Statements of which we are the independent auditors 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 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 consolidated financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditors' 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.

Other Matters

We did not audit the annual financial statements of one subsidiary M/s Digitech Business Systems Limited, included in the Statement, whose financial information reflects total assets (net) of Rs.15,290.96 Lakhs as at March 31,2020, and Nil total revenues and no net cash inflows for the year ended March 31, 2020 as considered in the consolidated Ind AS financial statements.

These financial statements are unaudited and have been furnished to us by the Management and our opinion on the consolidated Ind As financial statements, in so far as it relates to the amount and disclosures included in respect of one subsidiary, and our report in terms of sub-section (3) and (11) of section 143 of the Act in sofar as it relates to the aforesaid subsidiary is based solely on such unaudited financial statements. In our opinion and according to the information and explanations given to us by the Management, these financial statements are not material to the group.

The Holding Company's management has converted the financial statements of such subsidiary from accounting principles generally accepted in their respective countries to accounting principles generally accepted in India. We have audited these conversion adjustments made by the Holding Company's management. Our opinion, in so far as it relates to the amounts and disclosures included in respect of the subsidiary, is based on the unaudited financial statement and conversion adjustments prepared by the management of the Holding Company and audited by us.

Our opinion above on the Consolidated Financial Statements, and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the Un-audited financial statements and other financial information certified by the Management.

Report on Other Legal and Regulatory Requirements

As required by Section 143(3) of the Act, based on our audit and on the consideration of report of the other auditors on separate financial statements and the other financial information of subsidiaries, associates and joint ventures, as noted in the 'other matters' paragraph we report, to the extent applicable, that:

a) We have sought and obtained all the information and explanations, except for the matter described in the Basis for Qualified Opinion paragraph above, which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid consolidated financial statements;

b) except for the effects/possible effects of the matters described in the Basis for Qualified Opinion paragraph above, in our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books;

c) except for the effects/possible effects of the matters described in the Basis for Qualified Opinion paragraph above, In our opinion, the Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss including (including Other Comprehensive Income), Consolidated Statement of Changes in Equity and the Consolidated Statement of Cash Flows dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements;

d) In our opinion, except for the effects of the matters described in the Basis for Qualified Opinion paragraph above the aforesaid Consolidated financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Companies (Indian Accounting Standards) Rules, 2015, as amended;

e) The matters described in the Basis for Qualified Opinion paragraph above, in our opinion, may have an adverse effect on the functioning of the Parent company.

f) On the basis of the written representations received from the directors of holding company as on March 31, 2020 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2020 from being appointed as a director in terms of Section 164 (2) of the Act;

g) With respect to the adequacy of the internal financial controls over financial reporting With reference to these Consolidated Financial Statements of the Holding Company, refer to our separate Report in “Annexure A” to this report;

h) In our opinion, has not been not provided by the Company to its directors in accordance with the provisions of Section 197read with Schedule V to the Act as the Company under the Corporate Insolvency Process (CIRP).

I) With respect to the other matters to be included in the Auditors' Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us and based on the consideration of the report of the other auditors on separate financial statements as also the other financial information of the subsidiaries, associates and joint ventures, as noted in the 'Other Matters' paragraph:

I. The Consolidated Financial Statements disclose the impact of pending litigations on its consolidated financial position of the Group, its associates and joint ventures in its Consolidated Financial Statements – Refer Note 17 to the Consolidated Financial Statements;

ii. Provision has been made in the Consolidated Financial Statements, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts;

iii. There were no amounts, required to be transferred to the investor Education and protection fund by the company.

FOR VENUGOPAL & CHENOY
CHARTERED ACCOUNTANTS
FRN: 004671S

(P.V.SRI HARI)
Partner
Membership No.021961
UDIN: 20021961AAAABT8151

Place : Hyderabad
Date : 29.06.2020

Annexure - A to the Auditors' Report

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

In conjunction with our audit of the Consolidated Financial Statements of NEUEON TOWERS LIMITED for the year ended March 31, 2020, we have audited the internal financial controls over financial reporting of NEUEON TOWERS LIMITED which includes joint operations (hereinafter referred to as the "Holding Company") and its subsidiaries which are companies incorporated in India, as of that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

Our responsibility is to express an opinion on the Holding Company, its subsidiaries, its associates and joint ventures, which are companies incorporated in India, internal financial controls over financial reporting with reference to these Consolidated Financial Statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing, both, issued by Institute of Chartered Accountants of India, and deemed to be prescribed under Section 143(10) of the Act, to the extent applicable to an audit of internal financial controls. 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 with reference to these Consolidated Financial Statements was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting with reference to these Consolidated Financial Statements and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting with reference to these Consolidated Financial Statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditors' judgement, 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 and the audit evidence obtained by the other auditors in terms of their reports referred to in the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls system over financial reporting with reference to these Consolidated Financial Statements.

Meaning of Internal Financial Controls over Financial Reporting with reference to these Consolidated Financial Statements

A company's internal financial control over financial reporting with reference to these Consolidated Financial Statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting with reference to these Consolidated Financial Statements includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with authorisations of management and directors of the Company; and (3) provide reasonable assurance regarding

prevention or timely detection of unauthorised acquisition, use, or disposition of the Company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

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

Opinion

In our opinion, to the best of our information and according to the explanations given to us and based on the consideration of reports of other auditors, as referred to in Other Matters paragraph below, the Holding Company, its subsidiaries, its associates and joint ventures, which are companies incorporated in India, have, maintained in all material respects, adequate internal financial controls over financial reporting with reference to these Consolidated Financial Statements and such internal financial controls over financial reporting with reference to these Consolidated Financial Statements were operating effectively as at March 31,2020, based on the internal control over financial reporting criteria established by the Holding Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

Other Matters

Our report under Section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls over financial reporting with reference to these Consolidated Financial Statements of the Holding Company, in so far as it relates to separate financial statement ofsubsidiarieswhich are companies incorporated in India, is based on the corresponding reports of the auditors of such subsidiaries, associates and joint ventures incorporated in India.

FOR VENUGOPAL & CHENOY
CHARTERED ACCOUNTANTS
FRN: 004671S

(P.V.SRI HARI)
Partner
Membership No.021961
UDIN: 20021961AAAABT8151

Place : Hyderabad
Date : 29.06.2020

CONSOLIDATED BALANCE SHEET AS AT 31ST MARCH 2020

(Rs in Lakhs)

Sl	Particulars	Note	As at 31 March 2020	As at 31 March 2019
A	**ASSETS**			
1	**Non- Current Assets**			
	(a) Property,Plant and Equipment	**2.01**	1,28,368.32	1,37,775.86
	(b) Capital Work-in-Progress	**2.01**	-	-
	(c) Other Intangible Assets	**2.01**	0.27	0.27
	(d) Financial Assets			
	(i) Investments		-	-
	(ii) Trade Receivables			
	(iii) Loans	**2.02**	-	-
	(iv) Others			
	(d) Deferred tax asset		-	-
	(e) Other non-current assets	**2.03**	-	-
			1,28,368.59	1,37,776.12
2	**Current Assets**			
	(a) Inventories	**2.04**	496.99	661.69
	(b) Financial Assets			
	(i) Trade receivables	**2.05**	31,794.84	40,335.71
	(ii) Cash and cash equivalents	**2.06**	67.49	69.75
	(c) Other current assets	**2.07**	1,107.37	1,140.34
			33,466.69	42,207.49
	TOTAL		**1,61,835.28**	**1,79,983.61**
B	**EQUITY AND LIABILITIES**			
1	Equity			
	(a) Equity Share Capital	**2.08**	5,781.29	5,781.29
	(b) Other Equity		(1,17,435.44)	(96,862.28)
			(1,11,654.15)	(91,080.99)
	LIABILITIES			
2	Non- Current Liabilities			
	(a) Financial Liabilities			
	(i) Borrowings	**2.09**	-	-
	(ii) Trade Payables	**2.13**	-	-
	(iii) Other Financial Liabilities	**2.14**	14,628.05	14,136.84
	(b) Provisions	**2.10**	27.81	27.81
	(c) Deferred tax liabilities (Net)	**2.11**	19,072.68	18,251.01
	(c) Other Non-current liabilities		-	-
			33,728.53	32,415.65
3	**Current Liabilities**			
	(a) Financial Liabilities			
	(i) Borrowings	**2.12**	1,31,023.76	1,31,075.82
	(ii) Trade payables	**2.13**	948.55	997.81
	(iii) Other financial liabilities	**2.14**	1,01,766.72	1,00,627.06
	(b) Provisions	**2.10**	5,468.04	5,538.22
	(c) Other current liabilities	**2.15**	553.84	410.04
			2,39,760.90	2,38,648.96
	Total Equity and Liabilities		**1,61,835.28**	**1,79,983.61**

See Accompanying notes forming part of the financial statements

In terms of our report attached

for and on behalf of the Board of Directors

for Venugopal & Chenoy
Chartered Accountants
FRN No. 004671S

G.Srinivasa Raju
Managing Director
(DIN:00132249)

S Hanumanatha Rao
Director
(DIN:00118801)

P V Sri Hari
M.No.21961

Pathan Apser Hussen
Company Secretary

DR M S Sankar
Resolution Professional
(IP Registration No.IBBI/IPA-001/
IP-P00770/2017-18/11315)

Place : Hyderabad
Date: 29.06.2020

Statement of Consolidated Profit and Loss for the Year ended 31.03.2020

(Rs in Lakhs)

Sl	Particulars	Note	As at 31 March 2020	As at 31 March 2019
I	Revenue			
	Revenue from Operations	**2.16**	293.81	4,189.89
	(b) Other operating income	**2.17**	123.16	4.47
	Total income from operations (net)		416.97	4,194.36
	Other income	**2.17**	-	0.34
	Total Revenue		416.97	4,194.70
II	Expenses			
	Cost of Materials Consumed	**2.18**	-	3,136.06
	Excise duty		-	-
	Purchase of Stock-in-Trade	**2.18**	-	-
	Changes in inventories of Finished Goods, Work-in-Progress and Stock-in-Trade	**2.19**	136.70	486.87
	Employee Benefit Expenses	**2.20**	263.07	306.12
	Finance Costs	**2.21**	1,619.74	6,833.61
	Depreciation and Amortization Expenses	**2.01**	9,417.30	9,379.31
	Other Expenses	**2.22**	10,394.19	50,006.22
	Total Expenses		21,831.00	70,148.19
III	Profit Before Exceptional Items and Tax (I - II)		(21,414.04)	(65,953.49)
IV	Exceptional Items		-	-
V	Profit Before Tax (III - IV)		(21,414.04)	(65,953.49)
VI	Tax Expense:			
	Current tax		-	-
	Deferred tax		814.95	1,542.84
VII	Profit for the Year (V - VI)		(22,228.99)	(67,496.33)
VIII	Other Comprehensive Income			
	Items that will not be reclassified to profit or loss			
	Remeasurements of the defined benefit plans		-	-
IX	Other comprehensive income (Net of taxes)		-	-
X	Total comprehensive income for the Year (VIII + IX)		(22,228.99)	(67,496.33)
XI	Earnings Per Equity Share of Rs.10 each			
	(a) Basic		(39.31)	(107.14)
	(b) Diluted		(39.31)	(107.14)

See Accompanying notes forming part of the financial statements
In terms of our report attached

for and on behalf of the Board of Directors

for Venugopal & Chenoy
Chartered Accountants
FRN No. 004671S

G.Srinivasa Raju
Managing Director
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IP-P00770/2017-18/11315)

Place : Hyderabad
Date: 29.06.2020

CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31.03.2020 (Rs. In Lakhs)

Sl	Particulars	As at 31 March 2020	As at 31 March 2019
A	**Cash flows from Operating activities**		
	Net Pofit / (Loss) Before Tax for the year	(21,414.04)	(65,953.49)
	Adjustments for		
	Foreign Exchange Reserve	1,662.54	(6,803.12)
	Depreciation	9,417.30	9,379.31
	Finance Costs	1,619.74	6,833.61
	Interest & other income	(4.29)	(4.47)
	Profit on sale of Investment	-	(140.98)
	Profit on sale of Vehicles	(11.24)	(2.87)
	Provision for Gratuity & Leave Encashment	-	-
	Provision for doubtful debts	9,878.04	49,148.25
	Operating Profit Before Working Capital Changes	**1,148.05**	**(7,543.75)**
	Movements in Working Capital		
	Adjustments for (increase) / decrease in operating assets:		
	Inventories	164.70	1,054.76
	Trade Receivables	(1,337.17)	83,045.36
	Loans & Advances	-	1,114.79
	Other Financial Assets	-	-
	Other Assests	32.97	1,343.51
	Adjustments for increase / (decrease) in operating liabilities:		
	Trade Payables	(49.26)	(47,018.12)
	Provisions	(70.18)	(242.75)
	Financial Laibilities	1,630.87	(15,966.30)
	Other Liabilities	143.80	(1,535.08)
	Cash Generated from Operations	**1,663.78**	**14,252.42**
	Less: Taxes paid	-	-
	Cash from Operating Activities (A)	**1,663.78**	**14,252.42**
B	Cash flows from Investing activities		
	Purchase of Fixed Assets	(12.64)	-
	Sale of Fixed Assets	14.13	313.89
	Sales of Investment	-	3.27
	Interest Received	4.29	4.47
	Cash from Investment Activities (B)	**5.77**	**321.63**
C	Cash flows from Financing activities		
	Proceeds from Borrowings	(52.07)	(7,784.77)
	Interest & Financial Charges Paid	(1,619.74)	(6,833.61)
	Net Cash from financing activities (C)	**(1,671.81)**	**(14,618.38)**
	Net Increase in cash and cash equivalent (A+B+C)	(2.26)	**(44.33)**
	Cash and Cash Equivalents at the beginning of the year	69.75	114.08
	Cash and Cash Equivalent at the end of the year	67.49	69.75

See Accompanying notes forming part of the financial statements
In terms of our report attached

for and on behalf of the Board of Directors

for Venugopal & Chenoy
Chartered Accountants
FRN No. 004671S

G.Srinivasa Raju
Managing Director
(DIN:00132249)

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Company Secretary

DR M S Sankar
Resolution Professional
(IP Registration No.IBBI/IPA-001/IP-P00770/2017-18/11315)

Place : Hyderabad
Date: 29.06.2020

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS:

1. General Information

The Company is in the area of manufacturing and company is currently operating in various areas/verticals/products related to Towers & Transmission, TSF and Speciality Structural steel Manufacturing Business.

The Hon'ble , NCLT, Hyderabad, ordered commencement of the Corporate Insolvency Resolution Process of the Company vide order No. CP(IB)No. 679/7/HDB/2018 dt. 03.06.2019. As such the Company has been under CIRP since 03.06.2019.

2. Basis of preparation of Financial Statements

The Consolidated financial statements have been prepared in accordance with Indian Accounting Standards (Ind-AS) as notified by Ministry of Corporate Affairs, Government of India vide Notification dated February 16, 2015. Accounting policies have been applied consistently to all periods presented in these Consolidated financial statements. The Consolidated Financial Statements are prepared under historical cost convention from the books of accounts maintained under accrual basis except for certain financial instruments which are measured at fair value and in accordance with the Indian Accounting Standards prescribed under the Companies Act, 2013

These consolidated financial statements are the Group`s second Ind AS consolidated financial statements. The figures for the previous period have been restated, regrouped and reclassified wherever required to comply with the requirement of Ind AS and Schedule III.

These financial statements are presented in Indian rupees, the national currency of India, which is the functional currency of the Company. All amounts included in the financial statements are reported in Indian rupees (in Rupees) except number of equity shares and per share data, unless otherwise stated.

3. Principles of Consolidation

The consolidated financial statements relate to Neueon Towers Limited ('the Company') and its subsidiary companies, associates and joint ventures. The consolidated financial statements have been prepared on the following basis:

a) The financial statements of the Company and its subsidiaries are combined on a line by line basis by adding together like items of assets, liabilities, equity, incomes, expenses and cash flows, after fully eliminating intra-group balances and intra-group transactions.

b) Profits or losses resulting from intra-group transactions that are recognised in assets, such as inventory and property, plant & equipment, are eliminated in full.

c) In case of foreign subsidiaries, revenue items are consolidated at the average rate prevailing during the year. All assets and liabilities are converted at rates prevailing at the end of the year. Any exchange difference arising on consolidation is recognised in the Foreign Currency Translation Reserve.

d) Non Controlling Interest's share of profit / loss of consolidated subsidiaries for the year is identified and adjusted against the income of the group in order to arrive at the net income attributable to shareholders of the Company.

e) Non Controlling Interest's share of net assets of consolidated subsidiaries is identified and presented in the Consolidated Balance Sheet separate from liabilities and the equity of the Company's shareholders.

4. Other Significant Accounting Policies

These are set out under "Significant Accounting Policies" as given in the Company's standalone financial statements.

The significant accounting policies are given at Note 16.

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS:

5. Use of estimates and judgment

The preparation of financial statements requires judgements, estimates and assumptions to be made that affect the reported amount of assets and liabilities, disclosure of contingent liabilities on the date of financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognised in the period in which the results are known/materialised

6. Commitments

(a) Capital Commitments: Estimated amount of contracts including foreign currency contracts net of advances remaining to be executed on capital account and not provided for is Rs.NIL(P.Y. Rs.NIL).

(b) Commitment related to InvestmentProperties: Estimated amount of contracts including foreign currency contracts net of advances remaining to be executed on account of external projects and not provided for is Rs.NIL (P.Y. Rs.NIL).

(c) Other Commitments: Estimated amount of contracts including foreign currency contracts net of advances remaining to be executed on account of external projects and not provided for is Rs.NIL (P.Y. Rs.NIL).

7. Additional information pursuant to Schedule III of the Companies Act, 2013

Value of Materials Consumed during the year (Rs in Lakhs)

Description	For the year ended 31.03.2020			For the Year ended 31.03.2019		
	Mts.	Rs. (in Lakhs)	%	Mts.	Rs. (in Lakhs)	%
Iron Steel						
Indigenous	-	-	-	5,535.204	2,091.49	78.5
Imported	-	-		-	-	
Tower Parts						
Indigenous	-	-		-	-	
Imported	-	-		-	-	
Others (ACS Moose Conductor - KMS)						
Indigenous	-	-	-	146.623	572.18	21.5
Imported	-	-		-	-	
Total	-	-	-		2,663.67	100

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS:

Value of bought-out material consumed (Rs in Lakhs)

Description	For the year ended 31.03.2020			For the Year ended 31.03.2019		
	Mts.	Rs. (in Lakhs)	%	Mts.	Rs. (in Lakhs)	%
Iron Steel						
Indigenous	-	-	-	1,201.040	472.38	100
Imported	-	-	-	-	-	-
Tower Parts						
Indigenous	-	-		-	-	-
Imported	-	-		-	-	-
Others (ACS Moose						
Indigenous	-	-		-	-	-
Imported	-	-		-	-	-
Total	-	-		1,201.040	472.38	100

Value of Consumables, Stores and Spares consumed during the period (Rs in Lakhs)

Description	For the year ended 31.03.2020	%	For the Year ended 31.03.2019	%
Consumables (Indigenous)	156.07	100	654.00	100
Consumables Imported	-	-		-
Total	156.07	100	654.00	100

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS:

8. Financial Instruments- Fair Values and Risk Management

8.1 Financial Instruments by Categories

The following tables show the carrying amounts and fair values of financial assets and financial liabilities by categories. It does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair value.

(Amount in Rs as of March 31, 2020)

(Rs in Lakhs)

Particulars	Cost	Financial assets/liabilities at FVTPL	Financial assets/ liabilities at fair value through OCI	Total carrying value	Total fair value
Assets:					
Investments in Equity Instruments	-	-	-	-	
Cash & Cash Equivalents (Ref Note No. 2.06)	67.49	-	-	67.49	-
Trade Receivable (Ref Note No. 2.05)	31,794.84	-	-	31,794.84	-
Loans & Advances (Ref Note No. 2.02)	-	-		-	-
Liabilities:					
Trade Payable (Ref Note No. 2.13)	948.55	-	-	948.55	-
Borrowings (Ref Note No 2.12)	1,31,023.76	-	-	1,31,023.76	-
Other Financial Liabilities (Ref Note No.2.09 & 2.14)	1,16,394.77	-	-	1,16,394.77	-

The carrying amounts are considered to be the same as their fair values, due to their short-term nature

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS:

The carrying value and fair value of financial instruments by categories were as follows as on March 31, 2019:

(Amount in Rs as of March 31, 2019)

	Particulars	2019-20	2018-19
a)	Disputed Income Tax Demand	2,408.24	2,224.68
b)	Disputed TDS demands	21.11	36
c)	Disputed Sales Tax Demand	4,699.69	174.51
d)	Disputed Central Excise & Customs Demand	-	30.98
g)	ESI	0.03	0
	Total	7,129.07	2,466.17

The carrying amounts are considered to be the same as their fair values, due to their short-term nature

Financial risk management

The company's activities expose it to the following financial risks:

- market risk
- credit risk and
- liquidity risk

The company has not arranged funds that have any interest rate risk.

a) Market risk

(i) Foreign Exchange Risk

The company does not deal with import and export transactions and hence foreign exchange risk is not applicable to the Company.

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS:

a) Credit Risk

Credit risk refers to the risk of default on its obligation by a counter party resulting in a financial loss. The maximum exposure to the credit risk at the reporting date is primarily from trade receivables. Accordingly, credit risk from trade receivables has been separately evaluated from all other financial assets in the following paragraphs.

Trade Receivables

The company has outstanding trade receivables amounting to Rs 31,794.84 lakhs and Rs40,335.71 lakhs as of March 31, 2020 and March 31, 2019, respectively. Trade receivables are typically unsecured and are derived from revenue earned from customers.

Impairment on trade receivables is recognized based on expected credit loss in accordance with provisions of IndAS 109. The company's historical experience for customers, present economic condition and present performance of the customers, future outlook for the industryetc.are taken into account for the purposes of expected credit loss.

Credit risk exposure

An analysis of age of trade receivables at each reporting date is summarized as follows:

(As at 31st March 2020, Rs. Lakhs))

Particulars	Gross amount	Impairment	Carrying Value
Not past due		-	-
Past due less than 30 days	-	-	-
Past due more than 30 days but not more than 60 days	-	-	-
Past due more than 60 days but not more than 90 days	-	-	
Past due more than 90 days but not more than 120 days	-	-	-
Past due more than 120 days	1,22,058.75	90,263.91	31,794.84
Total	1,22,058.75	90,263.91	31794.84

(As at 31st March, 2019, Rs. Lakhs)

Particulars	Gross amount	Impairment	Carrying Value
Not past due	-	-	-
Past due less than 30 days	188.73	-	188.73
Past due more than 30 days but not more than 60 days	-	-	-
Past due more than 60 days but not more than 90 days	-	-	-
Past due more than 90 days but not more than 120 days	-	-	-
Past due more than 120 days	1,20,532.85	80,385.87	40,146.98
Total	1,20,721.58	80,385.87	40,335.71

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS:

Other financial assets

There are no impairment provisions as at each reporting date against financial assets. We consider all the financial assets as at the reporting dates to be of good credit quality.

c) Liquidity Risk

Our liquidity needs are monitored on the basis of monthly and yearly projections. The company's principal sources of liquidity are cash and cash equivalents, cash generated from operations and availability of funding through an adequate amount of committed credit facilities to meet obligations when due.

The table below provides details regarding the contractual maturities of non-derivative financial liabilities. The table has been drawn up based on the undisclosed cash flows of financial liabilities based on the earliest date on which the company can be required to pay. The table includes both principal & interest cash flows.

(as of March 31, 2020 Rs. Lakhs)

Particulars	Less than 6 months	6 months to 1 year	1-3 years	3-5 years	More than 5 years	Total
Trade Payables	-	-	284.49	664.06	-	948.55
Short term borrowings (cash credit)*	-	-	1,31,023.76	-	-	1,31,023.76
Long Term Borrowings	-	-	-	-	-	-
Other Financial Liabilities	-	-	1,16,394.77	-	-	1,16,394.77
Total	-	-	2,47,703.02	664.06	-	2,48,367.08

Particulars	Less than 6 months	6 months to 1 year	1-3 years	3-5 years	More than 5 years	Total
Trade Payables	-	333.75	-	664.06	-	997.81
Short term borrowings (cash credit)*	-	-	1,31,075.82	-	-	1,31,075.82
Long Term Borrowings	-	-	-			-
Other Financial Liabilities	-	-	1,14,763.90	- -	- -	1,14,763.90
Total	**-**	**333.75**	**2,45,839.72**	**664.06**	**-**	**2,46,837.52**

9. Disclosure in respect of Indian Accounting Standard (IndAS)-21 "The Effects of changes in Foreign Exchange Rates"
   The company had not entered into any foreign currency transactions during the year
10. Disclosure in respect of Indian Accounting Standard (Ind AS)-23 "Borrowing Costs"
    - The amount capitalized with Property, Plant & Equipments as borrowing cost is Rs. 12.64 Lakhs & Rs. NIL for the year ended March 31, 2020 & March 31, 2019 respectively.
    - The amount is capitalized using the capitalization rate of NIL%.
11. Disclosure in respect of Indian Accounting Standard (Ind AS)-36 "Impairment of assets"
    During the year, the company assessed the impairment loss of assets and ECL debited to Profit & Loss is NIL.
12. Disclosure in respect of Indian Accounting Standard (Ind AS)-19 "Employee Benefits"
    General description of various defined employee's benefits schemes are as under:
    a) Provident Fund:
    The Company's contribution paid/payable during the year to Provident Fund and the liability is recognized on accrual basis.
    Contributions to Provident Fund, a defined contribution plan, are made in accordance with the statute and are recognized as an expense when employees have rendered service entitling them to the contributions.
13. Disclosure in respect of Indian Accounting Standard 24 "Related Parties Disclosures"
    I. Disclosures for Other than Govt. Related Entities
    a. List of key management personnel

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS:

Name	Designation
Shri. G. Srinivasa Raju	Managing Director
S. Kalyani	Vice President
Asper Hussain Pathan	Company Secretary

b. Compensation of key management personnel

(Rs in lakhs)

Particulars	For the year ended March 31, 2020	For the year ended March 31, 2019
Short-term benefits	21.00	54.00
Post-employment benefits	-	-
Other long-term benefits	-	-
Share-based payments	-	-
Termination benefits	-	-
Total	21.00	54.00
Recovery of Loans & Advances during the year	-	-
Advances released during the year	-	-
Closing Balance of Loans & Advances	-	-

c. List of Subsidiaries:

Name of the Subsidiary	Country of Incorporation	% of Holding as at 31.03.2020
Subsidiaries held directly		
Digitech Business Systems Limited	Hong Kong	100

d. Transactions with Related Parties

(Rs in lakhs)

	Particulars	Subsidiaries		Associates	
		2019-20	2018-19	2019-20	2018-19
A	Sales				
	Sujana Metal Products Ltd	-	-	-	95.16
	Sujana Universal Industries Limited	-	-	-	-
	Sub-total	-	-	-	95.16
B	Purchases				
	Sujana Metal Products Ltd	-	-	-	42.35
	Sujana Universal Industries Limited	-	-	-	-
	Sub-total	-	-	-	42.35
	Grand Total	-	-	-	137.51

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS:

e. Loans to Subsidiaries: Nil

All the related party transactions were performed at arm's length price.

14. Disclosure in respect of Indian Accounting standard (Ind AS) 116 "Leases"

The company does not have any lease transactions during the period and hence no disclosures have been made.

15. Disclosure in respect of Indian Accounting Standard (Ind AS)-33 "Earnings Per Share (EPS)"

a) Basic EPS

The earnings and weighted average number of ordinary shares used in the calculation of basic EPS and Basic EPS is as follows:

(Rs in lakhs)

Particulars	For the year ended March 31, 2020	For the year ended March 31, 2019
Profit (loss) for the year, attributable to the owners of the company	(22,228.99)	(67,496.33)
Earnings used in calculation of basic earnings per share (A)	(22,228.99)	(67,496.33)
Weighted average number of ordinary shares for the purpose of basic earnings per share(B)	56544552	56544552
Basic EPS (A/B)	(39.31)	(119.37)

b) Diluted EPS

The earnings and weighted average number of ordinary shares used in the calculation of DilutedEPSis as follows:

(Rs in lakhs)

Particulars	For the year ended March 31, 2020	For the year ended March 31, 2019
Profit (loss) for the year, attributable to the owners of the company	(22,228.99)	(67,496.33)
Earnings used in calculation of basic earnings per share (A)	(22,228.99)	(67,496.33)
Weighted average number of ordinary shares for the purpose of basic earnings per share (B)	56544552	56544552
Basic EPS (A/B)	(39.31)	(119.37)

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS:

16. Disclosure in respect of Indian Accounting Standard (Ind AS)-37 "Provisions, Contingent Liabilities and Contingent Assets"

(Rs in Lakhs)

Particulars	Opening balance as on 01.04.2019	Additions/ Transfers during the year	Utilization during the year	Adjustment during the year	Written-back during the year	Closing balance as on 31.03.2020
Employee Benefit Obligation	20.83	-	-	-	-	20.83
Provision for fringe benefit tax	-	-	-	-	-	-
Provision for Income Tax	5,502.81	-	-	-	-	5,502.81
Total	5,523.64	-	-	-	-	5,523.64

17 .Contingent Liabilities:

(Rs in Lakhs)

	Particulars	2019-20	2018-19
a)	Claims against the company not acknowledged as debts including foreign currency claim towards:	-	-
b)	Guarantees excluding financial guarantees	-	-
c)	Other money for which the company is contingently liable		-
	i) Guarantees issued by banks on behalf of the company	-	
	ii) Letters of credit opened by the company remaining outstanding	-	-
	iii) Bonds furnished to custom authorities for submission of original documents etc., remaining outstanding	-	
d)	Disputed Income Tax Demand	1,998.33	2224.68
e)	Disputed TDS demands	21.11	36.00
f)	Disputed Sales Tax Demand	4,699.69	174.51
g)	Disputed Service Tax Demand	-	-
h)	Disputed Central Excise & Customs Demand	-	30.98
	Others (PF etc. specify nature of demand)		-
i)	Disputed PF demand - Interest on delayed payment & Penal Interest	26.48	-
j)	Disputed ESI demand – Interest on delayed payment & Penal Interest	0.84	-
k)	ESI	0.03	
	Total	6,746.48	2466.17

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS:

18. Accounting Policies under IndAS

1. Significant Accounting Policies

1. Statement of Compliance and basis of preparation of Financial Statements

The financial statements have been prepared in accordance with Indian Accounting Standards (Ind-AS) as notified by Ministry of Corporate Affairs, Government of India vide Notification dated February 16, 2015. Accounting policies have been applied consistently to all periods presented in these financial statements. The Financial Statements are prepared under historical cost convention from the books of accounts maintained under accrual basis except for certain financial instruments which are measured at fair value and in accordance with the Indian Accounting Standards prescribed under the Companies Act, 2013

2. Application of Indian Accounting Standards (Ind-AS)

All companies (listed or unlisted) having net worth of Rs 5,000 Million or more are required to adopt Ind AS.

All amounts included in the financial statements are reported in of Indian rupees (Rupees in) except number of equity shares and per share data, unless otherwise stated.

3. Use of estimates and judgment

The preparation of financial statements requires judgements, estimates and assumptions to be made that affect the reported amount of assets and liabilities, disclosure of contingent liabilities on the date of financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognised in the period in which the results are known/materialised

4. Functional and presentation currency

These financial statements are presented in Indian rupees, the national currency of India, which is the functional currency of the Company.

5. Revenue Recognition

Revenue from sale of goods is recognised when the significant risks and rewards of ownership have been transferred to the buyer, recovery of the consideration is probable, the associated cost can be estimated reliably, there is no continuing effective control or managerial involvement with the goods, and the amount of revenue can be measured reliably.

Revenue from sale of goods is measured at the fair value of the consideration received or receivable, taking into account contractually defined terms of payment and excluding taxes or duties collected on behalf of government

Estimation uncertainty relating to COVID-19 outbreak: The Company has considered has considered internal and certain external sources of information including credit reports, economic forecasts and industry reports up to the date of approval of the financial statements in determining the impact on various elements of its financial statements. The Company has used the principles of prudence in applying judgments, estimates and assumptions including sensitivity analysis and based on the current estimates, the Company expects to fully recover the carrying amount of trade receivables including unbilled receivables, intangible assets and investments. The eventual outcome of impact of the global health pandemic may be different from those estimated as on the date of approval of these financial statements.

6. Property, Plant and Equipment's

All Property, Plant and Equipments (PPE) are stated at carrying value in accordance with previous GAAP, which is used as deemed cost on the date of transition to Ind AS using the exemption granted under Ind AS 101.

The cost of an item of property, plant and equipment is recognized as an asset if, and only if it is probable that future economic benefits associated with the item will flow to the company and the cost of the item can be measured reliably. The cost of an item of PPE is the cash price equivalent at the recognition date. The cost of an item of PPE comprises:

i) Purchase price, including import duties and non-refundable purchase taxes, after deducting trade discounts and rebates.

ii) Costs directly attributable to bringing the PPE to the location and condition necessary for it to be capable of operating in the manner intended by management.

iii) The initial estimate of the costs of dismantling and removing the item and restoring the site on which it is located, the obligation for which the company incurs either when the PPE is acquired or as a consequence of having used the PPE during a particular period for purposes other than to produce inventories during that period.

The company has chosen the cost model of recognition and this model is applied to an entire class of PPE. After recognition as an asset, an item of PPE is carried at its cost less any accumulated depreciation and any accumulated impairment losses.

7. Intangible Assets

All Intangible Assets are stated at carrying value in accordance with previous GAAP, which is used as deemed cost on the date of transition to Ind AS using the exemption granted under Ind AS 101 Identifiable intangible assets are recognized when the company controls the asset; it is probable that future economic benefits expected with the respective assets will flow to the company for more

than one economic period; and the cost of the asset can be measured reliably. At initial recognition, intangible assets are recognized at cost. Intangible assets are amortized on straight line basis over estimated useful lives from the date on which they are available for use. Softwares are amortized over its useful life subject to a maximum period of 5 years or over the license period as applicable.

8. Non-Current Assets Held for Sale

The company classifies a non-current asset (or disposal group of assets) as held for sale if its carrying amount will be recovered principally through a sale transaction rather than through continuing use. The non-current asset (or disposal group) classified as held for sale is measured at the lower of its carrying amount and the fair value less costs to sell.

9. Depreciation

Depreciation is provided on straight line method as per the useful lives approved by the Board of Directors, which are equal to those provided under schedule II of the Companies Act, 2013. The useful life of an asset is reviewed at each financial year-end. Each part of an item of PPE with a cost that is significant in relation to the total cost of the asset and if the useful life of that part is different from remaining part of the asset; such significant part is depreciated separately. Depreciation on all such items have been provided from the date they are 'Available for Use' till the date of sale / disposal and includes amortization of intangible assets and lease hold assets. Freehold land is not depreciated. An item of PPE is derecognized upon disposal or when no future economic benefits are expected to arise from the continued use of the asset.

Certain items of small value like calculators, wall clock, kitchen utensils etc. whose useful life is very limited are directly charged to revenue in the year of purchase. Cost of mobile handsets is also charged against revenue. The residual value of all the assets is taken as Re 1/-. The useful lives of the assets are taken as under:-

Name of Assets	Useful life as adopted by the company as per Schedule II
A. General Assets	
Furniture & Fittings	10
Office Equipment	5
Vehicles – Scooter	10
Vehicles – Car	8
Computers - Servers and networks	6
Computers – End User Devices	3
Lease-hold Land	As per Lease Agreement
Wagon Rakes	As per Agreement / Wagon Investment Scheme
Electrical installations excluding fans	10
Water Supply, Sewerage and Drainage	5
Roads	
Carpeted Roads – RCC	10
Carpeted Roads - Other than RCC	5
Non Carpeted Roads	3
Culverts	30
Buildings	
RCC	60
Other than RCC	30
Residential Flats (Ready Built)	

RCC	60
Other than RCC	30
Temporary Structure & wooden partition	3
Warehouse / Godown	30
B. Manufacturing Unit's Assets	
Factory Buildings	30
Electronic installations excluding fans	10
Water Supply, Sewerage and Drainage	5
Plant and Machinery	
Single Shift	15
Double Shift	10
Triple Shift	7.5
Plant and Machinery- Wind Energy Generation Plant	22
C. Fixed Assets created on Land and neither the Fixed Assets nor the Land belongs to the Company	5
D. Amortization of Intangible Assets	
Softwares	5 years or License period as applicable

10. Borrowing Costs

The Company capitalises borrowing costs that are directly attributable to the acquisition, construction or production of qualifying asset as a part of the cost of the asset.

The Company recognises other borrowing costs as an expense in the period in which it incurs them. A qualifying asset is an asset that necessarily takes a substantial period of time to get ready for its intended use or sale.

11. Inventory

Inventories are stated at the lower of cost and net realisable value. Net realisable value represents the estimated selling price for inventories less all estimated costs of completion and costs necessary to make the sale. The method of determination of cost and valuation is as under:

Cost of Inventories comprises - of Cost of Purchase, cost of conversion and other costs incurred in bringing them to their present location and condition.

Raw Materials and Work-in-Progress are valued at cost using the Weighted Average cost method.

Goods- produced and purchased are valued at Cost or Net Realizable value whichever is lower.

Excise duty in respect of finished goods awaiting dispatch is included in the valuation of inventory.

Stores and Spares, Packing material are carried at cost, ascertained on weighted average basis. Necessary provision is made in the case of obsolete and non moving items.

12. Provisions

Provisions are recognized when the company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

13. Contingent Liabilities / Assets

Contingent Liabilities

Contingent liabilities are not recognized but disclosed in Notes to the Accounts when the company has possible obligation due to past events and existence of the obligation depends upon occurrence or non-occurrence of future events not wholly within the control of the company.

Contingent liabilities are assessed continuously to determine whether outflow of economic resources have become probable. If the outflow becomes probable then relative provision is recognized in the financial statements.

Where an entity is jointly and severally liable for an obligation, the part of the obligation that is expected to be met by other parties is treated as a contingent liability.

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS:

The entity recognises a provision for the part of the obligation for which an outflow of resources embodying economic benefits is probable, except in the extremely rare circumstances where no reliable estimate can be made

Contingent Liabilities are disclosed in the General Notes forming part of the accounts

Contingent Assets

Contingent Assets are not recognised in the financial statements. Such contingent assets are assessed continuously and are disclosed in Notes when the inflow of economic benefits becomes probable. If it's virtually certain that inflow of economic benefits will arise then such assets and the relative income will be recognised in the financial statements.

14. Employee benefits

i. Provision for gratuity, leave encashment / availment and long service benefits i.e. service award, compassionate gratuity and employees' family benefit scheme is made on the basis of actuarial valuation using the projected unit credit method. Re- measurement, comprising actuarial gains and losses, the effect of the changes to the asset ceiling (if applicable) and the return on plan assets (excluding interest), is reflected immediately in the statement of financial position with a charge or credit recognized in other comprehensive income in the period in which they occur. Re-measurement recognized in other comprehensive income is reflected immediately in retained earnings and will not be reclassified to Statement of Profit or Loss.

ii. Provision for post-retirement medical benefit is made on defined contribution basis.

iii. Provident fund contribution is made to Provident Fund Trust on accrual basis.

iv. Payment of Ex-gratia and Notice pay on Voluntary Retirement are charged to revenue in the year incurred.

v. Superannuation plan, a defined contribution scheme is administered by Life Insurance Corporation of India (LIC). The Company makes contributions based on a specified percentage of each eligible employee's salary.

Short-term employee benefit obligations

Short-term employee benefit obligations are measured on an undiscounted basis and are recorded as expense as the related service is provided. A liability is recognized for the amount expected to be paid under PLI / PRP Scheme, if the Company has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.

15. Taxation

Income tax expense represents the sum of the tax currently payable and deferred tax.

Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from 'profit before tax' as reported in the statement of profit or loss and other comprehensive income/statement of profit or loss because of items of income or expense that are taxable or deductible in other years and items that are never taxable or deductible. The Company's current tax is calculated using tax rates that have been enacted or substantively enacted by the end of the reporting period.

Deferred tax

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

Deferred tax liabilities are recognized for taxable temporary differences associated with investments in subsidiaries and associates, and interests in joint ventures, except where the company is able to control the reversal of the temporary difference and it is probable that the temporary difference will not reverse in the foreseeable future. Deferred tax assets arising from deductible temporary differences associated with such investments and interests are only recognized to the extent that it is probable that there will be sufficient taxable profits against which to utilize the benefits of the temporary differences and they are expected to reverse in the foreseeable future.

The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

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

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS:

Current and deferred tax for the year

Current and deferred tax are recognized in profit or loss, except when they relate to items that are recognized in other comprehensive income or directly in equity, in which case, the current and deferred tax are also recognized in other comprehensive income or directly in equity respectively. Where current tax or deferred tax arises from the initial accounting for a business combination, the tax effect is included in the accounting for the business combination.

However the Company is in Losses. So, there is no current tax for the current Financial Year

16. Investment Property

Investment properties are properties held to earn rentals and/or for capital appreciation (including property under construction for such purposes). Investment properties are measured initially at cost, including transaction costs. All of the Company's property interests held under operating leases to earn rentals or for capital appreciation purposes are accounted for as investment properties.

After initial recognition, the company measures investment property at cost.

An investment property is derecognized upon disposal or when the investment property is permanently withdrawn from use and no future economic benefits are expected from the disposal. Any gain or loss arising on de recognition of the property (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in profit or loss in the period in which the property is derecognized.

Investment properties to be depreciated in accordance to the class of asset that it belongs and the life of the asset shall be as conceived for the same class of asset at the Company.

17. Impairment

If the recoverable amount of an asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (or cash-generating unit) is reduced to its recoverable amount. An impairment loss is recognized immediately in profit or loss, unless the relevant asset is carried at a revalue amount, in which case the impairment loss is treated as a revaluation decrease.

Recoverable amount is the higher of fair value less costs of disposal and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

When an impairment loss subsequently reverses, the carrying amount of the asset (or a cash-generating unit) is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognized for the asset (or cash-generating unit) in prior years. A reversal of an impairment loss is recognized immediately in profit or loss, unless the relevant asset is carried at a revalued amount, in which case the reversal of the impairment loss is treated as a revaluation increase.

At the end of each reporting period, the company reviews the carrying amounts of its tangible, intangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). When it is not possible to estimate the recoverable amount of an individual asset, The Company estimates the recoverable amount of the cash-generating unit to which the asset belongs. When a reasonable and consistent basis of allocation can be identified,

Intangible assets with indefinite useful lives and intangible assets not yet available for use are tested for impairment at least annually, and whenever there is an indication that the asset may be impaired.

Impairment of financial assets

Financial assets, other than those at Fair Value through Profit and Loss (FVTPL), are assessed for indicators of impairment at the end of each reporting period. Financial assets are considered to be impaired when there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows of the investment have been affected. For Available for Sale (AFS) equity investments, a significant or prolonged decline in the fair value of the security below its cost is considered to be objective evidence of impairment.

For all other financial assets, objective evidence of impairment could include:

- Significant financial difficulty of the issuer or counterparty;
- Breach of contract, such as a default or delinquency in interest or principal payments;
- It becoming probable that the borrower will enter bankruptcy or financial re-organisation; or the disappearance of an active market for that financial asset because of financial difficulties.

For certain categories of financial assets, such as trade receivables, assets are assessed for impairment on individual basis. Objective evidence of impairment for a portfolio of receivables could include company's past experience of collecting payments, an increase in the number of delayed payments in the portfolio past the average credit period of zero days, as well as observable changes in national or local economic conditions that correlate with default on receivables.

For financial assets that are carried at cost, the amount of impairment loss is measured as the difference between the asset's carrying amount and the present value of the estimated future cash flows discounted at the current market rate of return for a similar financial asset. Such impairment loss will not be reversed in subsequent periods

The carrying amount of the financial asset is reduced by the impairment loss directly for all financial assets with the exception of trade receivables; such impairment loss is reduced through the use of an allowance account for respective financial asset. When a trade receivable is considered uncollectible, it is written off against the allowance account. Subsequent recoveries of amounts previously written off are credited against the allowance account. Changes in the carrying amount of the allowance account are recognized in profit or loss.

For financial assets measured at amortised cost, if, in a subsequent period, the amount of the impairment loss decreases and the decrease can be related objectively to an event occurring after the impairment was recognized, the previously recognized impairment loss is reversed through profit or loss to the extent that the carrying amount of the investment at the date the impairment is reversed does not exceed what the amortised cost would have been had the impairment not been recognized.

De-recognition of financial assets

The Company de-recognises a financial asset when the contractual rights to the cash flows from the asset expire, or when it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another party. If the Company neither transfers nor retains substantially all the risks and rewards of ownership and continues to control the transferred asset, The Company recognises its retained interest in the asset and an associated liability for amounts it may have to pay.

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

On de-recognition of a financial asset in its entirety, the difference between the asset's carrying amount and the sum of the consideration received and receivable and the cumulative gain or loss that had been recognized in other comprehensive income and accumulated in equity is recognized in profit or loss.

18. Earnings per share

A basic earnings per equity is computed by dividing the net profit attributable to the equity holders of the company by the weighted average number of equity shares outstanding during the period. Diluted earnings per equity share is computed by dividing the net profit attributable to the equity holders of the company by the weighted average number of equity shares considered for deriving basic earnings per equity share and also the weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares.

The dilutive potential equity shares are adjusted for the proceeds receivable had the equity shares been actually issued at fair value (i.e. the average market value of the outstanding equity shares). Dilutive potential equity shares are deemed converted as of the beginning of the period, unless issued at a later date. Dilutive potential equity shares are determined independently for each period presented.

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

19. Discontinued operations

A discontinued operation is a component of the Company's business that represents a separate line of business that has been disposed off or is held for sale, or is a subsidiary acquired exclusively with a view to resale. Classification as a discontinued operation occurs upon the earlier of disposal or when the operation meets the criteria to be classified as held for sale.

20. Financial instruments

Non-derivative financial instruments

Non-derivative financial instruments consist of:

- financial assets, which include cash and cash equivalents, trade receivables, unbilled revenues, finance lease receivables, employee and other advances, investments in equity and debt securities and eligible current and non-current assets;
- financial liabilities, which include long and short-term loans and borrowings, bank overdrafts, trade payables, eligible current and non-current liabilities.

Non derivative financial instruments are recognized initially at fair value including any directly attributable transaction costs.

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS:

Financial assets are derecognized when substantial risks and rewards of ownership of the financial asset have been transferred. In cases where substantial risks and rewards of ownership of the financial assets are neither transferred nor retained, financial assets are derecognized only when the Company has not retained control over the financial asset.

Subsequent to initial recognition, non derivative financial instruments are measured as described below:

a) Cash and cash equivalents

For the purposes of the cash flow statement, cash and cash equivalents include cash in hand, at banks and demand deposits with banks, net of outstanding bank overdrafts that are repayable on demand and are considered part of the Company's cash management system. In the statement of financial position, bank overdrafts are presented under borrowings within current liabilities.

b) Investments in liquid mutual funds, equity securities (other than Subsidiaries, Joint Venture and Associates) are valued at their fair value. These investments are measured at fair value and changes therein, other than impairment losses, are recognized in other comprehensive income and presented within equity, net of taxes. The impairment losses, if any, are reclassified from equity into statement of income. When an available for sale financial asset is derecognized, the related cumulative gain or loss recognised in equity is transferred to the statement of income.

c) Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. They are presented as current assets, except for those maturing later than 12 months after the reporting date which are presented as non-current assets. Loans and receivables are initially recognized at fair value plus directly attributable transaction costs and subsequently measured at amortized cost using the effective interest method, less any impairment losses. Loans and receivables comprise trade receivables, unbilled revenues and other assets.

The company estimates the un-collectability of accounts receivable by analysing historical payment patterns, customer concentrations, customer credit-worthiness and current economic trends. If the financial condition of a customer deteriorates, additional allowances may be required.

d) Trade and other payables

Trade and other payables are initially recognized at fair value, and subsequently carried at amortized cost using the effective interest method. For these financial instruments, the carrying amounts approximate fair value due to the short term maturity of these instruments.

e) Investments in Subsidiary, Associates and Joint Venture

The company accounts investment in subsidiary, joint ventures and associates at cost

An entity controlled by the company is considered as a subsidiary of the company.

Investments in subsidiary company outside India are translated at the rate of exchange prevailing on the date of acquisition.

Investments where the company has significant influence are classified as associates. Significant influence is the power to participate in the financial and operating policy decisions of the investee but is not control or joint control over those policies.

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

21. Segment Information

The company is principally engaged in single business segment viz., “Power and Telecom Tower”, and operates in one geographical segment as per on 'Segment Reporting'. Accordingly no segment reporting has been made by the company.

22. Going Concern

The Group has incurred loss during the year and has negative net worth as at 31March 2020 that may create uncertainties. However various initiatives taken by the company in relation to cost saving, optimising revenue management opportunities and enhance ancillary revenues is expected to result in improved operating performance, there are positive signs where most of the lenders have accepted for a restructuring proposal. Accordingly the financial statements continue to be prepared on a going concern basis, which contemplates realisation of assets and settlement of liabilities in the normal course of business.

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS:

Consolidated Statement of Changes in Equity (SOCIE) (Rs in lakhs)

	As at March 31, 2020		As at March 31, 2019	
	No. of Shares	Rs.	No. of Shares	Rs.
(A) Equity share capital				
Balance at the beginning of the reporting period	5,65,44,552	5,654.46	5,65,44,552	5,654.46
Change in equity Share capital during the year	-	-	-	-
Balance at the end of the reporting period	5,65,44,552	5,654.46	5,65,44,552	5,654.46

(Rs in lakhs)

(B) Other equity	**Reserves & Surplus**					
	Captial Reserve	**Capital Redemption Reserve**	**Securities Premium Reserve**	**Foreign Currency Translation Reserve**	**Retained earnings**	**Total Other Equity**
Balance as at April 1, 2018	11,736.77	296.80	36,332.19	7,320.59	(78,249.19)	(22,562.84)
Profit/(loss) for the year	-	-	-	-	(67,496.33)	(67,496.33)
Other comprehensive income for the year, net of taxes	-	-	-	(6,803.11)	-	(6,803.11)
Others	-	-	-	-	-	-
Total comprehensive income for the year	-	-	-	(6,803.11)	(67,496.33)	(74,299.44)
Dividend (including tax on dividend)	-	-	-	-	-	-
Balance as at March 31, 2019	11,736.77	296.80	36,332.19	517.48	(1,45,745.52)	(96,862.28)
Balance as at April 1, 2019	11,736.77	296.80	36,332.19	517.48	(1,45,745.52)	(96,862.28)
Profit for the year	-	-	-	-	(22,228.99)	(22,228.99)
Other comprehensive income for the year, net of taxes	(67.10)	-	-	1,722.93	-	1,655.83
Others	-	-	-	-	-	-
Total comprehensive income for the year	(67.10)	-	-	1,722.93	(22,228.99)	(20,573.16)
Dividend (including tax on dividend)	-	-	-	-		-
Balance as at March 31, 2020	11,669.67	296.80	36,332.19	2,240.42	(1,67,974.51)	(1,17,435.44)

See Accompanying notes forming part of the financial statements
In terms of our report attached

for and on behalf of the Board of Directors

for Venugopal & Chenoy
Chartered Accountants
FRN No. 004671S

G.Srinivasa Raju
Managing Director
(DIN:00132249)

S Hanumanatha Rao
Director
(DIN:00118801)

P V Sri Hari
M.No.21961

Pathan Apser Hussen
Company Secretary

DR M S Sankar
Resolution Professional
(IP Registration No.IBBI/IPA-001/
IP-P00770/2017-18/11315)

Place : Hyderabad
Date: 29.06.2020

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS:

2.01 Property,Plant and Equipment **(Rs. in lakhs)**

PARTICULARS	Gross Block				Depreciation				Net Block	
	Opening Gross Block as on 01.04.2019	Additions	Deletions	Closing Gross Block as on 31.03.2020	Opening Gross Block as on 01.04.2019	Depreciation	Depreciation withdrawn	Acc. Dep. As on 31.03.2020	Net Block as on 31.03.2020	Net Block as on 31.03.2019
A) Tangible Assets										
Land	1,868.84	-	-	1,868.84	-	-	-	-	1,868.84	1,868.84
Building	3,554.18	-	-	3,554.18	1,116.59	118.71	-	1,235.30	2,318.88	2,437.59
Plant & Machinery	1,85,081.11	12.64	-	1,85,093.76	51,722.50	9,284.71	-	61,007.21	1,24,086.54	1,33,358.61
Workshop Equipments	9.60	-	-	9.60	5.99	0.46	-	6.45	3.15	3.61
Weighing Machine	11.34	-	-	11.34	9.47	0.54	-	10.00	1.33	1.87
Electrical Installations	174.72	-	-	174.72	105.64	8.30	-	113.94	60.78	69.08
Furniture & Fixtures	33.16	-	-	33.16	23.61	2.12	-	25.74	7.42	9.54
Office Equipments	50.55	-	-	50.55	26.71	2.46	-	29.17	21.38	23.84
Vehicles	128.65	-	128.65	-	125.77	-	125.77	-	-	2.88
Computers	108.10	-	-	108.10	108.10	-	-	108.10	-	-
	1,91,020.25	12.64	128.65	1,90,904.24	53,244.39	9,417.30	125.77	62,535.92	1,28,368.32	1,37,775.86
Less: Revaluation Reserve	-	-	-	-	-	-	-	-	-	-
Total of Tangible Assets	1,91,020.25	12.64	128.65	1,90,904.24	53,244.39	9,417.30	125.77	62,535.92	1,28,368.32	1,37,775.86
B) Intangible Assets										
Computer Software	17.13	-	-	17.13	16.87	-	-	16.87	0.27	0.27
Total (A+B)	1,91,037.38	12.64	128.65	1,90,921.37	53,261.25	9,417.30	125.77	62,552.78	1,28,368.59	1,37,776.12

Notes:

Depreciation is provided on Straight Line Basis applying the rates specified in the Schedule II to the Companies Act, 2013. Depreciation on the revalued fixed assets charged to revaluation reserve.

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS:

(Rs in lakhs)

		Year ended 31st March 2020	Year ended 31st March 2019
2.02	**Non-Current Loans**		
	Loans and Advances to Subsidiaries	-	-
		-	-
2.03	**Other non-current assets**		
	Other Loans & Advances	-	-
	Total	-	-
2.04	**Inventories**		
	(at lower of cost or net realizable value)		
	Raw Materials	54.08	54.08
	Work in Process	-	-
	Finished Goods	0.93	137.63
	Stores and Spares	441.97	469.97
	Total	496.99	661.69
2.05	**Trade Receivables**		
	a) Unsecured & Considered Good	31,794.84	40,335.71
	b) Doubtful Debtors	90,263.91	80,385.87
		1,22,058.74	1,20,721.58
	Less: Provision for doubtful debts	90,263.91	80,385.87
	Total	31,794.84	40,335.71
2.06	**Cash and Cash Equivalents**		
	Cash on Hand	0.23	1.57
	Bank Balances in Current Accounts	67.26	68.18
	Deposits with banks	-	-
		67.49	69.75

Notes:

Margin Money Deposits represents margin money kept with various banks for issue of Letter of Credits.

2.07	**Other Current Assets**		
	Advance for Expenses & Others	5.79	2.50
	Advances to Suppliers & Others	0.65	23.49
	Margin Money With Parties	0.19	50.59
	Deposits with Govt Deposit (incl Excise, VAT)	1,100.75	1,063.76
	Total	1,107.37	1,140.34

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS:

2.08 - Equity Share Capital

(i) The authorised, issued, subscribed and fully paid-up share capital

(Rs in lakhs)

Particulars	As at 31 March, 2020		As at March 31, 2019	
	No. of shares	Rs.	No. of shares	Rs.
Authorised:				
Equity shares of Rs.1/- each with voting rights	79,00,00,000	79,000.00	79,00,00,000	79,000.00
1% Cumulative Redeemable Preference Shares of Rs.100/-	21,00,00,000	2,10,000.00	21,00,00,000	2,10,000.00
Issued, Subscribed and Fully Paid:				
Equity shares of Rs1/- each with voting rights	5,65,44,552	5,654.46	5,65,44,552	5,654.46
Total	5,65,44,552	5,654.46	5,65,44,552	5,654.46

The equity shares of the Company having par value of Rs.1/- per share, rank pari passu in all respects including entitlement to dividend.

Repayment of the capital in the event of winding up of the Company will inter alia be subject to the provisions of the Articles of Association of the Company and as may be determined by the Company in General Meeting prior to such winding up.

(ii) Details of shares held by each share holder holding more than 5% shares

Name of shareholder	As at 31 March, 2020		As at March 31, 2019	
	Number of shares held	% holding	Number of shares held	% holding
Equity shares of Rs.1/- each with voting rights				
Yalamanchili Finance & Trading (P) Ltd	47,67,500	8.43%	47,67,500	8.43%
Sujana Holdings Limited	1,21,29,629	21.45%	1,21,29,629	21.45%
Foster Infin & Trading (P) Ltd	50,95,999	9.01%	50,95,999	9.01%
Total	1,68,97,129	38.89%	1,68,97,129	38.89%

(iii) Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the year:

(Rs in lakhs)

	As at 31 March, 2020		As at March 31, 2019	
	Number of shares	Rs.	Number of shares	Rs.
Equity shares				
Opening balance	5,65,44,552	5,654.46	5,65,44,552	5,654.46
Issued during the year	-	-	-	-
Closing balance	5,65,44,552	5,654.46	5,65,44,552	5,654.46
Cumulative Redeemable Preference shares				
Opening balance	-	126.83	-	126.83
Issued during the year	-	-	-	-
Closing balance	-	126.83	-	126.83

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS:

(Rs in lakhs)

		Year ended 31st March 2020	Year ended 31st March 2019
	Reserves & Surplus		
	a) Capital Reserves		
	Opening Balance	11,736.77	11,736.77
	Add: Additions During the Year	(67.10)	-
		11,669.67	11,736.77
	b) Capital Redemption Reserve		
	Opening Balance	296.80	296.80
	Add: Additions During the Year	-	-
		296.80	296.80
	c) Securities Premium Reserves		
	Opening Balance	36,332.19	36,332.19
	Add: Additions During the Year	-	-
		36,332.19	36,332.19
	d) Foreign Currency Translation Reserve		
	Opening Balance	517.48	7,320.59
	Additions/Deletion	1,722.93	(6,803.11)
		2,240.42	517.48
	e) Retained Earnings		
	Opening Balance	(1,45,745.52)	(78,249.19)
	Less: Prior Period Adjustments	-	-
		(1,45,745.52)	(78,249.19)
	Add: Profit/(Loss) for the year	(22,228.99)	(67,496.33)
	Less: Dividend and Transfer of Capital Redumption Reserves		
		-	-
		(1,67,974.51)	(1,45,745.52)
	Total (a+b+c+d+e+f)	(1,17,435.44)	(96,862.28)
2.09	Non-Current Borrowings		
	Secured		
	a) Term Loans from Banks (Refer to Note 1)		
	i) Term Loan from Banks	-	-
	ii) From other Parts	-	-
		-	-
	Un-Secured		
	Promoters Contribution as per CDR Schedule	12,297.10	11,805.89
	Unsecured Loan Others	2,026.27	2,026.27
	Deferred sales tax laibility (Refer Note iii)	304.67	304.67
	Loans from Promoters and Promoter Group Companies		
		-	-
		14,628.05	14,136.84
	Total	14,628.05	14,136.84

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS:

(Rs in lakhs)

		Year ended 31st March 2020	Year ended 31st March 2019
2.10	**Provisions**		
	Non-current		
	Employee Benefit obligation	27.81	27.81
		27.81	27.81
	Current		
	Other Provisions		
	Employee Benefit obligation	13.81	20.83
	Dividends & Devidend Tax on CRPS	14.48	14.48
	Provision for Fringe Benefit Tax	-	-
	Provision for Income Tax	5,439.74	5,502.91
		5,468.04	5,538.22
	Total	5,495.84	5,566.02
2.11	**Deferred Tax Liability / (Asset) (Net)**		
	Opening Balance	18,257.72	16,708.17
	Add: Deferred Tax Assets in relatation to	-	
	(i) Difference in depreciation & amortisation for accounting and income tax purposes	827.54	1,555.43
	(ii) Provision for employee benefits	(12.59)	(12.59)
	(iii) Disallowance under Section 43B of Income Tax Act, 1961	-	-
		19,072.68	18,251.01
2.12	**Current Borrowings**		
	Secured		
	From Consortium Banks (Refer to Note i)	1,31,023.76	1,31,075.82
	Total	1,31,023.76	1,31,075.82
2.13	**Trade Payables**		
	i) Acceptance	-	-
	ii) Trade Payables	948.55	997.81
	Total	948.55	997.81
2.14	**Other Financial Liabilities**		
	Current Maturities of Long Term Debt (Refer to Note i)	88,463.79	88,463.79
	Term Loans - (Refer to Note ii)	13,211.54	12,085.20
	Advances from Customers	-	-
	Statutory Liabilities	91.39	78.07
	Total	1,01,766.72	1,00,627.06
2.15	**Other Current Liabilities**		
	Loans and advances from related parties	-	-
	Sundry Creditors for Services & Others	553.84	410.04
	Total	553.84	410.04

i) Working capital demand loan from banks carry interest @ 11.5% is secured by way of pari passu first charge on the current assets and pari passu second charge on the fixed assets of the company, both present & future, and further secured by the personal guarantee of promoter directors of the company.

ii) Term loans from Banks carry interst @ 11% are secured by first chage on all fixed assetsof the Company, excluding fixed assets of Khanapur plant, present and future and secured by personal guarantees of promoter directors and repayable in Quarterly installments as per CDR Package.

iii) 14 Years Interest free Salas Tax Deferment Loan received from Government of Andhra Pradesh Repayment

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS:

(Rs in lakhs)

		Year ended 31st March 2020	Year ended 31st March 2019
2.16	**Revenue from Operations**		
	From Sale of Products (Gross)		
	- Domestic	293.81	4,189.89
	- Exports	-	-
	Total	293.81	4,189.89
2.17	**Other Income**		
	Interest Income	4.29	4.47
	Other Non-operating Income (net of expenses directlyattributable to such income)	-	
	Forex Gain (Net)	-	-
	Other Opetating Income	118.87	0.34
	Total	123.16	4.81
2.18	**(a) Cost of Material Consumed**		
	Opening Stock of Raw material	54.08	365.51
	Add: Purchases	-	2,824.64
		54.08	3,190.14
	Less: Closing Stock	54.08	54.08
	Total	-	3,136.06
	(b) Purchases of Stock-in-Trade		
	Opening stock	-	-
	Add: Purchases	-	-
		-	-
	Less: Closing stock	-	-
	Stock-in-Trade materials consumed	-	-
2.19	**Changes in Inventories**		
	a) Opening Stock		
	Finished Goods	137.63	588.19
	Work-in-Progress	-	36.31
		137.63	624.50
	b) Closing Stock		
	Finished Goods	0.93	137.63
	Work-in-Progress	-	-
		0.93	137.63
	(Increase) / Decrease (a - b)	136.70	486.87
2.20	**Employee Benefits Expense**		
	Salaries and Wages	254.98	294.98
	Contribution to Provident and Other Funds	8.10	11.14
	Directors remuneration	-	-
	Total	263.07	306.12

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS:

(Rs in lakhs)

		Year ended 31st March 2020	Year ended 31st March 2019
2.21	**Finance Costs**		
	Interest on working capital loans	-	-
	Interest Expenses on Term Loans	1,617.55	4,105.69
	Other borrowing costs	2.19	2,727.92
	Total	1,619.74	6,833.61
2.22	**Other Expenses**		
	Consumption of stores, loose tools and spare parts	169.99	684.47
	Power and fuel	25.03	151.48
	Repairs and maintenance:	1.29	11.16
	Rates and taxes, excluding, taxes on income	5.77	20.20
	Insurance	62.44	0.15
	Traveling and conveyance	6.82	10.56
	Communication	-	0.52
	Contract labor charges (security charges)	15.92	36.33
	Legal and professional fees	14.84	77.88
	Auditor Remuneration	3.80	-
	Sales promotion and advertisement	0.30	1.81
	Loss on sale of Investments	-	(140.98)
	Loss on sale of Vehicles	(11.24)	(2.87)
	Advances Written Off	-	2,723.14
	Provision for Bad Debts	9,878.04	46,425.11
	Printing and stationery	0.10	4.50
	Sitting Fees	0.70	2.70
	Sundry Debit Balances Written off	201.28	-
	Pending Excise Case disposed Off	19.11	-
	Miscellaneous expenses	-	0.07
	Total	10,394.19	50,006.22