

Date: 8th September 2022.

To,
The Manager,
Department of Corporate Services,
BSE Limited
P. J. Towers, Dalal Street,
Mumbai – 400 001.

BSE Scrip ID: 543364

Subject: Submission of Annual Report for the financial year 2021-22, including Notice of the 20th Annual General Meeting.

RE: Disclosures under Regulation 30 and 34 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the "SEBI Listing Regulations").

In continuation of outcome filed on 5th September 2022, intimating that the 20th Annual General Meeting ("AGM") of the Company will be held on Friday, 30th September 2022, at 11:00 A.M. through Video Conferencing ("VC") / Other Audio-Visual Means ("OAVM") at the Registered Office of the Company situated at 502, A Wing, Shree Nand Dham, Sector 11, CBD Belapur, Navi Mumbai 400 614, Maharashtra, and pursuant to reg.34 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, we submit herewith the copy of Annual Report for financial year 2021-22, along with copy of Notice of 20th Annual General Meeting for your records.

It is further brought to your notice that the Annual Report 2021-22 along with Notice of 20th Annual General Meeting will be sent to you all the shareholders through email at their registered email ids.

The Members of the Company have been provided the facility to exercise their right to vote on the resolution proposed to be passed at the AGM by electronic means. Members who hold shares as on the cut-off date i.e. Friday, 23rd September 2022 may cast their vote by remote e-voting or e-voting at the meeting. The remote e-voting period commences from 09:00 A.M. IST on Tuesday, 27th September 2022 and ends at 5:00 P.M. IST on Thursday, 29th September 2022.

The Annual Report containing the Notice is also uploaded on www.markolines.com

We request you to kindly take the above on record.

Thanking You,

Yours Sincerely,

For Markolines Pavement Technologies Limited
(Formerly known as Markolines Traffic Controls Limited)


Parag Jagdale
Company Secretary & Compliance Officer
Membership No. A52205





PAVING THE PATH TOWARDS AN INNOVATIVE FUTURE

ANNUAL REPORT
2021 - 2022



Paving The Path Towards An Innovative Future

India, with its ambitious goals, is in continuous need of boosting it's infrastructure. Markolines believes infrastructure development is a key to substantial socio-economic progress. In the past decade, the country has seen a massive increase in investments in infrastructure; roads & highways being the epicentre. The infrastructure push has resulted in numerous new doors of opportunities.

Markolines is committed to transformation at every turn and works with an innovative approach that is in tune with the global dynamics. Innovation is the key to our continued success and is a result of a thorough comprehension of the business, faith in teamwork, and an acute awareness of opportunities

for the future. The company has steadily built its capabilities by curating the best workforce, owning the required fleet of equipment, and introducing innovative & modern solutions.

The company is looking forward to foraying into new related areas of O&M and infrastructure and targeting projects in newer geographies. Such accomplishments encourage to pave brighter and more innovative business prospects in the future. The company has drawn an adequate blueprint that will further help in setting the standard for excellence as well as will lead to achieving its goals. In the coming years, Markolines looks forward to retain its leadership position in the Highway O&M space in the country.

Table Of Content



02

Corporate Overview

Founders' Communique	2
Corporate identity	6
Quick Facts	10
Journey Over the Period	12
Key Strength	14
Our Service Offerings	16
Key Performance Indicators	18
Geographical Presence	20
Board of Directors	22
Awards & Recognitions	25
Corporate Information	26

Disclaimer:
In this annual report, we may have disclosed certain forward-looking information to enable investors to comprehend our prospects and take informed investment decisions. This report and other statements - written and oral - that we periodically make certain forward-looking statements that set out anticipated results based on the management's plans and assumptions. We have tried wherever possible to identify Forward-looking statements such statements by using words such as 'anticipates', 'estimates', 'expects', 'projects', 'intends', 'plans', 'believes', and words of similar substance in connection with any discussion of future performance. We cannot guarantee that these forward looking statements will be realised, although we believe we have been prudent in our assumptions. The achievement of results is subject to risks, uncertainties and even inaccurate assumptions. Should known or unknown risks or uncertainties materialise, or should underlying assumptions prove inaccurate, actual results could vary materially from those anticipated, estimated or projected. Readers should bear this in mind. We undertake no obligation to publicly update any forward-looking statements, whether as a result of new information, future events or otherwise.



27

Statutory Reports

Management Discussion and Analysis	27
Notice	37
Directors' Report	48
Secretarial Audit Report	60



67

Financial Statements

Independent Auditor's Report	67
Balance Sheet	75
Statement of Profit & Loss	76
Cash Flow Statement	77
Notes	79

Founders' Communiqué



Mr. Vijay R. Oswal
Founder & Chief Financial Officer

Mr. Sanjay B. Patil
Founder, Chairman and Managing Director

“

We intend to further consolidate our position and look forward to adding a few more specialized activities in the Highway Sector to our product line to be ahead of the competition and maintain leadership.

”

Dear Shareholders,

We are pleased to present Markolines Pavement Technologies Limited's (MPTL) first post-listing Annual Report. At the outset, we extend a warm welcome to all the shareholders and our sincere gratitude for their confidence in the company. In this report, we will be taking you through the journey of your Company, opportunities in the infrastructure space, our performance over the years, and future prospects of the Company.

The entire world has been battling with COVID-19 pandemic for the past two years, leaving the global economy in a spine-jerk situation. Soon after this,

as the world was trying to achieve normalcy, there was a long queue of hurdles waiting in the way. The ruptured supply chain triggered the non-availability of raw materials, the geopolitical crisis elevated the volatility in crude prices all these factors combinedly translated into inflation. The infrastructure industry is also impacted by these headwinds in terms of input cost pressure as a result of significant increases in major commodity prices, particularly steel, bitumen, and cement. Even in the midst of a global economic crisis and extremely uncertain times, Markolines demonstrated tenacity and has set a path for its growth.

Brief on Industry

Roads & Highways are an important part of a country's infrastructure for economic growth. It influences the structure, pace, and pattern of development. India has about 63,72,000 kms of road network, which is the second largest in the world in terms of length. Road transport has grown in popularity as the country has become more connected and accessible coupled with an improving number of high speed highways or expressways connecting cities. The Government of India has allocated ₹199,108 crores to the Ministry of Road Transport and Highways (MoRTH) in the Union Budget 2022-23.

Since 2014, the National Highway network in the country has increased by 55%, from 91,287 km in March 2014 to 1,41,190 km in March 2022. The pace of National Highway development has also increased significantly, with average daily construction increasing by more than 2.5 times from 13 km/day in 2009-14 to 33 km/day in 2020-22. NHAI also aims to achieve the construction target of 50 kms/per day for highways.

The Ministry has set aside ₹2,586 crores for road and highway maintenance for FY 2022-23. (including toll bridges). With the increasing road networks, it is inevitable that the road maintenance industry will also witness enormous growth in the coming years.



ToT began a few years ago, and NHAI has successfully monetized 21 stretches totaling 1,540 kms for nearly ₹23,000 crores from both domestic and international investors. The National Highways Authority of India (NHAI) is optimistic about meeting the ₹20,000 crore asset monetization target in FY 2022-23. The National Electronic Toll Collection (NETC) program, the flagship initiative of MoRTH, has been implemented on a pan-India basis to ensure seamless movement of traffic through toll plazas and increase transparency in user fee collection using FASTag. Toll collections via FASTags increased by nearly 67% year on year basis to ₹38,084 crores in FY 2021-22, continuing the recent trend of robust growth in such receipts.

How it all started

Your Company began operations as ‘Mark-O-Line Traffic Controls Private Limited’ in 2002 as a single service company providing thermoplastic road marking and pioneered extrusion technology for road marking in India by importing a fully automated machine that was used to mark the road precisely and hassle-free.

Highway operation and maintenance (O&M) are tedious and require specialized skill sets. The private players whose primary activity was development did not want to diversify into ancillary services and wanted to remain focused on their core business. This sought the option of outsourcing the operation & maintenance. Looking at this massive opportunity and the lack of organized players in the market, the company decided to foray into the Highway O&M. So, in 2009, your Company ventured into Highway O&M and bagged 10 toll plaza maintenance projects within three years. Having been able to execute the projects on time with exceptional quality and continued support from the clients in terms of work built our confidence and subsequently, your Company forayed into Microsurfacing in 2014 and Major Maintenance & Repairs (MMR) for highways in 2016. By 2017, MPTL became India’s largest O&M Company with a presence across states and a strong order book across verticals. To summarize, in the last two decades, MPTL has transformed from a single service to a multifaceted infrastructure and highway O&M company with its own equipment and employee force. MPTL aims to be a leader in transformation in highway O&M.

Robust growth trajectory

Markolines delivered a stellar performance in FY 2021-22, demonstrating a never-ending desire to deliver an unwavering commitment toward quality. As we are setting our foot in the next fiscal, we are even more excited and confident to maintain our position as the industry leader in highway O&M. The figures we reported during the fiscal year demonstrate our competitiveness and long-term viability.

Your Company had mere 250 employees in FY 2017-18 which we proudly say has grown to ~1500 in FY 2021-22. Similarly, your Company has a fleet of owned equipment, it started from 1 machine in 2002 to 40 machines in FY 2021-22. These owned equipment and employees gives us an opportunity to mobilize man and machine to projects quickly and provide a major competitive advantage over other players in the market

Your Company concluded the financial year with a strong financial position with enough flexibility to act on future growth opportunities. We have seen exceptional & consistent growth in our key metrics. Revenue, EBITDA & PAT have grown more than 3 fold. The net debt to equity ratio has significantly reduced from 1.73 times in FY 2017-18 to 0.38 times in FY 2021-22.

Your Company focuses on optimal utilization of assets and leaves no opportunity to increase the overall equipment effectiveness thereby eliminating quality issues, improving output and the critical life of assets. The asset utilization which was 5.11 times in FY 2017-18, now stands at 9.14 times.

Financial highlight: 2021-22

- ➔ The order book for FY 2021-22 stood at ₹3,837 Mn as compared to ₹2,020 Mn in the previous year. The Company secured new orders worth ₹1,817 Mn during the year, reflecting an increase of 89.95%
- ➔ The Company’s revenue grew by 18.35% Y-o-Y to ₹1,886.43 Mn for the financial year 2021-22 from ₹1,577.06 Mn for the financial year 2020-21
- ➔ Earnings Before Interest Tax Depreciation & Amortization (EBITDA) at ₹230.27 Mn for the year 2021-22 grew by 71.29% as compared to ₹134.43 Mn in the previous year
- ➔ Profit after Tax (PAT) at ₹101.08 Mn for the year 2021-22 surged by 151.66% as compared to ₹40.17 Mn in the previous year
- ➔ Earnings per share (EPS) for the year 2021-22 at ₹6.08 recorded an increase of 111.49% from ₹2.87 during the previous year
- ➔ Free Cash Flow balances increase to ₹127.55 Mn in FY 2021-22 as compared to ₹64.75 Mn in the previous year
- ➔ The Net Worth of the shareholders stood at ₹710.31 Mn in FY 2021-22 as compared to ₹248.21 Mn in the FY 2020-21

5 Year CAGR



Order Book
65.15%



Revenue
37.97%



EBITDA
34.66%



PAT
33.85%



Outlook

MPTL started with a single product and has emerged to be a leader in the Highway O&M space with a complete range of products and services. In the near future, we intend to further consolidate our position and look forward to adding a few more specialized activities in the Highway Sector to our product line to be ahead of competition and maintain leadership.

Your Company has decided to venture into the specialized activity of Tunnel Construction. With varied terrain, Tunnel Boring has a huge potential in India due to its ease of traffic movement. There are very few players in India with capabilities in Tunnel Boring and we are looking to capitalize on this opportunity to further fuel our expansion.

We look forward to securing more lucrative projects and keep improving our performance. The emphasis will be on increasing the order book and acquiring more high-value projects with higher margins and technical expertise. This will keep us ahead on the road to success and help gain accolades in infrastructure and highway O&M. The long-term outlook for the infrastructure sector appears promising and we will continue to operate in various segments where we have identified business potential and opportunities to leverage our strengths.

Closing Remarks

Your Company continues to identify and capitalize on growth opportunities across verticals, which has distinguished us as a company synonymous with excellence, dominance, and dependability. The journey ahead might be long and challenging, but we continue to strive to enhance value for our investors.

In closing, we would also like to thank the employees for their unwavering commitment and hard work towards the shared vision and all the clients for their continued support and trust. As we continue to strive for excellence, we will continue to uphold the business values & ethics that have brought us success over the years and kept us ahead of the curve.

Yours sincerely,

Mr. Sanjay B. Patil
Founder,
Chairman & Managing Director

Mr. Vijay R. Oswal
Founder &
Chief Financial Officer

Corporate Identity

About Markolines

Markolines Pavement Technologies Limited (Formerly Markolines Traffic Controls Limited) is a company with expertise in offering superior services primarily in Highway O&M. Our offerings include solution oriented approach & expert consulting for the latest technology-driven solutions to improve asset performance and client experience.

In over a decade and a half, the company has transitioned from a single-product company to a multi-product company and aspire to be a pioneer of transformation in Highway O&M. Going forward, the company aims to consistently venture into new markets and other infra sectors, keeping sustainability and safety at the heart of everything they do.

Mission

Markolines endeavors to enhance its potential for innovation, quality, and speed to be the most trusted and reliable O&M company. We aspire to serve people across the world by expanding boundaries of possibilities and delivering efficient solutions for infrastructure needs, staying focused on sustainability and safety at all times. We apply superior O&M services to manage high-quality infrastructure through highly skilled resources and innovative technology.

Vision

Markolines strives to be at the prime position for Highway O&M Service through cutting-edge technology and execution excellence. We pledge to uphold the values of honesty, transparency and integrity at every step of our journey towards a better future. We are paving the path towards unlimited possibilities to develop into an Indian MNC to deliver high-quality solutions for managing and operating infrastructure assets.



FOUNDED IN 2002

with single product : Road marking



Operated **HIGHEST** number of
outsourced **TOLL PROJECTS**



PAN INDIA
presence



Vision: To be a **LEADING**
INDIAN MNC in Highway O&M



Transformed into India's
LARGEST O&M
COMPANY in highway sector



Complete setup of **SELF-OWNED MACHINERY**



Only company in India with a
TECHNOLOGY CENTER
for pavement preservation

Growth Strategies

Continue to enhance execution efficiency focusing on O&M business in Highways sector

To continue to be a key player in India's Highway O&M sector

Diversify beyond projects in the roads and highways sector by leveraging existing capabilities

Strengthen Internal Systems and Continue to Focus on Technology and Operational Efficiency

Selectively expand geographical footprint to deliver high quality services

Strategic Acquisition and Alliance Opportunities

Core Purpose

Markolines aspires to be a

L E A D E R

in the industry to:

L

Leverage its domain expertise

E

Enhance creativity, sense of leadership and worthiness

A

Aim to be an Indian MNC

D

Deliver quality products and services

E

Eco-friendly technology usage

R

Retain commitment to clients & employees

Core Values

Our foundation is rooted in the values that guide us through our journey towards success.



FOR THE COMPANY

Markolines is driven by innovation to derive out-of-the-box solutions. We understand the unique needs of our customers and offer reliable services.



FOR THE TEAM

We nurture a sense of equality among our team members and offer them ample opportunities to pursue their passion and grow.



FOR THE CUSTOMERS

We are committed to surpassing customer expectations and achieving customer loyalty with our excellent services delivered on schedule. We adhere strictly to ethical practices to aim for 100% customer satisfaction, with integrity.

Quick Facts



All the numbers as on 31st March, 2022

Journey Over the Period

2012

10 Toll Plazas under management within a short span of three years

2009

Ventured into Highway Operation & Maintenance

2002

Incorporated Mark-O-line Traffic Controls Pvt. Ltd.

Started Thermoplastic Road Marking

Introduced the extrusion technology for road marking in India



2014

Ventured into Microsurfacing

Partnered with Bergkamp Inc. USA for Microsurfacing Paver

Established the Technology Centre for Pavement Preservation

2016

Started Major Maintenance & Repairs (MMR) for highways

Received a single order of 125 kms for MMR which was worth 1.5 times of the earlier year's turnover

2017

Became India's largest O&M Company

300% growth in Orderbook over last year in highway O&M

Introduced Microsurfacing with fiber in India

2018

Ventured in Bitumen Stabilised Material/ Cold In-Place Recycling - CIPR and bagged first order.

Successfully Executed the first airport maintenance project of resurfacing @ the Ahmedabad Airport runway.

2020

Experience Of Executing 64 Lakh SQM Microsurfacing Work In India

Executed India's Largest BSM/CIPR Of 152 Lane Kms /6.35 Lakh SQM



2021

Listed on BSE SME Platform

Company name changed to Markolines Pavement Technologies Limited

2022

Company achieves highest ever revenue with order book offering visibility of 2 years from FY22 levels.

Key Strength



Market Leadership

Markolines has a clear market leadership and is the only company in India that offers complete range of highway O&M services.



Exceptional Track Record

Markolines has a proven track record of operating and maintaining highway assets. The growth in the turnover over the last few years demonstrates that they are the preferred vendor and contractor for their clients including some of the major players in the industry.



Experienced Leadership Team

The founders are the driving force of the company taking active part in the operations and providing leadership & direction to the business. Markolines has a very stable executive team with very low attrition rate.



Robust Business Model

Markolines is the largest O&M company with highest experience in various services in India. It is the only company that provides one-stop solutions for all aspects of highway O&M.



First Mover Advantage

Markolines' ability to anticipate new trends in the industry and explore new technology has been a key growth driver. The company has branched out into specialised maintenance services like Micro surfacing (MS), Cold In Place Recycling (CIPR), and Soil Stabilization and are already the market leader in MS & CIPR in terms of quality and volume in India.



Strong Order Book

Markolines' current order book stands at ₹380+ crore as of 31-03-2022, with another ₹700 crore in the pipeline at various stages of completion. With existing contracts renewed continuously every few years, the pipeline of work is very strong, and Markolines' Market Leader position aids in converting pipeline to actual order.



Our Service Offerings

Highway Maintenance



Routine
Maintenance

The Company takes responsibility to maintain and enhance the aesthetic appeal of highways regularly by keeping it neat and operational at all times. Our commitment to enhancing the travel experience for all, correct assessment of road conditions and timely action makes us a preferred partner.

Services managed under Routine Maintenance:

- ➔ Corridor cleaning
- ➔ Horticulture: Watering and Maintenance of median and avenue plantation
- ➔ Highway Structures (Drain Construction, Culvert Construction etc.) and Asset Cleaning.
- ➔ Repair and Rectification of highway assets
- ➔ Electrical Equipment Maintenance



Preventive
Maintenance

Preventive maintenance is performed in response to triggers of deteriorating road condition that requires action before the problem gets out of hand. The Company help keep the roads to the extent possible in its original condition, thus preserving the investments made on road assets.

Services managed under Preventive Maintenance:

- ➔ Microsurfacing
- ➔ Crack Sealing
- ➔ Slurry Sealing
- ➔ Fog Sealing
- ➔ Pothole Filling
- ➔ Patch Repairing
- ➔ Rut Filling



Major Maintenance
and Repairs

The Company undertake major maintenance and repairs of highways which covers rehabilitation, renewal or resurfacing of the assets. Such maintenance project requires accurate planning of resources, adequate safety arrangements, advanced machinery, proper coordination, faster turnaround time and seamless traffic management.

Our Major Maintenance activities involve:

- ➔ Pavement Milling
- ➔ Bituminous Overlay/ Resurfacing
- ➔ Cold - In - Place Recycling (CIPR)
- ➔ Repair and Rehabilitation of Pavement (FDR)
- ➔ Repair/Replacement of Road Furniture like MBCB, RPM, Blinkers, and Pavement Markings etc.



Toll
Operations

The Company's prime objective is to collect maximum revenue by catering to maximum traffic and avoid leakages by minimising exemptions and violations. All the toll operations services are designed considering aspects like safety, effective traffic management and minimum vehicle processing time.

The activities we cover under Toll Operations:

- ➔ Traffic Management
- ➔ Revenue Management
- ➔ Tolling Strategy Studies
- ➔ Staff Recruitment and Training
- ➔ Surveillance and Audit Systems
- ➔ Housekeeping Service
- ➔ MIS Reporting



Road
Patrolling

The Company's Route Patrolling Services ensure that the Highway is under round-the-clock surveillance. The team rigorously monitors the route for encroachments, blockages, & unlawful activities and also keeps an eye for any condition that can potentially disrupt services and takes adequate measures to limit and eliminate the impact.

Under Route patrolling, our services include:

- ➔ Highway Patrol
- ➔ Control Room & HTMS Operations
- ➔ Prevention & Removal of Obstruction / encroachment along the corridor
- ➔ Highway Asset Monitoring and Reporting
- ➔ Security Service



Incident
Management

The Company's Incident Management team undergoes special training to handle any untoward incident that may occur on the routes and manage it in a safe and satisfactory manner till the end. It provide emergency medical aid and immediate evacuation of the injured to a nearby hospital.

Under Incident Management our services include:

- ➔ Accident Management
- ➔ Ambulance Service Management
- ➔ Crane Service Management
- ➔ Fire Fighting Service Management



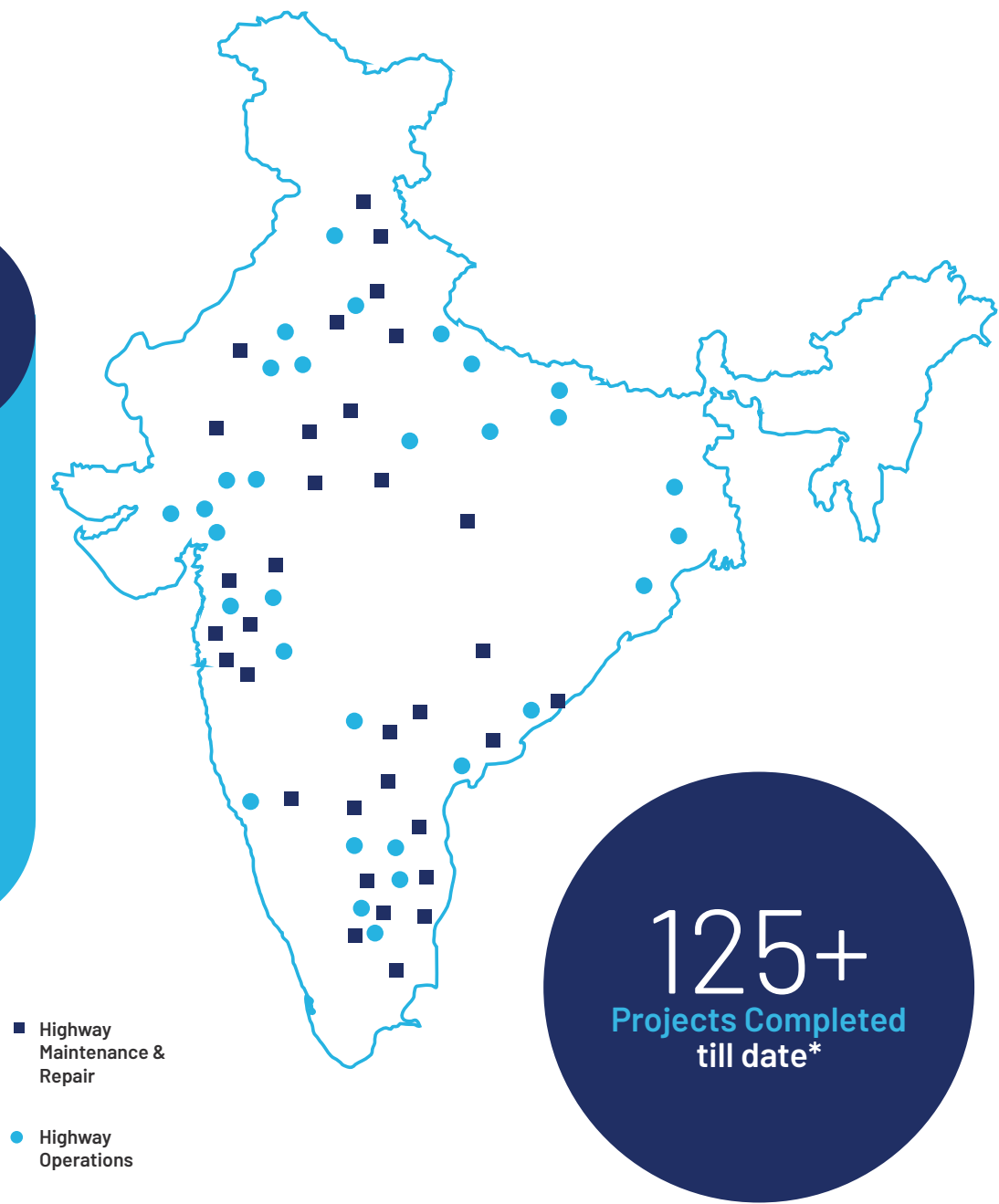
Key Performance Indicators

Revenue		Order Book		Networth		Asset Utilization (X)	
FY22	<div><div></div></div> 1,866	FY22	<div><div></div></div> 3,837	FY22	<div><div></div></div> 710	FY22	<div><div></div></div> 9.14
FY21	<div><div></div></div> 1,577	FY21	<div><div></div></div> 2,020	FY21	<div><div></div></div> 248	FY21	<div><div></div></div> 8.38
FY20	<div><div></div></div> 1,711	FY20	<div><div></div></div> 1,357	FY20	<div><div></div></div> 208	FY20	<div><div></div></div> 9.64
FY19	<div><div></div></div> 732	FY19	<div><div></div></div> 1,514	FY19	<div><div></div></div> 138	FY19	<div><div></div></div> 5.18
FY18	<div><div></div></div> 515	FY18	<div><div></div></div> 516	FY18	<div><div></div></div> 104	FY18	<div><div></div></div> 5.11

EBITDA		PAT		Net Debt/ EBITDA (X)		Net Debt/ Equity (X)	
FY22	<div><div></div></div> 230	FY22	<div><div></div></div> 101	FY22	<div><div></div></div> 1.17	FY22	<div><div></div></div> 0.38
FY21	<div><div></div></div> 134	FY21	<div><div></div></div> 40	FY21	<div><div></div></div> 2.64	FY21	<div><div></div></div> 1.43
FY20	<div><div></div></div> 182	FY20	<div><div></div></div> 70	FY20	<div><div></div></div> 2.04	FY20	<div><div></div></div> 1.79
FY19	<div><div></div></div> 93	FY19	<div><div></div></div> 34	FY19	<div><div></div></div> 4.04	FY19	<div><div></div></div> 2.72
FY18	<div><div></div></div> 70	FY18	<div><div></div></div> 31	FY18	<div><div></div></div> 2.56	FY18	<div><div></div></div> 1.73

*All the numbers are in ₹ million, Unless otherwise Stated

Geographical Presence



*As on 31st March, 2022

Clientele

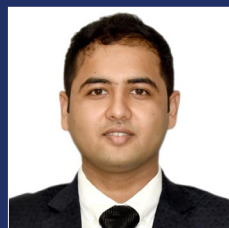
			
			
			
			
			
			
			

Board of Directors



Mr. Sanjay Bhanudas Patil | Founder, Chairman & Managing Director

Mr. Patil is the founder and Chairman & Managing Director of the Company. He has completed a diploma in Mechanical Engineering with over 20 years of experience in Trading Industrial Goods, Construction, Infrastructure, O&M and allied services. He is responsible to develop and successfully execute the company's strategic business plans.



Mr. Karan Atul Bora | Executive Director

Mr. Bora is the Executive Director of the Company. He holds a bachelor's degree in Civil & Environmental Engineering from Cardiff University Prifysgol Caerdydd, UK. He is an Innovative thinker with Broad Based Expertise across divisions in operations, finance, project management and business development. He has proven ability to quickly analyze key business drivers and develop strategies to grow the bottomline.



Mrs. Kirtinandini Sanjay Patil | Non-Executive Director

Mrs. Patil is the Non-Executive Director of our Company. She is an accomplished interior designer with rich experience and a strong background in project management & space planning. She has independently completed over 50 projects of renovating, designing, re-planning, re-structuring (non-architectural) living places, independent houses and offices.



Mrs. Anjali Shivaji Patil | Independent Director

Mrs. Anjali Shivaji Patil aged is an Independent Director of our Company and has over 17 years of experience in Quality Management System. She has completed her Bachelor of Science and Diploma in Business Management from University of Pune. She has also completed her Master in Management Science in Marketing Management, Master in Business Studies in Human Resources Management and Postgraduate Program in Financial Management. She is a keen planner, strategist and implementer with expertise in the preparation of detailed objective-based business plan.



Mr. Akash Manohar Pathak | Independent Director

Mr. Pathak is an Independent Director of our Company. He holds a bachelor's degree in Chemical Engineering from the University of Pune and has an experience of Business development & techno-commercial of over 30 years in Heavy Industry/Power/Food & Beverage/Refinery in handling resins, R.O. chemicals, cooling water chemicals, boiler water chemicals, fire side chemicals and polymers.

Key Managerial Personnels



Mr. Vijay Ratanchand Oswal
Founder, Chief Financial Officer

Mr. Oswal is the Founder & Chief Financial Officer of the Company. He holds a bachelor's degree in Chemical Engineering from the University of Pune, with over 20 years of experience in various field such as Manufacturing, Automobiles, Finance, Real Estate and Construction. He handles the responsibility of finance managing cashflows and allocating budgets to each department. He also takes care of technical affairs and project execution of the company.



Mr. Parag Sudhir Jagdale
Company Secretary and Compliance Officer

Mr. Jagdale is the Company Secretary and Compliance Officer of the company. He has completed his LLB from University of Pune in the year 2010. He is an Associate Member of Institute of Company Secretaries of India and has an experience of over 3 years in the field of Secretarial and legal.

Leadership Team



Mr. Srinivas Nagarkar
Director - Technical



Mr. Niyan Momin
VP Highway Maintenance



Mr. J.B Singh
Head-Business Development



Mr. B. Satpathy
Sr. VP - MMR



Mr. Arun Choudhary
GM - Projects



Mr. Intzar Ali
DGM - Maintenance



Mr. Mahendra Singh
Head - BMU



Mr. Ramveer Singh
Head - BD (O&M)



Mr. Prashant Mohite
Chief Administrative Officer



Ms. Unnati Jiandani
AVP - Accounts



Mr. Santosh Tanavade
AVP - Finance

Markolines Cares: Giving back to the Society

Markolines always walks an extra mile to take care of the society and aspires to be one of the most respected Companies in India delivering superior and sustainable value to all our customers, business partners, shareholders, employees and host communities.

The Company is associated with a Charitable Trust in the name of "Pumpkin House for Children Trust" to promote the education and health of underprivileged, scheduled castes and nomadic tribes children. The trust works on:



Improving the quality of life in
needed children



Eradicating hunger, poverty and
malnutrition



Promoting healthcare including
preventive healthcare



Awards & Recognitions



Corporate Information

BOARD OF DIRECTORS

Mr. Sanjay Bhanudas Patil
Founder, Chairman & Managing Director

Mr. Karan Atul Bora
Executive Director

Mrs. Kirtinandini Sanjay Patil
Non-Executive Director

Mrs. Anjali Shivaji Patil
Independent Director

Mr. Akash Manohar Pathak
Independent Director

KEY MANAGERIAL PERSONNEL

Mr. Vijay R. Oswal
Founder & Chief Financial Officer

Mr. Parag Sudhir Jagdale
Company Secretary and Compliance Officer

REGISTERED OFFICE

502, A Wing, Shree Nand Dham,
Sector-11, CBD Belapur,
Navi Mumbai - 400614,
Maharashtra, India

REGISTRAR & TRANSFER AGENT

Bigshare Services Private Limited
1st Floor, Bharat Tin Works Building,
Opp. Vasant Oasis, Makwana Road, Marol,
Andheri East, Mumbai - 400 059, Maharashtra, India
Tel No.: +91 - 22 - 6263 8200;
Fax No.: +91 - 22 - 6263 8299
investor@bigshareonline.com

STATUTORY AUDITORS

M/s. Gupta Agarwal & Associates
18 Rabindra Saranipoddar Court Gate No 1 room No 502
5th Floor, Kolkata - 700001

INTERNAL AUDITORS

R. G. Mundada & Company
Membership- 41360
Firm Reg. No. - 106685W
14, Purva Plaze, 515/516, Sadashiv Peth, Pune 30

SECRETARIAL AUDITORS

DSM & Associates
Raylon Arcade, C-502, RK Mandir Rd,
Kondivita, Andheri East, Mumbai - 400 059

BANKERS

HDFC Bank Limited

Management Discussion & Analysis



Global Economy

Global growth is expected to have risen to 5.5% in 2021, the quickest since the Great Depression, thanks to the easing of pandemic-related restrictions in many countries. The COVID-19 pandemic resurgences and widespread supply shortages significantly hindered global activity in the second half of last year, despite this annual gain. The aforementioned worries are expected to cause the global growth to decelerate to 4.1 percent in 2022. Owing to a resurgence of pandemics, rising food and energy prices, and more damaging supply disruptions, the near-term outlook for global growth is somewhat weaker, and worldwide inflation is noticeably higher. As pent-up demand declines and supportive macroeconomic policies continue to be unraveled, the expected rate of global GDP in 2023 is 3.2%. Although output and investment in advanced economies are anticipated to resume their pre-pandemic patterns the following year, they are expected to remain significantly below average in emerging market and developing economies (EMDEs), particularly in small states and fragile and conflict-affected nations. This is due to lower vaccination rates, stricter fiscal and monetary policies, and more enduring pandemic scarring.

The conflict in Ukraine has sparked a costly humanitarian crisis that calls for a peaceful solution. In addition, the conflict's economic costs will cause inflation to rise and the global economy to grow far more slowly in 2022. Two difficult policy

trade-offs—fighting inflation and preserving the economy, as well as helping the weak and restoring fiscal buffers—have been made more difficult by the war.

Before the start of the conflict in Ukraine, the post-COVID-19 economic recovery was in varying phases in many nations and regions. There are a number of distinct, recurring themes and risks facing the world, despite the fact that GDP forecasts differs. With anticipated shortages in natural gas, metals, and grains, among many others, supply chain problems have transformed from a post-covid problem to a serious present one. While shortages will affect every region, it is projected that they will affect some of the world's poorest regions and populations disproportionately, adding to the long-term difficulties for the planet's overall recovery. Meanwhile, everyone's focus appears to be shifting to inflation, heightening the possibility of a global cost-of-living disaster.



Indian Economy

In the final quarter of FY 2021-2022, the Indian economy maintained its recovery momentum. The recovery has been fueled by a consistent uptick in industrial output, growth in key industries, and a push of government initiatives and programmes. India has emerged as the economy with the fastest rate of growth in the world with a nominal GDP of 236.44 lakh crore in FY 2021-22, up from 198.01 lakh crore in FY 2020-21, reflecting a 19.4% rise. Real GDP is anticipated to increase to 147.72 lakh crore



in FY 2021-22 from FY 2020-21's First Revised Estimate of GDP of 135.58 lakh crore. GDP growth is projected to increase from 6.6 percent in FY 2020-21 to 8.9 percent in FY 2021-22.

Recent improvements in high-frequency indicators have increased consumer and business confidence. A number of variables are increasing, including freight activity, passenger traffic, electricity use, electronic waybills, and GST receipts. Due to a better economic climate, investment has increased across all sectors and is expected to grow at a rate of 15% in FY 2021-22. More industrial operations should be revived as a result, and the industrial sector should increase from 7% in FY 2020-21 to 11.8 % in FY 2021-22.

The expanding trade deficit and inflationary pressures, on the other hand, continue to be a source of concern. The pressure from high commodity prices will increase production costs and fuel inflation. Inflation is fueled by interruptions in the banking system and supply chain because Russia and Ukraine are major suppliers of raw materials, especially for the semiconductor, food, and automobile industries. The Russian invasion of Ukraine would damage consumers, which will hurt growth, according to the International Monetary Fund (IMF), which recently decreased its prediction for India's growth in 2022-23 by 80 basis points to 8.2 percent. Consumer Price Inflation (CPI) remained high in most quarters during the year, with 6.95% in March 2022 compared to 5.52% in March 2021, according to the Ministry of Statistics and Programme Implementation.

The Indian government has put in place a number of policies to aid in the recovery of the economy of the nation, including monetary policies that are benevolent, programs for the development of infrastructure, the Production Linked Incentive Scheme (PLI), facilitation of foreign direct investments, and loosening of Foreign Trade policy to encourage domestic manufacturing, foreign trade, and sustainable exports.

As the government and RBI work to balance the pressures on inflation, currency, external accounts, and fiscal deficit, India's economy will face serious obstacles in the coming months. Nevertheless, India has emerged stronger and will continue to do so despite the pandemic lasting nearly two years and other geopolitical problems.

The government has implemented a number of beneficial policies and economic changes during the previous few years to stimulate the economy. Under the Aatmanirbhar Bharat vision, the government has launched a Production-Linked Incentive (PLI) scheme for 14 sectors, which is gradually being expanded to many more areas. The National Infrastructure Pipeline and the National Monetization Plan are two structural reforms that the government has put into place to encourage the development of infrastructure. The increase in MSPs and the improvement in procurement increased rural wages.

(Sources: 2nd Estimate National Income 2021-22, MOSPI - IIP, MOSPI - CPI, IBEF, PIB - Foreign Trade, PIB - Economic Survey 2021-22)

Industry Overview

Infrastructure

Infrastructure sector is a key driver for the Indian economy and propels overall development of the country. In Union Budget 2022-23, the government has given a massive push to the infrastructure sector by allocating ₹ 10 lakh crore (US\$ 130.57 billion) to enhance the infrastructure sector. The government is increasingly relying on the private sector to establish alliances through successful examples of public and private sector co-working. An effort in that direction is the National Infrastructure Pipeline. Strong infrastructure expansion is necessary to promote seamless working, productivity in other economic sectors, and India's ambitious objective of becoming a USD 5 trillion economy by 2025. The government has launched the National infrastructure Pipeline (NIP) under which it has planned to invest ₹ 111 lakh crore on infra projects by FY 2024-25. The government has expanded the 'National Infrastructure Pipeline (NIP)' to 9,335 projects. ~782 projects were completed as of June 2022. A significant boost to India's infrastructure sector is essential due to factors such growing urbanization, an ageing population, the shift to a services-based economy, and climate change.

Highlights of the budget: 2022-23

PM GatiShakti National Master Plan

- The seven engines that drive PM GatiShakti are Roads, Railways, Airports, Ports, Mass Transport, Waterways and Logistics Infrastructure.
- The scope of PM GatiShakti National Master Plan will encompass the seven engines for economic transformation, seamless multimodal connectivity and logistics efficiency.
- The projects pertaining to these 7 engines in the National Infrastructure Pipeline will be aligned with PM GatiShakti framework.

Road Transport

- National Highways Network to be expanded by 25000 Km in FY 2022-23.
- ₹ 20,000 Crore to be mobilized for National Highways Network expansion.
- Multimodal Logistics Parks
- Contracts to be awarded through PPP mode in FY 2022-23 for implementation of Multimodal Logistics Parks at four locations.

Railways

- One Station One Product concept to help local businesses & supply chains.
- 2000 Km of the railway network to be brought under Kavach, the indigenous world class technology and capacity augmentation in FY 2022-23.
- 400 new generation Vande Bharat Trains to be manufactured during the next three years.
- 100 PM GatiShakti Cargo terminals for multimodal logistics to be developed during the next three years.

Parvatmala

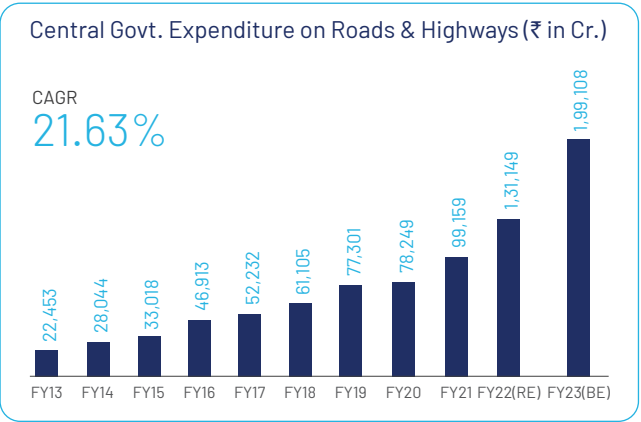
- National Ropeways Development Program, Parvatmala to be taken up on PPP mode.
- Contracts to be awarded in FY 2022-23 for 8 ropeway projects of 60 Km length.

Road & Highway

Road transportation is a crucial component of a nation's infrastructure for economic growth. It has an effect on the structure, rate, and pattern of development. With a total length of 6.37 million kilometers, India has the second-largest road network in the world. This comprises 1.40 million kilometers of National Highways, 1.71 million kilometers of



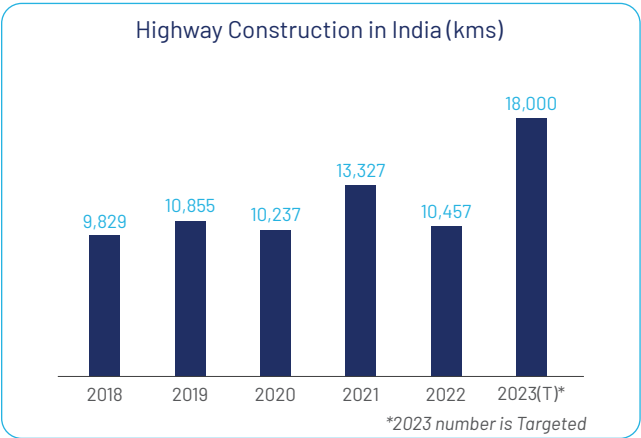
State Highway and 60.59 million kilometers of other roads. 64.5% of the nation's total commodities are transported by road, while 90% of all passenger traffic in India travels by road. As the country becomes more connected & accessible, road transport has gradually increased over time. Under the Union Budget FY 2022-23, the Government of India has allocated ₹199,107.71 crore (US\$ 26.04 billion) to the Ministry of Road Transport and Highways.



The expenditure on roads and highways has increased at a CAGR of 21.63% in the last decade. This has been a remarkable growth over the previous decades.

The government is committed to expanding the national highway network across the country with the aim of constructing 18,000 km of highways in 2022-23 at a record speed of 50 km per day. India's national highway construction slowed to 28.64 km a day in FY 2021-22 due to the COVID-19 pandemic-related disruptions and a longer-than-usual monsoon in some parts of the country. The pace of national

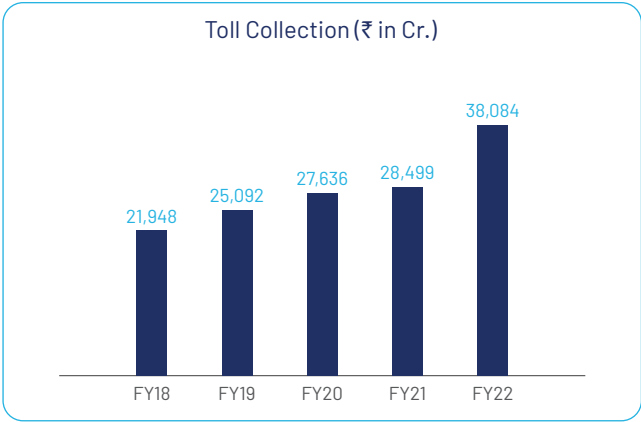
highway (NH) construction in the country had touched a record 37 km per day in 2020-21.



Toll Operate Transfer (ToT)

Under the ToT, public-funded highway stretches are given on long-term lease against upfront payment. The operator recoups investment through collection of user fee on the stretches following the prescribed rates by the NHAI, but the operator has to operate and maintain the stretches during the entire concession period.

ToT mechanism started a few years ago and NHAI so far has successfully monetized 21 stretches with an aggregate length of 1,540 km for ₹23,000 crore from both domestic and international investors. The National Highways Authority of India (NHAI) is optimistic about meeting the asset monetization target of ₹20,000 crore in 2022-23 amid ongoing economic uncertainties and geo-political instability.

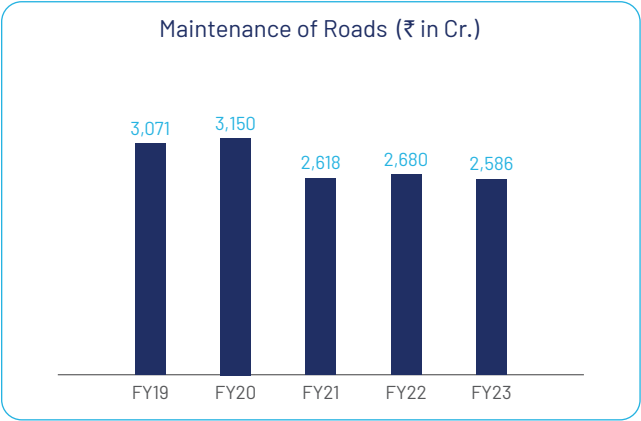


Bharatmala Pariyojana is India's largest highway infrastructure program till date with development of 34,800 km of National Highway corridors at an investment of ₹5.35 lakh crore. Bharatmala Project will interconnect 550 District Headquarters (from current 300) through a minimum 4-lane highway by raising the number of corridors to 50 (from current 6) and move 80% freight traffic (40% currently) to National Highways by interconnecting 24 logistics parks, 66 inter-corridors (IC) of total 8,000 km, 116 feeder routes (FR) of total 7,500 km and 7 north east Multi-Modal waterway ports.

Road Maintenance

In 2022-23, the Ministry has allocated ₹2,586 crore towards the maintenance of roads and highways (including toll bridges). The National Transport Development Policy Committee (2014) had noted that the amount spent on

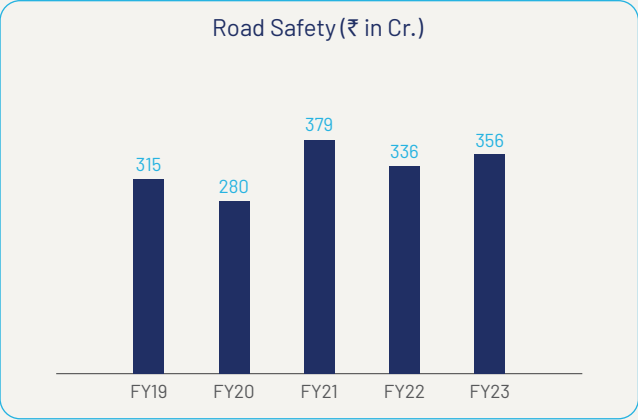
maintenance of roads is low. Apart from governments budget the maintenance budgets of private asset owners also adds to this budget & potential business opportunity.



Road Transport and Safety

In FY 2022-23, the Ministry has allocated ₹356 crore towards road transport and safety. This is a 56% increase over the revised expenditure of ₹229 crore on maintenance in FY 2021-22. The budgetary allotment for safety covers a variety of items, including road safety initiatives, the construction of NH facilities, the provision of aid to accident victims, the improvement of public transportation, research and development, and training. In addition to the government's budget, the maintenance budgets of private asset owners also contribute to this budget and potential business opportunity.





(Sources: IIG, PIB-Budget 2022-23, PRS India)

Company Overview



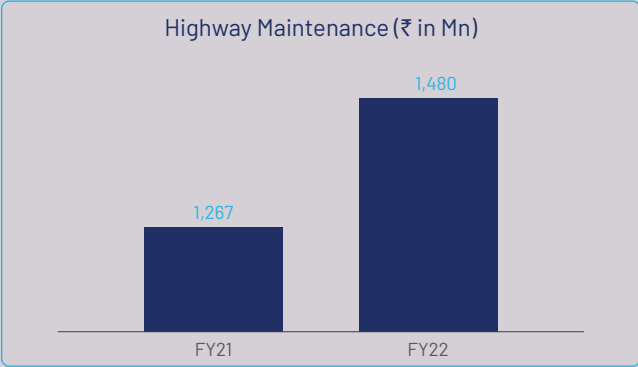
Markolines Pavement Technologies Limited engages in the operation and maintenance of highways in India. The Company has always believed in Innovation & strives to adopt new technology in pavement preservation. It has been pioneering in bringing various such latest technologies in India which offers Higher efficiency, Cost Effectiveness and are environment friendly. Owing to such technologies, the Company offers certain Specialized Maintenance Services that keeps it ahead of Competition and ultimately keeping the leadership position.

Business Overview

Looking at the adoption of technology in highway operations and growing potential in maintenance sector Markolines has strengthen its Highway maintenance vertical over last few years. In FY 2021-22, the highway maintenance vertical contributed 79% of the revenues and highway operations vertical contributed 21%.

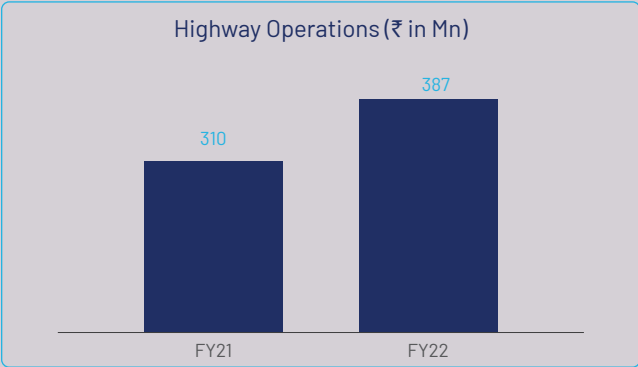


Highway Maintenance



The highway maintenance vertical delivered a growth of 17% and the revenue contribution stood at ₹1,480 million in FY 2021-22 as compared to ₹1,267 million in FY 2020-21. (Specialized maintenance services are the integral parts of this growth.) The company expects multifold increase in this vertical over the next few years.

Highway Operations



The highway operations vertical has also delivered a growth of 25% and the revenue contribution stood at ₹387 million in FY 2021-22 as compared to ₹310 million in FY 2020-21.

Financial Performance & Analysis

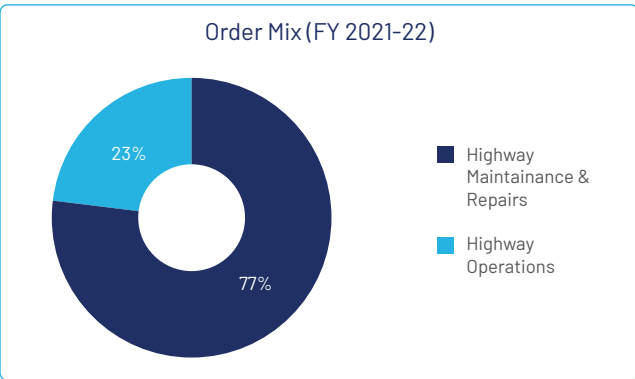
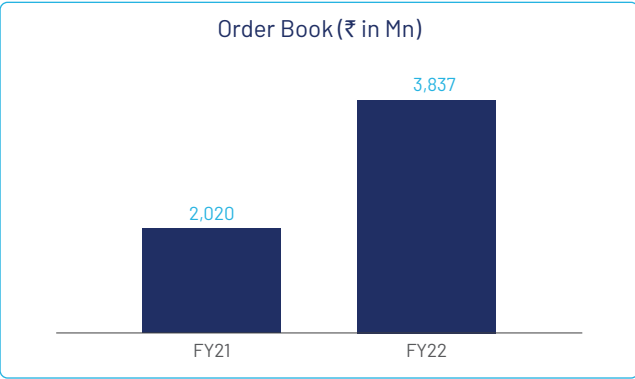
The Company’s performance during the year has been exceptional driven by revenue growth with improved margins. The company has been focusing on conversion of order book and achieving operational excellence, cash conservation to maximize shareholder value.

Order Inflow and Order Book

As Markolines is the market leader and the only company in the country that provides entire gamut of highway O&M services, clients regard Markolines as its preferred partner which adds to its order book visibility.

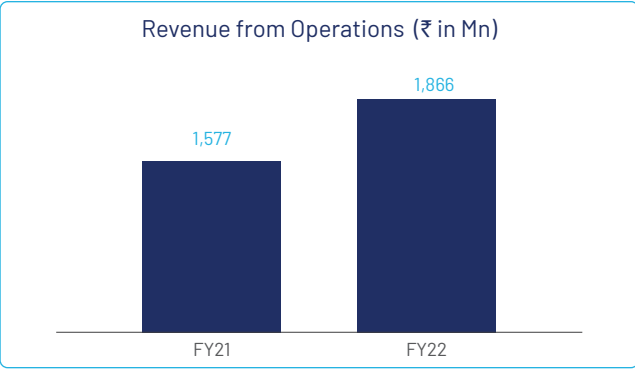


The Company secured new orders worth ₹ 1,817 Mn for the year 2021-22, reflecting an increase of 89.95% over the previous year. Unexecuted order book stood at ₹ 3,837 Mn as on 31 March 2022 which is 2.06 times FY 2021-22 revenue and offers significant visibility for the coming year.



Revenue from Operations

The Company revenue rose by 18.35% y-o-y to ₹1,866.43 Mn for the financial year 2021-22 from ₹1,577.06 Mn for financial year 2020-21. The growth was largely contributed by contract revenue.



Operating Cost and PBDIT

Construction and Operating expenses increased by 13.65% y-o-y at ₹1,720.13 Mn, in line with revenue growth. These expenses mainly comprise change in inventories, employee benefit expenses, finance cost and other expenses. The increase in other expenses is mainly on account of sub-contracting charges of a certain work.

Staff expenses for the financial year 2021-22 at ₹400.97 Mn increased by 25.54% as compared to the previous year amounted to ₹319.39 Mn mainly due to Salaries, wages and bonus. (Looking at the potential and Orderbook company has employed more manpower to cater to the same which will give the growth in revenue subsequently)

Operating profit (PBDIT) grew by 71.56% y-o-y at ₹228.16 Mn for the financial year 2021-22 as compared to ₹132.99 Mn in the previous year.

Depreciation and Amortization Expenses

Depreciation & Amortization charge for the financial year 2021-22 higher by 7.66% at ₹26.47 Mn as compared to ₹24.58 Mn in the previous year.

Other Income

Other income for the financial year 2021-22 remained almost flat with a slight decline by 1.47% at ₹2.55 Mn as compared to ₹2.59 Mn of the previous year.

Finance Cost

The interest expense for the financial year 2021-22 at ₹54.95 Mn was higher by 25.43% in comparison to ₹43.81 Mn for the previous year with increase in the level of stamp duty and processing charges. The average borrowing cost for the year 2021-22 was contained at 15.85 % p.a. through effective financing and judicious selection of type & tenor of the fresh borrowings.

Profit after Tax

Profit after Tax (PAT) at ₹101.08 Mn for the financial year 2021-22 skyrocketed by 151.66% as compared to ₹40.17 Mn in the previous year.

Earning Per Share

Earnings per share (EPS) for the financial year 2021-22 at ₹6.08 recorded an increase of 111.49% from ₹2.87 in the previous year.

Net Worth and Returns

The Net Worth of the shareholders stood at ₹710.31 Mn as at March 31, 2022. Return on Net worth (RONW) for the financial

year 2021-22 is 14.23% as compared to 16.18% in the previous year.

Liquidity and Gearing

Total short term and long-term borrowings during the year stood at ₹268.39 Mn, out of total borrowings, non-current borrowings and current borrowings are amounting to ₹141.29 Mn and ₹127.10 Mn respectively. Cash balances increased to ₹16.04 Mn in the financial year 2021-22 as compared to ₹3.25 Mn in the previous year.

Cash Flow Statement

(₹ in Mn)		
Particulars	2021-22	2020-21
Net Profit Before Tax	146.74	64.60
Operating Profit Before Working Capital Changes	229.02	134.52
A. Operating Activities	(195.53)	11.33
B. Investment Activities	(15.18)	(15.57)
C. Financing Activities	223.50	4.29
Cash & Cash Equivalents (A+B+C)	12.79	0.05
Add: Cash and Cash Equivalents at the beginning	3.25	3.20
Cash and Cash Equivalents at the end	16.04	3.25

The total borrowings as at March 31, 2022 stood at ₹268.39 Mn as compared to ₹355.28 Mn. in March 2021. The gross Debt Equity ratio is 0.38:1 as at March 31, 2022 as compared to 1.43:1 at March 31, 2021.

Outlook

The government has lined up opportunities worth trillions of dollars for the roads & highway construction sector on the Public-Private-Partnership (PPP) mode for the years to come. The PPP Vertical is steering the recycling and monetization of various core infrastructure assets. To date, significant progress has been made in developing a sustainable asset pipeline and rolling out structured and risk-managed transactions. PPP models used in road projects include BOT toll, TOT, and HAM. By monetizing highway assets under TOT and InvIT, the government has already begun developing new, flexible policies to create investor-friendly highway development initiatives. Similarly, Infrastructure companies sell their assets to InvITs as a means to monetize their cash-generating infrastructure assets.

Investors looking for long-term annuity income on their

investments, including several foreign investors, have acquired road assets and are operating it successfully. For these investors, road construction, highway maintenance, toll collection, and allied activities are not part of their core business and hence they look to outsource these activities to O&M players. This opens new doors for O&M companies and which will continue to grow over time.

There has been a lot of merger and acquisition activity in the highway and other infrastructure companies recently. Some of the reasons for this M&A activity include the need for companies to consolidate in order to reduce costs, the desire to expand into new markets, and the need to acquire new technology and expertise. These activity are expected to continue in the future as companies strive to remain competitive.

Markolines has adequate resources with all the equipment and manpower to smoothly manage all kinds of highway O&M work. The company is backed by technocrat promoters and has a team of experts & professionals who understand the industry well and are aware of the pain points of road operations and the maintenance industry. To stay ahead of the competition and preserve our leadership, we also consider expanding our product line to include a few more specialized operations in the highway sector.

The company intends to enter the specialized field of tunnel construction. Tunnel Boring has a big potential in India due to the diversified terrain and ease of traffic movement. In India, there aren't many players engaged in tunnel boring activities which makes it an enticing opportunity for the Company to explore. The company is also promoting the highway base stabilization technology in Maharashtra as an effort to improve the quality of roads in the state by strengthening the foundation and thus improving the load-bearing capacity as well as the resistance to stress & strain that could result in road deformations and loss of road materials. The UP government has already adopted a similar program and many other states are following the same. Given the vast road network in the country this has enormous potential in the coming years and we are looking forward to seize this opportunity.

Having started with just one product, the company has since grown to offer a complete bouquet of services, becoming the market leader in the Highway O&M sector. We hope to further solidify our position in the near future.

Risk & Concern

Capital Intensive

Risk: Your company operates in an industry that is very capital-intensive in nature. It requires significant amounts of capital for equipment, employee and also a huge amount of



debt financing. It also requires working capital to finance its daily operations, purchase of raw materials, mobilization of resources, and other project work before receiving payment from clients.

Mitigation: The company has optimized its working capital cycle and is also constantly working to improve its cash flows from operations. Also, due to its strong track record, the Company is able to raise funds at competitive rates.

Rising Competition

Risk: Your Company operates in a highly competitive market and attractive growth opportunities in the sectors may further increase the number of players in the market.

Mitigation: Your Company is confident about maintaining its leadership position in the market and continuously focuses on building competitive moats in its core business to ensure being ahead of the curve.

Input Cost

Risk: The industry is battling input cost pressure due to a considerable rise in major commodity costs, particularly steel, bitumen, cement and fuel. The current geopolitical situation that has led to supply chain disruption can cause sudden cost escalations & raw material shortages which can directly impact the margins.

Mitigation: Your Company incorporates an escalation clause in all its contracts that provide a pass-through for input cost escalation, thereby leaving the margins unaffected.

Availability of skilled workforce

Risk: Your Company operates in an industry that relies heavily on the availability of a skilled workforce and ground staff. Unavailability of the workforce can severely impact operations.

Mitigation: The Company is committed to maintain and foster an efficient & professional work environment for all its employees. As a Company, we place a great deal of value on our workforce.

Cautionary Statement

Statements made in this Management Discussion and Analysis Report may contain certain forward-looking statements based on various assumptions about the Company's present and future business strategies and the environment in which it operates. Actual results may differ substantially or materially from those expressed or implied due to risk and uncertainties. These risks and uncertainties include the effect of economic and political conditions in India and abroad, volatility in interest rates and in the securities market, new regulations and Government policies that may impact the Company's businesses as well as the ability to implement its strategies. The information contained herein is as of the date referenced and the Company does not undertake any obligation to update these statements. The Company has obtained all market data and other information from sources believed to be reliable or its internal estimates, although its accuracy or completeness cannot be guaranteed.

Internal Control and Risk Management

Your Company operates its business in an environment with some inherent risks. This requires identifying, monitoring, and mitigating risks predominantly in the areas of business, operations, finance, unauthorized use of assets and compliance. The Company addresses such risks through a system-based approach of risk management. This involves the mitigation of risks on a continuous basis. The Internal Control Systems of the Company appropriately correspond with the nature of its business and the size and complexity of its operations. These risks are regularly tested and certified by the Statutory and Internal Auditors. The Audit Committee reviews the adequacy and effectiveness of the internal control process and systems. It also monitors the implementation of audit recommendations, with the perspective of strengthening the Company's risk management systems. A management team additionally conducts reviews at a regular interval. It assesses the internal control environment, checks the adequacy concerning the business and make relevant recommendations.

Material developments in Human Resources

Human Resources has always been a core component for your Company. The Company employed 1,459 permanent employees as of March 31, 2022. Our continuous objective is to invest in people and people processes to improve human capital for the organization and to provide better service to stakeholders. Markolines constantly thrive to keep its employees updated with latest technologies, and technical training related to the construction of roads & highways, toll operations, collection processes and road maintenance activities. The management at your Company strives to create a conducive and supportive work environment so that employees can learn through various employee engagement programs. It strengthens human capital by making available better processes, technology, and techniques at the work place to exploit the best as it has always aimed at improving individual and group performance.

NOTICE

Notice is hereby given that the **20th Annual General Meeting** of the Members of the Company Markolines Pavement Technologies Limited will be held on **Friday the 30th September 2022, at 11.00 a.m.** at the Registered Office of the Company situated at **502, A Wing, Shree Nand Dham, Sector 11, CBD Belapur, Navi Mumbai - 400 614**, via Video Conferencing (VC) or Other Audio Visual Means (OAVM), to transact the following businesses:

Ordinary Businesses:

- 1. To consider and adopt the Audited Financial Statements of the Company for the Financial Year ended 31st March 2022, along with the reports of the Board of Directors' and Auditors' thereon;
- 2. To consider the appointment of Ms. Kirtinadnini Patil (Din No.09288282), Director of the Company, who retires by rotation and is eligible offers herself for re-appointment;
- 3. To consider and declare the final dividend on Equity Shares @5% i.e. ₹0.50/- (Rupee Fifty Paise) per Equity Shares of the face value of ₹10/- each, for the financial year ended 31st March 2022;

Special Businesses:

4. **Approval of Related Party Transactions under section 188 of the Companies Act, 2013:**

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

"RESOLVED THAT pursuant to Section 188 and other applicable provisions of the Companies Act, 2013 read with the Companies (Meeting of Board and its Power) Rules, 2014 (including any statutory modification(s) or re-enactment(s) thereof for the time being in force), and applicable provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (including any amendment(s), modification(s) or re-enactment(s) thereof), consent of the members of the Company be and is hereby accorded for the transactions hitherto entered or to be entered into by the Company in the ordinary course of business and at arm's length price with the following related parties up to the maximum amount as mentioned herein below for the financial year 2022-2023 and for every financial year thereafter on such terms and condition as may be mutually agreed between the company and the related parties:

Sr. No.	Name of Related Party	Name of Interested Party	Nature of Relationship	Particulars of Contract/ Arrangement	Amount (₹)
1.	Mr. Sanjay Patil	Self	Key Managerial Person	Loans Received	Up to ₹ 20,00,00,000/-
2.	Mr. Karan Bora	Self	Key Managerial Person	Loans Received	Up to ₹ 5,00,00,000/-
3.	Markolines Infra Private Limited	Sanjay Patil, Karan Bora & Vijay Oswal	Group Company	Receipt of Advances	Up to ₹ 20,00,00,000/-
4.	Markolines Technologies Private Limited	Sanjay Patil, Karan Bora & Vijay Oswal	Group Company	Consultancy Fees payable	Up to ₹ 5,00,00,000/-

RESOLVED FURTHER THAT the Board of Directors of the Company (which term shall be deemed to include any Committee of the Board of Directors which may have been constituted or hereinafter constituted to exercise the powers conferred on the Board by this resolution) be and are hereby severally authorised to do all acts, deeds, matters and things as may be considered necessary, proper and desirable to give effect to above resolution."

- 5. Rectification in an application made to the BSE Limited for the name change of the Company from "Markolines Traffic Controls Limited" to "Markolines Pavements Technologies Limited", approved by shareholders before listing of the Company on BSE SME and approved by Registrar of Companies, Mumbai, Maharashtra, post listing of the Company BSE SME. Accordingly,



as per the requirement of Regulation 45 of SEBI (LODR) 2015, the Certificate of Mr. Jay Shankar Gupta, Partner of Gupta & Agrawal Associates, Chartered Accountant, will be placed before the Members for the noting.

By order of the Board of Directors
For **Markolines Pavement Technologies Limited**
(Formerly known as Markolines Traffic Controls Limited)

SD/-

Parag Jagdale

Company Secretary & Compliance Officer
Membership No.: ACS 52205
Place: Navi Mumbai.
Date: 5th September, 2022.

Registered Office:

502, A Wing, Shree Nand Dham,
Sector 11, CBD Belapur,
Navi Mumbai - 400 614,
Maharashtra, India.

NOTES:

1. In view of the continuing Covid-19 pandemic, the Ministry of Corporate Affairs ("MCA") has vide its General Circular No. 14/2020 dated April 08, 2020, General Circular No. 17/2020 dated April 13, 2020 and General Circular No. 03/2022 dated May 05, 2022 (collectively referred to as "MCA Circulars") and SEBI Circular No. SEBI/HO/CFD/CMD2/CIR/P/2022/62 dated May 13, 2022, read with Circular No. SEBI/HO/CFD/CMD1/CIR/P/2020/79 dated May 12, 2020 (collectively referred to as "SEBI Circulars") and other applicable circulars, permitted the holding of Annual General Meeting ("the Meeting/ AGM") through Video Conferencing ("VC")/ Other Audio-Visual Means ("OAVM"), without the physical presence of the Members, Directors or other eligible persons at a common venue. In compliance with the provisions of the Companies Act, 2013, SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 ("SEBI Listing Regulations") and foresaid MCA and SEBI Circulars, the AGM of the Company will be conducted through VC/OAVM.
2. The Explanatory Statement as required by Section 102 of the Companies Act, 2013, is annexed with this notice.
3. In view of the massive outbreak of the COVID-19 pandemic, social distancing is a norm to be followed and pursuant to the Circular No. 14/2020 dated April 08, 2020, Circular No.17/2020 dated April 13, 2020 issued by the Ministry of Corporate Affairs followed by Circular No. 20/2020 dated May 05, 2020 and Circular No. 02/2021 dated January 13, 2021 and all other relevant circulars issued from time to time, physical attendance of the Members to the AGM venue is not required and general meeting be held through video conferencing (VC) or other audio visual means (OAVM). Hence, Members can attend and participate in the ensuing AGM through VC/OAVM.
4. Pursuant to Circular No. 14/2020 dated April 08, 2020, issued by the Ministry of Corporate Affairs, the facility to appoint a proxy to attend and cast vote for the members is not available for this AGM. However, the Body Corporates are entitled to appoint authorized representatives to attend the AGM through VC/OAVM and participate there at and cast their votes through e-voting.
5. 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 a 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.
6. 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.
7. 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.

8. 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.markolines.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.
9. 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, MCA Circular No. 20/2020 dated May 05, 2020 and MCA Circular No. 2/2021 dated January 13, 2021.
10. Members may note that the Board, at its meeting held on May 30, 2022, has recommended a dividend of 5% i.e. ₹0.50 per share. The record date for the purpose of dividend for fiscal 2022 is 23rd September, 2022. The dividend, once approved by the members in the ensuing AGM, will be paid on or before 30th October 2022 electronically through various online transfer modes to those members who have updated their bank account details. For members who have not updated their bank account details, dividend warrants/demand drafts/ cheques will be sent to their registered addresses. To avoid delay in receiving dividend, members are requested to update their KYC with their depositories (where shares are held in dematerialized mode) and with the Company's Registrar and Transfer Agent (RTA) to receive dividend directly into their bank account on the payout date.
11. Members may note that the Income-tax Act, 1961, ("the IT Act") as amended by the Finance Act, 2020, mandates that dividend paid or distributed by a company on or after April 1, 2020 shall be taxable in the hands of members. The Company shall therefore be required to deduct tax at source ("TDS") at the time of making the payment of dividend. To enable us to determine the appropriate TDS rate as applicable, members are requested to submit

relevant documents, as specified in the below paragraphs, in accordance with the provisions of the IT Act.

For resident shareholders, taxes shall be deducted at source under Section 194 of the IT Act as follows:

Members having valid Permanent Account Number (PAN)	10%* or as notified by the Government of India
Members not having PAN / valid PAN	20% or as notified by the Government of India

**As per the Finance Act, 2021, Section 206AB has been inserted effective July 1, 2021, wherein the higher rate of tax (twice the specified rate) would be applicable on payment made to a shareholder who is classified as 'Specified Person' as defined under the provisions of the aforesaid Section.*

However, no tax shall be deducted on the dividend payable to resident individual shareholders if the total dividend to be received by them during financial year 2022-23 does not exceed ₹ 5,000, and also in cases where members provide Form 15G / Form 15H (Form 15H is applicable to resident individual shareholders aged 60 years or more) subject to conditions specified in the IT Act. Resident shareholders may also submit any other document as prescribed under the IT Act to claim a lower / nil withholding of tax. PAN is mandatory for members providing Form 15G / 15H or any other document as mentioned above.

For non-resident shareholders, taxes are required to be withheld in accordance with the provisions of Section 195 and other applicable sections of the IT Act, at the rates in force. The withholding tax shall be at the rate of 20%** (plus applicable surcharge and cess) or as notified by the Government of India on the amount of dividend payable. However, as per Section 90 of the IT Act, non-resident shareholders have the option to be governed by the provisions of the Double Tax Avoidance Agreement (DTAA), read with Multilateral Instrument (MLI) between India and the country of tax residence of the shareholders, if they are more beneficial to them. For this purpose, i.e. to avail the benefits under the DTAA read with MLI, non-resident shareholders will have to provide the following:

- Copy of the PAN card allotted by the Indian income tax authorities duly attested by the shareholders or details as prescribed under rule 37BC of the Income-tax Rules, 1962



- Copy of the Tax Residency Certificate for financial year 2022-23 obtained from the revenue or tax authorities of the country of tax residence, duly attested by shareholders.
- Self-declaration in Form 10F
- Self-declaration by the shareholders of having no permanent establishment in India in accordance with the applicable tax treaty.
- Self-declaration of beneficial ownership by the non-resident shareholder.
- Any other documents as prescribed under the IT Act for lower withholding of taxes if applicable, duly attested by the shareholders.

In case of Foreign Institutional Investors / Foreign Portfolio Investors, tax will be deducted under Section 196D of the IT Act at the rate of 20%** (plus applicable surcharge and cess) or the rate provided in relevant DTAA, read with MLI, whichever is more beneficial, subject to the submission of the above documents, if applicable.

*** As per the Finance Act, 2021, Section 206AB has been inserted effective July 1, 2021, wherein higher rate of tax (twice the specified rate) would be applicable on payment made to a shareholder who is classified as 'Specified Person' as defined under the provisions of the aforesaid section. However, in case a non-resident shareholder or a non-resident Foreign Portfolio Investor (FPI) / Foreign Institutional Investor (FII), higher rate of tax as mentioned in Section 206AB shall not apply if such non-resident does not have a permanent establishment in India.*

The aforementioned documents are required to be sent to company.secretary@markolines.com. No communication would be accepted from members after 24th September 2022 regarding tax-withholding matters. TDS certificates in respect of tax deducted, if any, can be subsequently downloaded from the shareholder's portal. Shareholders can also check their tax credit in Form 26AS from the e-filing account at <https://www.incometax.gov.in/iec/foportal> or "View Your Tax Credit" on <https://www.tdscpc.gov.in>.

12. Members are requested to address all correspondence, including dividend-related matters, to RTA, Bigshare Services Private Limited, 1st Floor, Bharat Tin Works

Building, Opp. Vasant Oasis, Makwana Road, Marol, Andheri (East), Mumbai 400059 or can write an email to info@bigshareonline.com.

13. Members wishing to claim dividends that remain unclaimed are requested to correspond with the RTA as mentioned above, or with the Company Secretary, at the Company's registered office or at Company.secretary@markolines.com. Members are requested to note that dividends that are not claimed within seven years from the date of transfer to the Company's Unpaid Dividend Account, will be transferred to the Investor Education and Protection Fund (IEPF). Shares on which dividend remains unclaimed for seven consecutive years shall be transferred to IEPF as per Section 124 of the Act, read with applicable IEPF rules.

THE INSTRUCTIONS FOR MEMBERS FOR REMOTE E-VOTING AND JOINING GENERAL MEETING ARE AS UNDER:-

The remote e-voting period begins on 27th September 2022 at 09:00 A.M. and ends on 29th September 2022 at 05:00 P.M. The remote e-voting module shall be disabled by NSDL for voting thereafter. The Members, whose names appear in the Register of Members / Beneficial Owners as on the record date (cut-off date) i.e. 23rd September 2022, may cast their vote electronically. The voting right of shareholders shall be in proportion to their share in the paid-up equity share capital of the Company as on the cut-off date, being 23rd September 2022.

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



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

Step 1: Access to NSDL e-Voting system

A) Login method for e-Voting and joining the virtual meeting for Individual shareholders holding securities in demat mode

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

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

Type of shareholders	Login Method
Individual Shareholders holding securities in demat mode with NSDL.	<ol style="list-style-type: none">1. Existing IDeAS user can visit the e-Services website of NSDL Viz. https://eservices.nsdl.com either on a Personal Computer or on a mobile. On the e-Services home page click on the "Beneficial Owner" icon under "Login" which is available under 'IDeAS' section, this will prompt you to enter your existing User ID and Password. After successful authentication, you will be able to see e-Voting services under Value added services. Click on "Access to e-Voting" under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider i.e. NSDL and you will be re-directed to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.2. If you are not registered for IDeAS e-Services, option to register is available at https://eservices.nsdl.com. Select "Register Online for IDeAS Portal" or click at https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp3. 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. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder/Member' section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider i.e. NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.4. Shareholders/Members can also download NSDL Mobile App "NSDL Speede" facility by scanning the QR code mentioned below for seamless voting experience.
Individual Shareholders holding securities in demat mode with CDSL	<p>NSDL Mobile App is available on</p> <p>App Store Google Play</p>  
	<ol style="list-style-type: none">1. Existing users who have opted for Easi / Easiest, they can login through their user id and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi / Easiest are https://web.cdslindia.com/myeasi/home/login or www.cdslindia.com and click on New System Myeasi.2. After successful login of Easi/Easiest the user will be also able to see the E Voting Menu. The Menu will have links of e-Voting service provider i.e. NSDL. Click on NSDL to cast your vote.3. If the user is not registered for Easi/Easiest, option to register is available at https://web.cdslindia.com/myeasi/Registration/EasiRegistration4. Alternatively, the user can directly access e-Voting page by providing demat Account Number and PAN No. from a link in www.cdslindia.com home page. The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the demat Account. After successful authentication, user will be provided links for the respective ESP i.e. NSDL where the e-Voting is in progress.



Type of shareholders	Login Method
Individual Shareholders (holding securities in demat mode) login through their depository participants	You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. upon logging in, you will be able to see e-Voting option. Click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider i.e. NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.

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

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

Login type	Helpdesk details
Individual Shareholders holding securities in demat mode with NSDL	Members facing any technical issue in login can contact NSDL helpdesk by sending a request at evoting@nsdl.co.in or call at toll-free no.: 1800 1020 990 and 1800 22 44 30
Individual Shareholders holding securities in demat mode with CDSL	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at helpdesk.evoting@cdslindia.com or contact at 022- 23058738 or 022-23058542-43

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

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

- 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.
- Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholder/Member’ section.
- A new screen will open. You will have to enter your User ID, your Password/OTP and a Verification Code as shown on the screen.

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

- 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*****.

Manner of holding shares i.e. Demat (NSDL or CDSL) or Physical	Your User ID is:
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. Password details for shareholders other than Individual shareholders are given below:
 - If you are already registered for e-Voting, then you can use your existing password to login and cast your vote.
 - 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.
 - How to retrieve your ‘initial password’?
 - 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’.
 - If your email ID is not registered, please follow steps mentioned below in **process for those shareholders whose email ids are not registered**.
6. If you are unable to retrieve or have not received the “Initial password” or have forgotten your password:
 - 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.
7. After entering your password, tick on Agree to “Terms and Conditions” by selecting on the check box.
8. Now, you will have to click on “Login” button.
9. After you click on the “Login” button, Home page of e-Voting will open.
10. **Step 2: Cast your vote electronically and join General Meeting on NSDL e-Voting system.**
11. **How to cast your vote electronically and join General Meeting on NSDL e-Voting system?**
 - After successful login at Step 1, you will be able to see all the companies “EVEN” in which you are holding shares and whose voting cycle and General Meeting is in active status.
 - Select “EVEN” of company for which you wish to cast your vote during the remote e-Voting period and casting your vote during the General Meeting. For joining virtual meeting, you need to click on “VC/OAVM” link placed under “Join Meeting”.
 - Now you are ready for e-Voting as the Voting page opens.



- 4. 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.
- 5. Upon confirmation, the message “Vote cast successfully” will be displayed.
- 6. You can also take the printout of the votes cast by you by clicking on the print option on the confirmation page.
- 7. Once you confirm your vote on the resolution, you will not be allowed to modify your vote.

General Guidelines for shareholders

- 1. Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/ JPG Format) of the relevant Board Resolution/ Authority letter etc. with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer by e-mail to sanam.u@dsmcs.in with a copy marked to evoting@nsdl.co.in. Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) can also upload their Board Resolution / Power of Attorney / Authority Letter etc. by clicking on “Upload Board Resolution / Authority Letter” displayed under “e-Voting” tab in their login.
- 2. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential. Login to the e-voting website will be disabled upon five unsuccessful attempts to key in the correct password. In such an event, you will need to go through the “Forgot User Details/Password?” or “Physical User Reset Password?” option available on www.evoting.nsdl.com 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 1020 990 and 1800 22 44 30 or send a request to Ms. Pallavi Mhatre 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), and AADHAR (self-attested scanned copy of Aadhar Card) by email to company.secretary@markolines.com.
- 2. In case shares are held in Demat mode, please provide DPID-CLID (16 digit DPID + CLID or 16 digit beneficiary ID), Name, client master or copy of Consolidated Account statement, PAN (self-attested scanned copy of PAN card), AADHAR (self-attested scanned copy of Aadhar Card) to company.secretary@markolines.com. If you are an Individual shareholder holding securities in Demat mode, you are requested to refer to the login method explained at **step 1 (A) i.e. Login method for e-Voting and joining virtual meeting for Individual shareholders holding securities in demat mode.**
- 3. Alternatively, shareholders/members may send a request to evoting@nsdl.co.in for procuring a user id and password for e-voting by providing above mentioned documents.
- 4. In terms of the SEBI circular dated December 9, 2020, on the e-Voting facility provided by Listed Companies, Individual shareholders holding securities in Demat mode are allowed to vote through their Demat account maintained with Depositories and Depository Participants. Shareholders are required to update their mobile number and email ID correctly in their Demat account in order to access e-Voting facility.

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

- 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 by following the steps mentioned above for **Access to NSDL e-Voting system**. After successful login, you can see link of “VC/OAVM link” placed under “Join meeting” menu against company name. You are requested to click on VC/OAVM link placed under Join General Meeting menu. The link for VC/OAVM will be available in Shareholder/Member 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.
- 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.

By order of the Board of Directors
For **Markolines Pavement Technologies Limited**
(Formerly known as Markolines Traffic Controls Limited)

SD/-
Parag Jagdale
Company Secretary & Compliance Officer
Membership No.: ACS 52205
Place: Navi Mumbai.
Date: 5th September, 2022.

Registered Office:
502, A Wing, Shree Nand Dham,
Sector 11, CBD Belapur,
Navi Mumbai - 400 614,
Maharashtra, India.

- 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/have questions may send their questions in advance mentioning their name demat account number/folio number, email id, mobile number at company.secretary@markolines.com. The same will be replied by the company suitably.
- 6. Members who would like to express their views/ask questions as a speaker at the Meeting may pre-register themselves by sending a request from their registered e-mail address mentioning their names, DP ID and Client ID/folio number, PAN and mobile number at company.secretary@markolines.com between 20/09/2022 (9.00 a.m. IST) and 24/09/2022 (5.00 p.m. IST). Only those Members who have pre-registered themselves as a speaker will be allowed to express their views/ask questions during the AGM. The Company reserves the right to restrict the number of speakers depending on the availability of time for the AGM.



Details of the Director seeking appointment/ re-appointment pursuant to Regulation 36(3) of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 and Secretarial Standard – 2:

Sr. No.	Particulars	Details of Directors
1.	Name of Director	Mrs. Kirtinandini Patil
2.	Nature of Appointment/ Re-Appointment	Retirement by rotation and eligible for Re-appointment
3.	Din No.	09288282
4.	Date of Birth	19/09/1967
5.	Age	55
6.	Qualification	Under Diploma – Interior Design & Decoration
7.	Experience – Including expertise in specific functional area/ brief resume	Creative Interior Design with a strong background in project management & space planning. Having a rich experience of 8 plus years of doing freelancing work for the independent Customers, making their life easy, Comfortable and extra-vegans. Independently completing 50 plus projects of renovating, designing, re-planning, re-structuring (non-architectural) living places, independent houses, work places, offices.
8.	Nature of her expertise in specific functional area	Interior Designer Expert, Administrative activities and Human Resource management
9.	Skills and Capabilities required for the role and the manner in which person meets such requirements	She is having the expertise in the field of Administrative activities and managing the Human Resources of the Company.
10.	Terms and conditions as to re-appointment	There is no change in the terms of the re-appointment.
11.	Remuneration – Last Drawn	15,000/- per month (Seating Fee)
12.	Remuneration – proposed to be paid	There is no change in the salary
13.	Date of First Appointment on the Board	20/08/2021
14.	Shareholding in the Company	3.89%
15.	Relationship with other Directors/ Managers/ KMPs of the Company	Wife of Chairman/ Managing Director
16.	Number of meetings of the Board attended during 2021-22	6/6
17.	Names of the Listed Companies in which person is also Director	Nil
18.	Names of Listed Companies in which person holds membership of committees	Nil
19.	Names of Listed Companies from which the person has resigned	Nil

ANNEXURE TO NOTICE

EXPLANATORY STATEMENT AS REQUIRED U/S 102 OF THE COMPANIES 2013:

Item No. 4:

The members are informed that the Company has entered into few related party transactions that are routine and repetitive in nature. These transactions are in ordinary course of business and are at arm’s length price.

It is brought the notice of the members of the Company that pursuant to provisions of Regulation 23 of SEBI (LODR) Regulations, 2015 and Section 188 of the Companies Act, 2013 (“the Act”), read with Rule 15 of the Companies (Meetings of Board and its Powers) Rules, 2014, the Company is required to obtain consent of the Board and approval of the members by resolution for Related Party Transactions. Accordingly, it is proposed to obtain the consent of the members of the Company for the Related Party Transactions which the Company is proposing to enter into during the financial year 2022-23.

The Audit Committee and the Board have also given their prior omnibus approval to the transactions entered as mentioned in the resolution during the Financial Year 2022-2023.

The Board of Directors of the Company recommends the Ordinary Resolution as set out in Item No.4 in the accompanying Notice for approval of Related Party Transactions by the Members of the Company.

Except the Directors and their relatives, none of the promoters, directors, key managerial personnel and their relatives, are considered to be concerned or interested, financially or otherwise, in the passing of above resolution.

By order of the Board of Directors
For **Markolines Pavement Technologies Limited**
(Formerly known as Markolines Traffic Controls Limited)

SD/-
Parag Jagdale
Company Secretary & Compliance Officer
Membership No.: ACS 52205
Place: Navi Mumbai.
Date: 5th September, 2022.

Registered Office:
502, A Wing, Shree Nand Dham,
Sector 11, CBD Belapur,
Navi Mumbai – 400 614,
Maharashtra, India.

The above statement is to considered and construed as disclosures as per the provisions of section 102 of the Companies Act, 2013.

Item No. 5:

The Members are hereby informed that the Company has changed its name from Markolines Traffic Controls Limited to Markolines Pavement Technologies Limited vide Special Resolution passed on 17th August, 2021. Whereas the Registrar of Companies, Mumbai, Maharashtra, has accorded its approval for change of name on 13th October, 2021 vide its Certificate of Incorporation pursuant to the change of name. The Company was listed on the BSE SME Platform on 27th September, 2021. As per the latest amendment in the provisions of the SEBI (Listing Obligations and Disclosure Requirements) 2015 and as per the instructions received from BSE, the noting of the change of name of the Company by its members was required. Accordingly the noting of the same was done at the Extra Ordinary General meeting held on 27th July, 2022. Whereas as per the further instructions received from BSE, the noting of Certificate issued by Statutory Auditors. The Certificate of Mr. Jay Shankar Gupta, Partner of Gupta & Agrawal Associates, Chartered Accountant, will be placed before the Members for the noting.

None of the Directors and their relatives, none of the promoters, directors, key managerial personnel and their relatives, are considered to be concerned or interested, financially or otherwise, in the passing of above resolution.

The above statement is to considered and construed as disclosures as per the provisions of section 102 of the Companies Act, 2013.

Hence you are requested to take note of the same during the meeting.



DIRECTORS’ REPORT

To,
The Members,

Your Directors have great pleasure in presenting to you the 20th Annual Report on the affairs of the Company together with the Audited Accounts for the financial year ended 31st March 2022.

1. Financial Results:

Our Company has been incorporated with the Registrar of Companies, Mumbai, Maharashtra, India, on 8th November 2002 with the Corporate Identity No.U99999MH2002PTC156371.

The financial results of the Company for the financial year have been summarized herein below for the reference of the members:

(Amounts in ₹)

Particulars	For the year ended 31 st March 2022	For the year ended 31 st March 2021
Net Revenue From Operations	1,86,64,32,764/-	1,57,70,61,357/-
Other Income	25,52,614	25,90,522/-
Total Income	1,86,89,85,378/-	1,57,96,51,880/-
Total Expenses Excluding Depreciation, Interest, Tax & Amortization	1,63,87,15,076/-	1,44,52,19,495/-
Profit/(Loss) Before Depreciation, Interest, Tax & Amortization	23,02,70,303/-	13,44,32,385/-
Less: Interest & Financial Charges	5,49,50,889/-	4,38,10,360/-
Depreciation & Amortization	2,64,67,923/-	2,45,82,962/-
Profit /(Loss) Before Tax and Exceptional Items	14,88,51,490/-	6,60,39,062/-
Exceptional Item – Provision for CSR Expenses	21,07,315/-	14,41,730/-
Profit Before Tax	14,67,44,175/-	6,45,97,332/-
Less: Provision For Tax		
- Current Tax	4,98,33,480/-	2,60,79,600/-
- Deferred Tax Liabilities/(Assets)	(37,32,251)/-	(28,76,049)/-
- Prior year Taxes	(4,38,250)/-	12,28,736/-
Net Profit After Tax	10,10,81,196/-	4,01,65,045/-

2. Overview and Company Performance:

The company’s total turnover is of ₹ 1,86,89,85,378/- including ₹ 1,86,64,32,764/- as revenue from main operations and ₹ 25,52,614/- from Other Income. The Company has been able to record a profit of ₹ 10,10,81,196/- after payment of tax.

Your Directors are hopeful and committed to improving the profitability of the Company in the coming year. The Directors are mainly aiming to achieve this by the provision of quality services, wide spreading its services, the addition of new services into their portfolio and capitalizing on the opportunities provided by the industry and the market.

3. Significant Events during the financial year:

There are no significant events during the financial year, except the following:

a. Initial Public Offering of Equity Shares of the Company and Listing on SME Platform of BSE:

As members must be aware that the Company has successfully filed its Draft Red Hearing Prospectus for getting listed on the SME Board of BSE in the month of August 2021 and accordingly has received the in-principle approval for the SME IPO, in the month of September 2021. Accordingly, the Company came up with its Initial Public Offering of Equity Shares in the month of September 2021 and got listed on the SME Platform of BSE with effect from 27th September 2021.

b. Issue of Equity Shares to Public (Initial Public Offering)

During the financial year 2021-22, on 23rd September 2021 the Company allotted 51,28,000 Equity Shares of ₹ 10/- each to the Public at the Issue price of ₹ 10/- per share and a premium of ₹ 68/- per equity share, through an Initial Public Offering. Accordingly, the post-issue paid-up capital of the Company increased from ₹ 13,97,95,200/- consisting of 1,39,79,520 equity shares of ₹ 10/- to ₹ 19,10,75,200/- consisting of 1,91,07,520 equity shares of ₹ 10/- each as on March 31, 2022. There has been no change of business during the year under review.

c. Participation in the Bidding process for the Acquisition of shareholding of IL&FS Engineering and Construction Company Limited

The Board of Directors of the Company has submitted a Bid, under the Swiss Challenge Method as per the Resolution Process, to acquire the shareholding held by Infrastructure Leasing and Financial Services Limited (“IL&FS”) and IL&FS Financial Services Limited (“IFIN”) in IL&FS Engineering and Construction Company Limited (“IECCL”) in a Consortium of the other Investor. The Bid submitted by the Consortium has been accepted by IL&FS, and now has been initiated for inviting counter bids. The consummation of the transaction shall be subject to the outcome of the Swiss Challenge Method and other necessary approvals, as may be required, from statutory authorities and non-statutory stakeholders including the Hon’ble NCLT.

d. Appointment of Mr. Prashant Mohite as Internal Auditor of the Company:

Mr. Prashant Mohite, Chief Administrative Officer of the Company, was appointed as the Internal Auditor of the Company on 23 September 2021.

e. Listing of the Company on the SME Platform of BSE:

During the year under review, the Company was listed on the SME Platform of BSE on 27 September 2021.

f. Alteration in Memorandum of Association of the Company to increase in Authorised Share Capital of the Company:

Alteration in Name Clause of Memorandum of Association of the Company pursuant to increase in Authorised Share Capital of the Company from ₹ 20,00,00,000/- (Rupees Twenty Crore Only) divided into 2,00,00,000 (Two Crores Only) equity shares of ₹10/- (Rupees Ten Only) each to ₹ 27,00,00,000/- (Rupees Twenty Seven Crores Only) divided into 2,70,00,000 (Two Crores Seventy Lakhs Only) Equity Shares of ₹10/- (Rupees Ten Only) each.

g. According to the consent of shareholders pursuant to section 185 of the Companies Act, 2013:

The Company has accorded the consent of the members of the Company, so as to enable the Company to advance loans or give any guarantee or provide any security in connection with the loan taken by other group companies and accordingly the enabling provision as per section 185 of the Companies Act, 2013 has been passed in the Extra Ordinary General Meeting held on 1st December, 2020.

h. Enabling Sections under sub-sections, 180(1)(a) and 180(1)(c) of the Companies Act, 2013:

Considering the necessary present business strategies, and future plans, the Company has already sought approval of members under Sub-Section 180(1)(a), and 180(1)(c) of the Companies Act, 2013.

4. Material changes between the period from the end of the financial year to the date of the report of the Board:

There are no material changes between the periods from the end of the financial year to the date of the report of the Board.



a. Appointment of Secretarial Auditor:

The Board had appointed M/s. DSM & Associates, Company Secretaries, to carry out Secretarial Audit of the Company under the provisions of Section 204 of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, for the financial year 2021-22. The Report of the Secretarial Auditor for the financial year 2021-22 is annexed to this report – Annexure I.

The Company has complied with Secretarial Standards issued by the Institute of Company Secretaries of India on Meetings of the Board of Directors and General Meetings.

There are no adverse observations in the Secretarial Audit Report which call for explanation.

b. Fund Raising by way of the Rights Issue of the Equity Shares

The Board of Directors of the Company has resolved in the Board Meeting of the Directors held on 21st April 2022 for raising the funds by way of Rights Issue of Equity Shares of the Company for an amount not exceeding ₹ 50 Crore to the eligible equity shareholders of the Company as on the record date. The detailed terms in relation to the Rights Issue, including but not limited to the issue price, rights entitlement ratio, record date, timing, and terms of payment will be determined in due course. The same will be notified to the Shareholders of the Company as well as the Stock Exchange where the equity shares of the Company is listed.

c. Change in Capital Structure of the Company

The Board of Directors of the Company has resolved in the Meeting of the Board of Directors held on 23rd June 2022 that the Authorised Share capital of the Company shall be increased from ₹ 20,00,00,000/- (Rupees Twenty Crore Only) divided into 2,00,00,000 (Two Crores Only) equity shares of ₹10/- (Rupees Ten Only) each to ₹ 27,00,00,000/- (Rupees Twenty Seven Crores Only) divided into 2,70,00,000 (Two Crores Seventy Lakhs Only) Equity Shares of ₹10/- (Rupees Ten Only) each, subject to the approval by the Shareholders of the Company. Accordingly, the Extra-ordinary General Meeting of the Shareholders of the Company was held on 27th July 2022, wherein the Shareholders of the Company approved

the proposal of the Board of Directors to increase the Authorised Share Capital of the Company as mentioned above.

Issued and Paid Up Share Capital:

As on 31st March 2022, the Company has paid up share capital of ₹ 19,10,75,200/- (Rupees Nineteen Crore Ten Lakhs Seventy-Five Thousand Two Hundred Only) divided into 1,91,07,520 (One Crore Ninety-One Lakhs Seven Thousand Five Hundred and Twenty) equity shares of ₹ 10/- (Rupees Ten Only) each.

During the year under review, there is no change in capital structure except the allotment of shares pursuant to the allotment of shares Initial Public Offer.

5. Change in the nature of business:

The Company is engaged in the business of providing highway O&M services and there is no change in the nature of the business of the Company during the financial year under review.

6. Dividend:

Your Directors are pleased to recommend a final dividend of 5% (i.e. Rupees Fifty Paise) on the fully paid-up Equity Shares of ₹ 10/- each of the Company, for the Financial Year ended March 31 2022 which is payable on obtaining the Shareholders' approval at the Twentieth Annual General Meeting. The dividend, if approved, Will be paid on or before 30 days from the conclusion of the AGM. The record date for the said purpose will be 23rd day of September, 2022. The dividend payout amount for the current year inclusive of tax on dividends will be ₹ 95,53,760/-

7. Utilization of IPO Fund:

The Initial Public Offer fund has been utilized for the purpose for which it is raised as mentioned in the Prospectus.

8. Transfer to reserves:

Your Directors do not propose to carry any amount to any reserves, during the financial year.

9. Deposits:

The Company has neither accepted nor invited any deposits from the public during the financial year pursuant to provisions of sections 73 and 74 of the Companies Act, 2013.

There were no unclaimed or unpaid deposits as on 31st March 2022.

10. Extract of Annual Return:

The Extract of annual return as provided under sub-section (3) of section 92 of the Companies Act, 2013, are available on the website of the Company at the <https://www.markolines.com/investors/annual-reports/reports>

11. Transfer of Unclaimed Dividend to Investor Education and Protection Fund:

There was no amount outstanding to be an unclaimed dividend which shall be transfered to investor education and protection fund during the FY 2021-2022.

12. Corporate Governance:

As per regulation 15(2) of the Listing Regulation, the Compliance with the Corporate Governance provisions shall not apply in respect of the following class of Companies:

- a) Listed entity having paid up equity share capital not exceeding ₹10 Crore and Net Worth not exceeding ₹25 Crore, as on the last day of the previous financial year;
- b) Listed entity which has listed its specified securities on the SME Exchange.

Since, our Company falls within the ambit of aforesaid exemption (b); hence compliance with the provision of Corporate Governance shall not apply to the Company and it does not form part of the Annual Report for the financial year 2021-2022.

13. Non Applicability of the Indian Accounting Standards:

As per Provision to regulation Rule 4(1) of the companies (Indian Accounting Standards) Rules, 2015 notified vide Notification No. G.S.R 111 (E) on 16th February, 2015,

Companies whose shares are listed on SME exchange as referred to in Chapter XB of SEBI (Issue of Capital and Disclosure Requirements) Regulations,2009, are exempted from the compulsory requirements of adoption of IND-AS w.e.f. 1st April, 2017.

As your Company is listed on SME Platform of BSE Limited, is covered under the exempted category and is not required to comply with IND-AS for preparation of financial statements beginning with period on or after 1st April, 2017.

14. Directors and Key Managerial Personnel:

The Board received a declaration from all the directors under Section 164 and other applicable provisions, if any, of the Companies Act, 2013 that none of the directors of the Company is disqualified under the provisions of the Companies Act, 2013 ("Act") or under the SEBI (Listing Obligation and Disclosure Requirements) Regulations 2015.

The Board of Directors of the Company, at present, comprises of 5 Directors, who have wide and varied experience in different disciplines of corporate functioning. The present composition of the Board consists of one Managing Director, One Executive Directors, One Non-Executive Non-Independent Director and Two Independent Directors.

The details are as follows:

Sr. No.	Name	DIN No.	Designation
1.	Sanjay Bhanudas Patil	00229052	Chairman & Managing Director
2.	Karan Atul Bora	08244316	Executive Director
3.	Anjali Shivaji Patil	02136528	Independent Director
4.	Kirtinandini Sanjay Patil	09288282	Non-Executive Director
5.	Akash Manohar Phatak	09288697	Independent Director



15. Directors’ Responsibility Statement:

- Pursuant to the requirement under section 134(5) of the Companies Act, 2013 with respect to the Directors’ Responsibility Statement, it is hereby confirmed that:
- (i) In the preparation of the annual accounts for the financial year ended 31st March 2022, the applicable accounting standards had been followed along with proper explanation relating to material departures;
 - (ii) The directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company as at 31st March 2022 and of the profit and loss of the company for that period;
 - (iii) The directors had 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) The directors had prepared the annual accounts on a going concern basis; and
 - (v) The directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

16. Disclosures By Directors:

The Board of Directors has submitted notice of interest in Form MBP 1 under Section 184(1) as well as information by directors in Form DIR 8 under Section 164(2) and declarations as to compliance with the Companies Act, 2013.

17. Disqualifications Of Directors:

During the financial year 2021-2022 under review the Company has received Form DIR-8 from all Directors as required under the provisions of Section 164(2) of the Companies Act, 2013 read with Companies (Appointment and Qualification of Directors) Rules, 2014 that none of the Directors of your Company is disqualified.

18. SEBI Complaints Redress System (SCORES):

The investor complaints are processed in a centralized web based complaints redress system. The salient features of this system are centralized database of all complaints, online upload of Action Taken Reports (AT[₹] by the concerned companies and online viewing by investors of actions taken on the complaint and its current status. Your Company has been registered on SCORES and makes every effort to resolve all investor complaints received through SCORES or otherwise within the statutory time limit from the receipt of the complaint. The Company has not received any complaint on the SCORES during financial year 2021-22.

19. Details of the Complaint Received/Solved/Pending during the year:

Sr. No.	Nature of Complaint	Nature of Complaint	Complaints solved	Complaints pending
1.	Non-receipt of shares certificate after transfer etc.	Nil	Nil	Nil
2.	Non-receipt of dividend warrants	Nil	Nil	Nil
3.	Query regarding Demat credit	Nil	Nil	Nil
4.	Others	Nil	Nil	Nil
Total		Nil	Nil	Nil

20. Statutory Auditors and Audit Report:

As members must be aware that pursuant to provisions of section 139 of the Companies Act, 2013, M/s. Gupta Agarwal & Associates, Chartered Accountants, was appointed as Statutory Auditors of the Company for a period of five years commencing from the conclusion of the 18th Annual General Meeting till the conclusion of 23rd Annual General Meeting.

Statutory Auditor’s comments on the Annual Financial Statements of the Company for the year ended 31st March, 2022, are self-explanatory and do not require any explanation as per provisions of Section 134(3)(f) of the Companies Act, 2013.

There were no qualifications, reservations or adverse remarks or disclaimer made by the Statutory Auditor in their reports on the Annual Financial Statement of the company for the year under review.

21. Details of Fraud reported by the Auditor:

As per auditor’s report, no fraud u/s 143(12) has been reported by the Auditor.

22. Board’s Comment on Auditor’s Report:

The observations of the Statutory Auditors, when read together with the relevant notes to accounts and other accounting policies are self-explanatory and do not call for any further comment.

23. Secretarial Audit:

The Board had appointed M/s. DSM & Associates, Company Secretaries, to carry out Secretarial Audit of the Company under the provisions of Section 204 of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, for the financial year 2021-22. The Report of the Secretarial Auditor for the Financial Year 2021-22 is annexed to this report as Annexure-I.

The Company has complied with Secretarial Standards issued by the Institute of Company Secretaries of India on Meetings of the Board of Directors and General Meetings.

There are no adverse observations in the Secretarial Audit Report which call for explanation.

24. Appointment of Internal Auditor:

Pursuant to per Section 138 of the Companies Act, 2013 of the Companies Act, 2013, the Company has appointed M/s R. G. Mundada & Company, Pune, Chartered Accountant as the Internal Auditor of the Company, for the financial year 2022-2023.

25. Subsidiary Company:

The Company has no subsidiary Company and hence comments and information as required under section 129 of the Companies Act, 2013 is not required to be attached herewith.

26. Compliance with Applicable Secretarial Standards:

The Company has ensured compliance with the mandated Secretarial Standard I & II issued by the Institute of Company Secretaries of India with respect to board meetings and general meetings respectively and approved by the Central Government under section 118 (10) of the Companies Act, 2013.

27. Management discussion and Analysis:

In terms of Regulation 34 of SEBI (Listing Obligation and Disclosure Requirements) Regulation, 2015 read with Schedule V of SEBI (Listing Obligation and Disclosure Requirements) Regulations 2015, Management Disclosure and Analysis Report is attached as an Annexure-II.

28. Declaration By Independent Directors:

The Company had received a declaration from all the Independent Director of the Company confirming that they meet the criteria of independence as prescribed under Section 149(6) of the Companies Act, 2013 and that they are not aware of any circumstance or situation, which exist or may be reasonably anticipated, that could impair or impact their ability to discharge their duties with an objective independent judgment and without any external influence. In the opinion of the Board, they fulfill the conditions of independence as specified in the Act and the Listing regulations and are independent of the management.

29. Independent Directors’ Meeting:

The Independent Directors met during the financial year without the attendance of Non- Independent Directors and members of the Management. The Independent Directors reviewed the performance of non-independent directors and the Board as a whole; the performance of the Chairperson of the Company, taking into account the views of Executive Directors and Non-Executive Directors and assessed the quality, quantity, and timeliness of the flow of information between the Company Management and the Board that is necessary for the Board to effectively and reasonably perform the duties.



30. Evaluation of Board, Its Committee, and Individual Directors:

The Board of Directors has carried out an annual evaluation of its own performance, board committees, and individual directors pursuant to the provision of the Act and SEBI Listing Regulations.

The Performance of the Board was evaluated by the Board after seeking inputs from all the directors on the basis of criteria such as the board composition and structure, effectiveness of board processes, information and functioning etc.

The performance of the committees was evaluated by the Board after seeking inputs from the committee members on the basis of criteria such as the composition of committees, effectiveness of committee meetings etc.

The above criteria are broadly based on the Guideline Note on Board Evaluation issued by the Securities and Exchange Board of India on 5th January, 2017.

In a separate meeting of independent directors, the performance of non- independent directors, the Board as a whole, and the chairman of the company were evaluated, taking into account the views of executive directors and non- executive directors.

The Board and the Nomination and Remuneration Committee reviewed the performance of individual directors on the basis of criteria such as the contribution of the individual director to the board and committee meetings like preparedness on the issues to be discussed, meaningful and constructive contribution, and inputs in meetings etc.

The Performance evaluation criteria for independent directors are determined by the Nomination and Remuneration Committee. An indicative list of factors on which evaluation was carried out include participation and contribution by a director, commitment, effective development of knowledge and expertise, integrity and maintenance of confidentiality and independence of behavior and judgment.

31. Number of meetings of the Board of Directors:

During the financial year under review, the Board of Directors duly met 14 times respectively on 9th April 2021,

07th May 2021, 15th June 2021, 14th July 2021, 31st July 2021, 12th August 2021, 17th August 2021, 20th August 2021, 21st August 2021, 23rd August 2021, 26th August 2021, 23rd September 2021, 14th November 2021, 07th January 2022, 25th January 2022 and 16th February 2022 in respect of which meetings proper notices were given and the proceedings were properly recorded and signed in the minutes book maintained for the purpose.

Whereas there have been Four Extra Ordinary General Meetings held during the financial year namely, First on 19th April 2021, Second on 12th August 2021, Third on 17th August 2021, and Fourth on 21st August 2021.

The Annual General Meeting was held on 24th August 2021.

Board Committees

In compliance with the requirement of applicable laws and as part of best governance practices, the Company has the following Committees of the Board.

- i. Audit Committee
- ii. Nomination and Remuneration Committee
- iii. Stakeholders’ Relationship Committee
- iv. CSR Committee

A. Audit Committee Meetings:

The composition of the Audit Committee is in conformity with the provisions of Section 177 of the Companies Act, 2013 and Regulation 18 of SEBI (Listing Obligation and Disclosure Requirement) Regulations, 2015. The Audit committee comprises of:

Mr. Akash Manohar Phatak	Chairman	Independent Director
Mrs. Anjali Shivaji Patil	Member	Independent Director
Mr. Sanjay Bhanudas Patil	Member	Chairman & Managing Director

The scope and terms of reference of the Audit Committee is in accordance with the Act and the Listing Regulations.

During the financial year ended on 31st March 2022, 3 (Three) meetings of the Audit Committee were held on 21st August 2021, 28th August 2021, and 14th November 2021 which were attended by all the members of the committee.

B. Nomination and Remuneration Committee

The Nomination and Remuneration Committee of Directors is constituted by the Board of Directors of the Company in accordance with the requirements of Section 178 of the Act and Regulation 19 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The Nomination and Remuneration Committee (hereinafter the “NRC Committee”) comprises of:

Mr. Akash Manohar Phatak	Chairman	Independent Director
Mrs. Anjali Shivaji Patil	Member	Independent Director
Mr. Karan Atul Bora	Member	Non Independent Director
Mr. Sanjay Bhanudas Patil	Member	Chairman & Managing Director

The Board has, on the recommendation of the NRC framed a policy for selection and appointment of Directors, Key Managerial Personnel, Senior Management and their remuneration. The policy relating to the remuneration for the Directors, Key Managerial Personnel and other employees is available on the website of the Company i.e. www.markolines.com.

C. Stakeholders Relationship Committee

The Stakeholders Relationship Committee is constituted by the Board of Directors of the Company in accordance with the requirements of Section 178 of the Act and Regulation 20 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The Stakeholders Relationship Committee comprises of:

Mr. Akash Manohar Phatak	Chairman	Independent Director
Mrs. Anjali Shivaji Patil	Member	Independent Director
Mr. Sanjay Bhanudas Patil	Member	Chairman & Managing Director

D. Corporate Social Responsibility Committee

The Company is required to constitute a Corporate Social Responsibility Committee as it falls within purview of Section 135(1) of the Companies Act, 2013. Accordingly, the Company have constituted a Corporate Social Responsibility Committee and the Committee consists of Independent Directors and Directors of the Company as listed below:

Mr. Akash Manohar Phatak	Chairman	Independent Director
Mrs. Anjali Shivaji Patil	Member	Independent Director
Mr. Sanjay Bhanudas Patil	Member	Chairman & Managing Director

During the financial year 2021-22 the Company has spent ₹ 27,77,256/- (Rupees Twenty Seven lakh Seventy-Seven Thousand Two Hundred and Fifty-Six only) towards CSR expenditure. The Annual Report on Corporate Social Responsibility (CSR) Activities is attached herewith as Annexure III to the Directors’ Report.

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

Particulars of Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo required under the Companies (Accounts) Rules, 2014 for the year ended March 31, 2022

A. Conservation Of Energy

To reduce the energy conservation from Lighting, replacement of Conventional GLS lamps, FTLs, and CFLs with efficient LED lighting and replacement of Street/ outdoor lighting HPSV/ Halogen/ FTL fixtures with LED lighting fixtures were undertaken at offices and sites locations of the Company.

In addition to the above company continues to take the following measures:

- i. Improved monitoring of energy consumption through smart metering and integration with building management systems.



- ii. Creating awareness among employees to conserve energy and follow protocols while leaving the workplace.
- iii. The company being an energy efficiency initiative takes special care in the procurement of equipment, the focus is on energy-efficient systems for a greener future.

B. Technology Absorption

With the advent of new technology in infrastructure, the IT Systems, Servers, and software used by the Company are installed as per international standards. The major technological base includes the following:

- i. Installation of contemporary IT Hardware and Infrastructure including Domain Servers, Database servers, Web Servers, Internet Security Consoles, SQL Server Management Studio, etc.
- ii. The Company is implementing the SAP System which will bring innovative technology, help to improve cost efficiency, advanced data management, precise analysis, and forecasting, and also will provide data security.

- iii. The use of Internet-based communication and advanced technology has reduced paper communication wherever possible and has resulted in a quicker and more transparent information-sharing system.
- iv. The benefits derived from Technology absorption are higher efficiency, better reliability, and availability, reduced maintenance environment-friendly atmosphere, and a reduction in printing cost.
- v. The Company continues to use the latest technologies for improving the quality of its services.
- vi. The Company's operations do not require the significant import of technology.

C. Foreign Exchange Earnings And Outgo

There are no foreign exchange earnings or outgo during the financial year.

33. Related Party Transactions:

During the financial year under review the Company has entered into related party transactions and the details as per provisions of section 134(3)(h) of the Companies Act, 2013 read with provisions of rule 8 of the Companies (Accounts) Rules, 2014, are as follows:

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)

S r . No.	Particulars	Details
1.	Details of Contracts or arrangements or transactions not at arm's length basis	NIL
2.	Details of material contracts or arrangements or transactions at arm's length basis	NIL

Name(s) of the related party and nature of relationship	Nature of contracts/ arrangement/ transactions	Duration of the contracts / arrangements/ transactions	Salient terms of the contracts or arrangements or transactions including the value, if any:	Date(s) of approval by the Board, if any:	Amount paid as advances, if any:
Mr. Sanjay Patil – Key Managerial Personnel	Outstanding Loan	Ongoing	Outstanding Loan worth ₹ 5,85,13,022/- during the year.	--	--
Mr. Sanjay Patil – Key Managerial Personnel	Directors Remuneration	Ongoing	Directors Remuneration paid amount of ₹ 57,00,807/- during the year	--	--
Mr. Karan Bora – Key Managerial Personnel	Directors Remuneration	Ongoing	Directors Remuneration paid amount of ₹ 39, 69,533/- during the year	--	--
Mr. Vijay Oswal – Key Managerial Personnel	Repayment of Loan	Closed	Repayment of Loan worth ₹13,74,006/- during the year.	--	--
Mr. Vijay Oswal – Key Managerial Personnel	Directors Remuneration	Closed	Directors Remuneration paid till the resignation amount of ₹ 6,91,936/- during the year.	--	--
Mr. Vijay Oswal – Key Managerial Personnel	CFO Remuneration	Ongoing	CFO Remuneration paid amount of ₹ 11,08,064/- during the year	--	--
Ms. Safala Oswal – Key Managerial Personnel's relatives	Repayment of Loan	Closed	Repayment of Loan worth ₹ 1,15,72,700/- during the year.	--	--
Ms. Shailaja Gaikwad – Key Managerial Personnel's relatives	Repayment of Loan	Closed	Repayment of Loan worth ₹ 58,113/- during the year.	--	--
M/s. Markolines Infra Private Limited – Group Companies	Advances	Closed	Repayment of Advances ₹ 21,72,80,855/- during the year.	--	--
M/s. Markolines Technologies Private Limited – Group Companies	Consultancy Fees	Ongoing	Outstanding worth ₹ 31,96,090/- during the year.	--	--

34. Significant and material orders passed by the regulators or courts or tribunals impact the going concern status and Company's operations in the future:

During the year under review, there have been no such significant and material orders passed by the regulators or courts, or tribunals impacting the going concern status and Company's operations in the future. The Company did not made any application or there are no proceedings pending under Insolvency Bankruptcy Code, 2016.



35. Details of fines / penalties / punishment / award / compounding fees / settlement amount paid in proceedings (by the entity or by directors / KMPs) with regulators/ law enforcement agencies / judicial institutions, in the financial year:

The Company has filed applications under section 441 of the Companies Act, 2013 for Compounding of Offence under sections 96, 185 & 186 of the Companies Act, 2013 and Rules there under. The applications are under consideration before Registrar of Companies/ Regional Director.

36. Company’s policy on Directors’ appointment and remuneration including criteria for determining qualifications, positive attributes, independence of a director and other matters provided under sub-section (3) of section 178:

The Company being a Public Limited Company as on 31st March 2022, the Company has constituted a Nomination and Remuneration Committee under Section 178(1) of the Companies Act, 2013 and Rule 6 of the Companies (Meetings of Board and its Powers) Rules, 2014 and Stakeholders Relationship Committee under Section 178(5) of the Companies Act, 2013.

37. Particulars of loans, guarantees or investments under section 186:

During the year under review, the Company has not advanced any loans/ given guarantees/ made investments.

38. Particulars of Employee:

None of the employee has received remuneration exceeding the limit as stated in rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

39. Risk Management:

So far there are elements of Risk, the mitigation and Reduction was being done through implementation of ISO Certification. While the risks are low, the Company plan to launch formal Risk Management Policy. This will help to manage the overall process of risk management in the organization covering operational, financial, strategic and regulatory risk.

40. Internal Controls Systems and their adequacy:

The Company has an adequate system of internal controls in place, commensurate with the size and nature of its business. These controls have been designed to provide a reasonable assurance with regard to maintaining of proper accounting controls for ensuring reliability of financial reporting, monitoring of operations, protecting assets from unauthorized use or losses, compliance with regulations.

41. Material Changes and Commitments:

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

42. Cost Audit:

The provision of Cost Audit as per section 148 is not applicable to the Company.

43. Disclosure as required under Section 22 of sexual harassment of women at workplace (Prevention, Prohibition And Redressal) Act, 2013:

As per requirements of Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013, the Company has already maintained internal policy to prevent women’s harassment at work and covered all employees so they could directly make complaints to the management or Board of Directors, if such situation arises. The Management and Board of Directors together with confirm a total number of complaints received and resolved during the year is as follows:

a)	No. of Complaints received	:	NIL
b)	No. of Complaints disposed	:	NIL

44. Other Information:

During the financial year under review, there was no instance of one-time settlement with any Bank or Financial Institution.

45. Cautionary Statement:

Statement in the Annual Report, particularly those which relate to Management Discussion and Analysis, describing the Company’s objectives, projections, estimates and expectations, may constitute “forward looking statements” within the meaning of applicable laws and regulations. Although the expectations are based on reasonable assumptions, the actual results might differ.

46. Acknowledgments:

The Board of Directors wishes to express its gratitude and record its sincere appreciation of the dedicated efforts by all the employees of the Company towards the Company. Directors take this opportunity to express their gratitude for the valuable assistance and cooperation extended by Banks, Vendors, Customers, Advisors, and other business partners. Directors are thankful to the esteemed stakeholders for their support and confidence reposed in the Company.

For and on behalf of the Board of
Markolines Pavement Technologies Limited
(Formerly known as Markolines Traffic Controls Limited)

Sanjay Patil
Chairman & Managing Director
DIN: 00229052

Date: 05/09/2022
Place: Navi Mumbai.

CAUTIONARY STATEMENT: Some of the statements in the report may be forward looking and are stated as required by applicable laws & regulations. Many factors may affect the actual results, which could be different from what the Directors envisage in terms of future performance and outlook. The Company’s Performance is dependent on several external factors such as performance of monsoons, government policy, fluctuation of prices of raw material and finished products and also their availability, and not to say the least, the pandemic situation in the country, which could adversely affect the operations of the Company.



ANNEXURE I

SECRETARIAL AUDIT REPORT
For the Financial Year ended 31st March, 2022.
(Pursuant to section 204(1) of the Companies Act, 2013 and the Rule No.9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014)

To,
The Members of
Markolines Pavement Technologies Limited

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by Markolines Pavement Technologies Limited (CIN: U99999MH2002PLC156371) (hereinafter called "The Company"). We have conducted Secretarial Audit 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 31st March, 2022, complied with the statutory provisions listed hereunder and also that the Company has proper Board processes and compliance mechanism in place to the extend, in the manner and subject to the reporting made hereinafter:

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, 2022 according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the rules made there under;
- (ii) The Securities Contracts (Regulation) Act, 1956 (SCRA) and the rules made there under
- (iii) The Depositories Act, 1996 and the regulations and bye laws framed there under
- (iv) The Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Foreign Direct Investment, Overseas Director Investment and External Commercial Borrowings;

- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 (SEBI Act)
 - a) SEBI (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 - b) SEBI (Prohibition of Insider Trading) Regulations, 2015;
 - c) SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2009;
 - d) 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;
- (vi) Other specifically applicable laws to the Company during the period under review;
 - (i) Income Tax Act, 1961;
 - (ii) Goods and Service Tax;
 - (iii) Indian Contract Act, 1872;
 - (iv) Information Technology Act, 2000;

We have also examined compliance with the applicable clause of the following:

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India;
- (ii) The Listing Agreement entered into by the Company with The Bombay Stock Exchange or Securities and Exchange Board of India (Listing Obligations And Disclosure Requirements) Regulations, 2015

Based on the aforesaid information provided by the Company, we report that during the financial year under report, the Company has complied with the provisions of the above mentioned Act/s, Rules, Regulations, Guidelines, Standards, etc. mentioned above to the extent applicable.

We further report that

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

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

As per the minutes of the meetings duly recorded and signed by the Chairman, the decisions of the Board were unanimous and no dissenting views have been recorded.

We further report that, based on the information provided and the representation made by the Company, in our opinion 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 and there were no other specific events/actions in pursuance of the above referred laws, rules, regulations, guidelines, etc. having a major bearing on the Company's affairs.

We further report that during the audit period:

- 1. The Company has changed name of the Company from "Markolines Traffic Controls Limited" to "Markolines Pavement Technologies Limited" vide Special resolution passed in the Extra Ordinary General Meeting held on 17th August, 2021 and received the approval of Registrar of Companies, Mumbai, Maharashtra, on 13th October, 2021 vide its Certificate of Incorporation pursuant to change of name of the Company;
- 2. Mrs. Anjali Patil was appointed as Independent Director of the Company with effect from 17th August, 2021;
- 3. Mrs. Kirtinandini Patil was appointed as Non-Executive Non-Independent Director and Mr. Akash Phatak was appointed as Independent Director of the Company with effect from 20th August, 2021;
- 4. Mr. Parag Jagdale was appointed as Company Secretary and Compliance Officer of the Company with effect from 17th August, 2021;
- 5. Mr. Vijay Oswal was appointed as Chief Financial Officer of the Company effect from 17th August, 2021, whereas

he resigned from the Directorship of the Company with effect from 21st August, 2021;

- 6. Company came up with its Initial Public Offering of Equity Shares in the month of September, 2021 and got listed on the SME Platform of BSE with effect from 27th September 2021;
- 7. The Board of Directors of the Company has submitted a Bid, under the Swiss Challenge Method as per the Resolution Process, to acquire the shareholding held by Infrastructure Leasing and Financial Services Limited ("IL&FS") and IL&FS Financial Services Limited ("IFIN") in IL&FS Engineering and Construction Company Limited ("IECCL") in a Consortium of the other Investor. The Bid submitted by the Consortium has been accepted by IL&FS, and now has been initiated for inviting counter bids. The consummation of the transaction shall be subject to the outcome of the Swiss Challenge Method and other necessary approvals, as may be required, from statutory authorities and non-statutory stakeholders including the Hon'ble NCLT;
- 8. Mr. Prashant Mohite, Chief Administrative Officer of the Company, was appointed as an Internal Auditor of the Company on 23rd September 2021 for the financial year 2021-22;

and there were no other specific events/actions in pursuance of the above referred laws, rules, regulations, guidelines, etc. having a major bearing on the Company's affairs.

For DSM & Associates,
Company Secretaries
UCN No.P2015MH038100
Peer Review No.2229/2022

CS Sanam Umbargikar
Partner
M.No.F11777.
CP No.9394.
UDIN: F011777D000916329

Date: 05/09/2022
Place: Mumbai.



To,
The Board of Directors
Markolines Pavement Technologies Limited

Dear Sirs,

Subject: Secretarial Audit Report for financial year ended 31st March, 2022.

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

1. Maintenance of Secretarial Records is the responsibility of the management of the Company. Our responsibility is to express an opinion on these Secretarial Records based on our audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial Records. The verification was done on test check basis to ensure that correct facts are reflected in Secretarial Records. We believe that the processes and practices we followed provide a reasonable basis for our opinion.
3. We have not verified the correctness appropriateness of financial records and books of accounts of the Company.
4. The compliance of the provisions of corporate and other applicable laws, rules, regulations, standards etc. is the responsibility of the management. Our examination was limited to the verification of procedures on test check basis.
5. 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.

**For DSM & Associates,
Company Secretaries
UCN No.P2015MH038100
Peer Review No.2229/2022**

**CS Sanam Umbargikar
Partner
M.No.F11777.
CP No.9394.
UDIN: F011777D000916329**

Date: 05/09/2022
Place: Mumbai.

ANNEXURE III

Annual Report on Corporate Social Responsibility (CSR) Activities

1. A brief outline of the Company's CSR policy, including overview of projects or programs proposed to be undertaken and a reference to the web-link to the CSR policy and projects or programs.

A brief outline of the Company's Policy – Our Company's CSR Committee's philosophy on CSR is simple as nothing but to give back to our society as our responsibility from where we have earned & learned. Our aim is to be one of the most respected Companies in India delivering superior and sustainable value to all our customers, business partners, shareholders, employees and host communities.

During the year Company has initiated the CSR. The CSR Committee has identified a Charitable Trust in the name of "Pumpkin House for Children Trust" to undertake the various activities such as education for under privileged, Scheduled cast and Nomadic Tribes Children as prescribed in Schedule VII of the Companies Act, 2013.

The Company promotes Education for underprivileged, poor children, Children from Scheduled cast and Nomadic Tribes, children from disadvantaged group and weaker section of the Society, health and life, Environment, culture and some proposed projects which are as follows:

- Improving the quality of life in needed children;
- To establish a new Educational Establishment for the children who are still deprived for the education;
- Eradicating hunger, poverty and malnutrition;
- Promoting healthcare including preventive healthcare;
- Any other activity as prescribed in Schedule VII of the Companies Act, 2013

The activities and funding are monitored internally by the Company.

2. The Composition of the CSR Committee.

S r . no	Name of Director	Category	Designation	No. of Committee meetings held during the year	No of Committee Meeting attended
1	Mr. Akash Phatak	Independent Director	Chairman	1	1
2	Mrs. Anjali Phatak	Independent Director	Member	1	1
3	Mr. Sanjay Patil	Chairman and Managing Director	Member	1	1

3. Provide the web-link where Composition of CSR committee, CSR Policy and CSR projects approved by the board are disclosed on the website of the Company: www.markolines.com
4. Provide the details of Impact assessment of CSR projects carried out in pursuance of sub-rule (3) of rule 8 of the Companies (Corporate Social responsibility Policy) Rules, 2014, if applicable (attach the report).-Not Applicable.



5. Details of the amount available for set off in pursuance of sub-rule (3) of rule 7 of the Companies (Corporate Social responsibility Policy) Rules, 2014 and amount required for set off for the financial year, if any.

Sl. No.	Financial Year	Amount available for set-off from preceding financial years (in ₹)	Amount required to be set- off for the financial year, if any (in Lakhs)
1	2021-2022	NA	NA

6. Average net profit of the company as per section 135(5) of the Companies Act, 2013:

	(₹ In Lakhs)
2020-21	660.39
2019-20	1012.07
2018-19	490.14
Total Profit	2162.59
Average 3 Years	720.86

7.		
(a)	Two percent of average net profit of the company as per section 135(5)	14.42 Lakhs
(b)	Surplus arising out of the CSR projects or programs or activities of the previous financial years	N.A.
(c)	Amount required to be set off for the financial year, if any	N.A
(d)	Total CSR obligation for the financial year (7a+7b- 7c)	14.42 Lakhs

8. (a) CSR amount spent or unspent for the financial year:

Total Amount Spent for the Financial Year. (in ₹)	Amount Unspent (in ₹)				
	Total Amount transferred to Unspent CSR Account as per section 135(6).		Amount transferred to any fund specified under Schedule VII as per second proviso to section 135(5).		
	Amount.	Date of transfer.	Name of the Fund	Amount.	Date of transfer.
14,42,000/-	NA	NA	NA	NA	NA

(b) Details of CSR amount spent against ongoing projects for the financial year:

(1) Sl. No.	(2) Name of the Project.	(3) Item from the list of activities in Schedule VII to the Act.	(4) Local area (Yes/No).	(5) Location of the project.	(6) Project duration.	(7) Amount allocated for the project (in ₹).	(8) Amount spent in the current financial Year (in ₹).	(9) Amount transferred to Unspent CSR Account for the project as per Section 135(6) (in ₹).	(10) Mode of Implementation - Direct (Yes/ No).	(11) Mode of Implementation - Through Implementing Agency
				State. District.						Name. CSR Registration number.

NOT APPLICABLE

(c) Details of CSR amount spent against other than ongoing projects for the financial year:

(₹in Lakhs)

(1) Sl. No.	(2) Name of the Project	(3) Item from the list of activities in schedule VII to the Act.	(4) Local area (Yes/ No).	(5) Location of the project.		(6) Amount spent for the project (in ₹).	(7) Mode of implementation Direct (Yes/No).	(8) -Mode of implementation - Through implementing agency.	
				State.	District.			Name.	CSR registration number.
1.	Upliftment of Child care, welfare, education	Promoting education for children and under privileged	Yes	Maharashtra	Ahmednagar	14,42,000/-	No	Pumpkin House for Children Trust	N.A.
TOTAL						14,42,000/-			

(d) Amount spent in Administrative Overheads: NA

(e) Amount spent on Impact Assessment, if applicable: NA

(f) Total amount spent for the Financial Year (8b+8c+8d+8e): ₹ 14,42,000/-

(g) Excess amount for set off, if any:

Sl. No.	Particular	Amount (₹in Lakhs.)
(i)	Two percent of average net profit of the company as per section 135(5)	14,42,000/-
(ii)	Total amount spent for the Financial Year	14,42,000/-
(iii)	Excess amount spent for the financial year [(ii)-(i)]	Nil
(iv)	Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any	NA
(v)	Amount available for set off in succeeding financial years [(iii)-(iv)]	Nil

For and on behalf of the Board of Directors of;
Markolines Pavement Technologies Limited
(Formerly known as Markolines Traffic Controls Limited)

Sanjay Patil
Managing Director
Member of CSR Committee.
DIN: 0229052

Date: 05/09/2022
Place: Navi Mumbai.

CHIEF FINANCIAL OFFICER CERTIFICATION

To,
The Chairman
Board of Directors
Markolines Pavement Technologies Limited
5th Floor, B Wing, Shree Nand Dham,
Sector 11, CBD Belapur
Navi Mumbai – 400 614,
Maharashtra, India.

Subject: Certificate in accordance with Regulation 33(2) (a) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015:

We, undersigned certify that the Audited Financial Results for the year ended 31st March, 2022 prepared in accordance with Clause 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 do not contain any false or misleading statement or figures and do not omit any material fact which may make the statements or figures contained therein misleading and we further certify that.

- We have reviewed financial statements and the cash flow statement for the quarter and year ended 31st March, 2022 and that to the best of their knowledge and belief:
- these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
- 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.
- There are, to the best of our knowledge and belief, no transactions entered into by the listed entity during the year which are fraudulent, illegal or violation of the listed entity's code of conduct.
- There are, to the best of our knowledge and belief, no transactions entered into by the listed entity during the year which are fraudulent, illegal or violation of the listed entity's code of conduct.
- We accept responsibility for establishing and maintaining internal controls for financial reporting and that we have evaluated the effectiveness of internal control systems of the listed entity pertaining to financial reporting and we

have disclosed to the auditors and the audit committee, deficiencies in the design or operation of such internal controls, if any, of which we are aware and the steps we have taken or propose to take to rectify these deficiencies.

- We have indicated to the auditors and the Audit committee:
- significant changes in internal control over financial reporting during the year;
- significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and
- Instances of significant fraud of which they have become aware and the involvement therein, if any, of the management or an employee having a significant role in the listed entity's internal control system over financial reporting.

**For and on behalf of the Board of
Markolines Pavement Technologies Limited
(Formerly known as Markolines Traffic Controls Limited)**

Vijay Oswal
Chief Financial Officer
PAN: AABP00881G
Date: 05/09/2022.
Place: Navi Mumbai.

Independent Auditor's Report

To the Members of
M/s MARKOLINES PAVEMENT TECHNOLOGIES LIMITED

1. Report on the Financial Statements

We have audited the accompanying financial statements of M/s. MARKOLINES PAVEMENT TECHNOLOGIES LIMITED (Formerly known as Markolines Traffic Controls Limited) ("the Company"), which comprises the Balance Sheet as at March 31, 2022, the Statement of Profit and Loss and statement of cash flows for year ended on 31st March, 2022, and a summary of significant accounting policies and other explanatory information.

2. Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the company as at March 31, 2022, the profit and total income, changes in equity and its cash flows for the year ended on that date.

3. Basis for Opinion

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 there under, 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.

4. Management's Responsibility for the Standalone Financial Statements

Management 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 of the Company in accordance with the Accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgements and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

Those Board of Directors are also responsible for overseeing the company's financial reporting process.

5. Auditor's Responsibility for the Audit of the Financial Statements

Our objective is 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 on these financial statements.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain



reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. 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. In making those risk assessments, the auditor considers internal financial control relevant to the company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

6. Report on Other Legal and Regulatory Requirements

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

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

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
- b) In our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;

The Balance Sheet, Statement of Profit and Loss and cash flow statement dealt with by this Report are in agreement with the books of account;
- c) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under the Section 133 of the Act, read with rule 7 of the Companies (Accounts) Rules, 2014.
- d) On the basis of written representations received from the directors as on March 31, 2022, and taken

on record by the Board of Directors, none of the directors is disqualified as on March 31, 2022, from being appointed as a director in terms of section 164 (2) of the Act;

- e) 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", and
- f) 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 company does not have any pending litigations which would impact its financial position;
 - (ii) The company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
 - (iii) There were no amounts which were required to be transferred to the Investor Education and Protection fund by the company.

- g) with respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

In our opinion and according to the information and explanations given to us, the company has paid remuneration to its directors during the current year in compliance with section 197(16) of the Act.

For Gupta Agarwal & Associates
Chartered Accountants
FRN: 329001E

Jay Shankar Gupta
(Partner)
Membership No.: 059535
UDIN: 22059535AJXIPV2789

Date: 30/05/2022
Place: Kolkata

"Annexure A" to the Independent Auditor's Report

Referred to in paragraph 1 under the heading 'Report on Other Legal & Regulatory Requirement' of report of even date to the standalone financial statements of the company for the year ended March 31, 2022; we report that:

1. PROPERTY, PLANT & EQUIPMENT AND INTANGIBLE ASSETS [Clause 3(i)]:

- (a) The company has maintained proper records showing full particulars, including quantitative details and situation of its Property, Plant and Equipment.
- (b) The company is maintaining proper records showing full particulars of intangible assets.
- (c) As explained to us, these Property, Plant and Equipment have been physically verified by the management at reasonable intervals; no material discrepancies were noticed on such verification.
- (d) The title deeds of immovable properties are held in the name of the company.
- (e) The Company has not revalued its Property, Plant and Equipment (including Right of Use assets) or intangible assets or both during the year.
- (f) No proceedings have been initiated or are pending against the company for holding any Benami property under the "Benami Transactions (Prohibition) Act, 1988 and Rules made thereunder.

2. INVENTORY [Clause 3(ii)]

- a According to the information and explanations given to us, the physical verification of inventory has been conducted at reasonable intervals by the management and in our opinion, the coverage and procedure of such verification by the management is appropriate; and no discrepancies of 10% or more in the aggregate for each class of inventory were noticed.
- b The company has been sanctioned working capital limits in excess of five crore rupees (at any point of time during the year), in aggregate, from banks or financial institutions on the basis of security of current assets; quarterly returns or statements filed by the company with such banks or financial institutions are in agreement with the books of account of the Company.

3. LOAN GIVEN BY COMPANY [Clause 3(iii)]

The company has made investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured to companies, firms, Limited Liability Partnerships or any other parties during the year.

The company has provided loans or provided advances in the nature of loans to any other entity during the year.

The aggregate amount during the year, and balance outstanding at the balance sheet date with respect to such loans or advances and guarantees or security to subsidiaries, joint ventures and associates - NIL

The aggregate amount during the year, and balance outstanding at the balance sheet date with respect to such loans or advances and guarantees or security to parties other than subsidiaries, joint ventures and associates are as follows:

Amount during the year: Nil

Outstanding as on 31.03.2022: Nil

The investments made, guarantees provided, security given and the terms and conditions of the grant of all loans and advances in the nature of loans and guarantees provided are not prejudicial to the company's interest;

In respect of loans and advances in the nature of loans, the schedule of repayment of principal and payment of interest has not been stipulated.

If the amount is overdue, state the total amount overdue for more than ninety days, and whether reasonable steps have been taken by the company for recovery of the principal and interest- The schedule of repayment of principal and payment of interest has not been stipulated.

There is no loan or advance in the nature of loan granted which has fallen due during the year, has been renewed or extended or fresh loans granted to settle the overdues of existing loans given to the same parties

The Company has granted any loans or advances in the nature of loans either repayable on demand or without specifying any terms or period of repayment:



	(₹ In Lakhs)		
	All Parties	Promoters (Including Directors)	Related Parties
Aggregate amount of loans/ advances in nature of loans- Repayable on demand (A)	—	—	—
Aggregate amount of loans/ advances in nature of loans- Agreement does not specify any terms or period of repayment (B)	—	—	—
Total (A+B)	—	—	—
Percentage of loans/ advances in nature of loans to the total loans	—	—	—

4. LOAN TO DIRECTORS AND INVESTMENT BY COMPANY [Clause 3(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 Companies Act, 2013 In respect of loans, investments, guarantees, and security.

5. DEPOSITS [Clause 3(v)]

According to the information and explanation given to us the company has not accepted deposits from the public during the financial year under audit. Accordingly, the paragraph 3(v) of the order is not applicable to the company and hence not commented upon.

6. COST RECORDS [Clause 3(vi)]

As informed to us, the maintenance of Cost Records has not been specified by the Central Government under sub-section (1) of Section 148 of the Act, in respect of the activities carried on by the company.

7. STATUTORY DUES [Clause 3(vii)]

(a) The Company is regular in depositing undisputed statutory dues including provident fund, employees' state insurance, income-tax, goods and service tax, customs duty, cess and any other statutory dues have been regularly paid to the appropriate authorities, except ESI of ₹ 1.25 lakhs, PF of ₹ 9.05 lakhs, Professional tax of ₹ 2.51 lakhs, UPVAT of ₹ 0.08 lakhs payable in respect of same which were in arrears as on 31st March, 2022 for a period of more than Six months from the date that they became payable.

(b) According to the information and explanations given to us there are no dues of sales tax, income tax, goods and service tax, customs duty, cess and any other statutory dues which have not been deposited on account of any dispute except:

As per the information and explanations given to us, the dues outstanding of Income Tax and VAT on account of any dispute is as follows:

Nature of Statute	Nature of Dues	Disputed Amount (₹ In Lacs)	Amount paid under protest (₹ In lacs)	F.Y. to which it relates	Forum where dispute is pending
Income Tax	Income Tax on Asst.	16.59	-	2017-18	Commissioner of Income Tax- Appeals
Income Tax	Income Tax on Asst.	6.59	-	2018-19	Commissioner of Income Tax- Appeals
Income Tax	Income Tax on Asst	.3.98	-	2009-10	Income Tax
MVAT	Maharashtra Value Added Tax	14.93	-	2013-14	Commissioner of Sales Tax
MVAT	Maharashtra Value Added Tax	4.81	-	2017-18	Commissioner of SalesTax

8. SURRENDERED OR DISCLOSED AS INCOME [Clause 3(viii)]

There are no such transactions which are not recorded in the books of account which have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.

9. REPAYMENT DUES [Clause 3(ix)]

In our opinion and according to information and explanations given to us, the company has not defaulted in the repayment of loans or borrowings to financial institutions, banks and government. The company has not issued any debentures.

The company is not a declared willful defaulter by any bank or financial institution or other lender.

According to the information and explanation given to us, term loans were applied for the purpose for which the loans were obtained

According to the information and explanation given to us, funds raised on short term basis have not been utilised for long term purposes

The Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures.

The Company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies.

10. UTILISATION OF INTIAL AND FURTHER PUBLIC OFFER [Clause 3(x)]

During the F.Y. 2021-22, the company issued 51,28,000 fully paid equity shares of ₹ 10/- each at a premium of ₹ 68/- per share by way of initial public offer or further public offer and the IPO proceeds were applied for the purposes for which those are raised.

The Company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year.

11. FRAUD AND WHISTLE-BLOWER COMPLAINTS [CLAUSE 3(xi)]

To the best of our knowledge and according to the information and explanations given to us, no fraud by the company or any fraud on the Company by its officers or employees has been noticed or reported during the year.

No report under sub-Section (12) of Section 143 of the Companies Act has been filed by the auditors in Form ADT-4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules 2014 with the Central Government.



Whistle-blower complaints have not been received during the year by the Company.

12. NIDHI COMPANY [Clause 3(xii)]

In our opinion and according to information and explanations given to us, clause(xii) of para 3 to Companies (Auditor's Report) Order, 2020 w.r.t. Nidhi Company is not applicable to company. Accordingly, the paragraph 3(xii) of the order is not applicable to the company and hence not commented upon.

13. RELATED PARTY TRANSACTION [Clause 3(xiii)]

In our opinion and according to information and explanations given to us all transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the Financial Statements etc., as required by the applicable accounting standards.

14. INTERNAL AUDIT: [CLAUSE 3(xiv)]

The company has an adequate internal audit system commensurate with the size and nature of its business and the report of Internal auditor has been considered by us.

15. NON-CASH TRANSACTION [Clause 3(xv)]

In our opinion and according to information and explanations given to us, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the paragraph 3(xv) of the order is not applicable to the company and hence not commented upon.

16. REGISTER WITH RBI ACT, 1934 [Clause 3(xvi)]

The company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, the paragraph 3(xvi) of the order is not applicable to the company.

The Company has not conducted any Non-Banking Financial or Housing Finance activities during the year.

The Company is not a Core Investment Company (CIC) as defined under the Regulations by the Reserve Bank of India.

17. CASH LOSSES [Clause 3(xvii)]

The Company has not incurred cash losses in the Financial Year 2021-22 and in the immediately preceding financial year.

18. RESIGNATION OF STATUTORY AUDITORS [Clause 3(xviii)]

There has been no resignation of the statutory auditors during the year and accordingly, the provisions of clause 3(xviii) of the Order is not applicable.

19. MATERIAL UNCERTAINTY ON MEETING LIABILITIES [Clause 3(xix)]

On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, the auditor's knowledge of the Board of Directors and management plans, we are of the opinion that no material uncertainty exists as on the date of the audit report that company is capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date.

20. TRANSFER TO FUND SPECIFIED UNDER SCHEDULE VII OF COMPANIES ACT, 2013 [Clause 3(xx)]

The provision relating to transfer to fund specified under schedule vii of the Companies Act, 2013 is not applicable to the company.

21. ADVERSE REMARKS IN CONSOLIDATED FINANCIAL STATEMENTS [Clause 3(xxi)]

The company is not required to prepare consolidated financial statements for the period under review, accordingly, the paragraph 3(xxi) of the order is not applicable to the company.

Date: 30/05/2022
Place: Kolkata

For Gupta Agarwal & Associates
Chartered Accountants
FRN: 329001E

Jay Shankar Gupta
(Partner)
Membership No.: 059535
UDIN: 22059535AJXIPV2789

“Annexure B” to the Independent Auditor’s 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. MARKOLINES PAVEMENT TECHNOLOGIES LIMITED (“the Company”) as of March 31, 2022 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management’s Responsibility for Internal Financial Controls

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

Auditors’ Responsibility

Our responsibility is to express an opinion on the Company’s internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the “Guidance Note”) 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 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 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 March 31, 2022, 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).

For Gupta Agarwal & Associates
Chartered Accountants
FRN: 329001E

Date: 30/05/2022
Place: Kolkata

Jay Shankar Gupta
(Partner)
Membership No.: 059535
UDIN: 22059535AJXIPV2789

BALANCE SHEET

AS ON 31ST MARCH, 2022

(Amount ₹ In Lakhs)			
Particulars	Note	As at 31 st March, 2022	As at 31 st March, 2021
EQUITY AND LIABILITIES			
Shareholders Funds:			
Share Capital	3	1,910.75	87.37
Reserves & Surplus	4	5,192.33	2,394.77
Money Received Against Share Warrants		7,103.08	2,482.14
Share Application Money Pending Allotment		-	-
Non-Current Liabilities			
Long-Term Borrowings	5	1,412.88	1,639.28
Long-Term Provisions	6	117.88	74.62
		1,530.76	1,713.90
Current Liabilities			
Short-Term Borrowings	7	1,270.99	1,913.50
Trade Payables	8	1,046.08	2,235.81
Other Current Liabilities	9	571.49	741.68
Short-Term Provisions	10	2,033.35	1,711.88
		4,921.90	6,602.87
TOTAL		13,555.74	10,798.91
ASSETS			
Non-Current Assets			
Property, Plant & Equipment and Intangible Assets	11		
- Tangible Assets		887.91	989.22
- Intangible Assets		2.59	1.67
Non-Current Investment	12	0.76	0.76
Deferred Tax Assets (Net)	13	80.05	42.73
Long Term Loans and Advances	14	18.00	18.00
		989.32	1,052.38
Current Assets			
Inventories	15	1,404.53	1,893.33
Trade Receivables	16	5,841.31	4,446.06
Cash and Cash Equivalents	17	160.37	32.45
Short-Term Loans and Advances	18	505.32	146.49
Other Current Assets	19	4,654.88	3,228.20
		12,566.42	9,746.54
TOTAL		13,555.74	10,798.91
Significant Accounting Policies	2	-	-

AS PER OUR REPORT OF EVEN DATE ATTACHED

FOR GUPTA AGARWAL & ASSOCIATES
CHARTERED ACCOUNTANTS
FRN: 329001E

JAY SHANKER GUPTA
PARTNER
MEM NO. 059535
UDIN: 22059535AJXIPV2789
Date: 30/05/2022
Place: Kolkata

MARKOLINES PAVEMENT TECHNOLOGIES LIMITED

SANJAY BHANUDAS PATIL
MANAGING DIRECTOR
DIN: 00229052

VIJAY RATANCHAND OSWAL
CHIEF FINANCIAL OFFICER

Date: 30th May 2022
Place: Navi Mumbai

KARAN ATUL BORA
DIRECTOR
DIN: 08244316

PARAG SUDHIR JAGDALE
COMPANY SECRETARY & COMPLIANCE OFFICER



STATEMENT OF PROFIT & LOSS ACCOUNT

FOR THE YEAR ENDED 31ST MARCH, 2022

(Amount ₹ In Lakhs)			
Particulars	Note	For the year ended 31 st March 2022	For the year ended 31 st March 2021
Income :			
Revenue From Operations	20	18,664.33	15,770.61
Other Income	21	25.53	25.91
Total Revenue		18,689.85	15,796.52
Expenses :			
Cost Material Consumed	22	2,984.79	5,959.39
Change in Inventory	23	485.00	(413.28)
Employee Benefits Expenses	24	4,009.74	3,193.86
Finance Costs	25	549.51	438.10
Depreciation and Amortization Expense	26	264.68	245.83
Other Expenses	27	8,907.62	5,712.22
Total Expenses		17,201.34	15,136.13
Profit before exceptional and extraordinary items and tax		1,488.51	660.39
Exceptional items - Provision for CSR Expenses		21.07	14.42
Profit before extraordinary items and tax		1,467.44	645.97
Extraordinary Items		-	-
Profit Before Tax		1,467.44	645.97
Tax Expense :			
(1) Prior Year Taxes		(4.38)	12.29
(2) i) Current Tax		498.33	260.80
ii) Current Tax (MAT)		-	-
(3) Deferred Tax		(37.32)	(28.76)
Profit / (Loss) for the period from continuing operations		1,010.81	401.65
Profit / (loss) from discontinuing operations		-	-
Tax expense of discontinuing operations		-	-
Profit / (Loss) from Discontinuing operations after tax		-	-
Profit / (Loss) for the period		1,010.81	401.65
Earnings Per Share (EPS)	28		
Basic and Diluted (₹)		6.08	2.87
Significant Accounting Policies	2.1		

AS PER OUR REPORT OF EVEN DATE ATTACHED

FOR GUPTA AGARWAL & ASSOCIATES
CHARTERED ACCOUNTANTS
FRN: 329001E

JAY SHANKER GUPTA
PARTNER
MEM NO. 059535
UDIN: 22059535AJXIPV2789
Date: 30/05/2022
Place: Kolkata

MARKOLINES PAVEMENT TECHNOLOGIES LIMITED

SANJAY BHANUDAS PATIL
MANAGING DIRECTOR
DIN: 00229052

VIJAY RATANCHAND OSWAL
CHIEF FINANCIAL OFFICER

Date: 30th May 2022
Place: Navi Mumbai

KARAN ATUL BORA
DIRECTOR
DIN: 08244316

PARAG SUDHIR JAGDALE
COMPANY SECRETARY & COMPLIANCE OFFICER

CASH FLOW STATEMENT

FOR THE YEAR ENDED MARCH 31, 2022

(Amount ₹ In Lakhs)		
Particulars	For the year ended 31 st March 2022	For the year ended 31 st March 2021
A. CASH FLOW FROM OPERATING ACTUVITIES		
Net profit before tax	1,467.44	645.97
Adjustment for		
Add: Depreciation and amortisation	264.68	245.83
Loss on sale of Fixed Assets	0.25	20.44
Finance cost	549.51	438.10
Provision for CSR	21.07	14.42
	2,302.96	1,364.77
Less : Interest on Long term and current non-trade investments		
Interest on loans , deposits etc	12.77	19.58
	2,290.18	1,345.19
Operating profit before working capital changes	2,290.18	1,345.19
Changes in working capital :		
Adjustment for (increase)/decrease in operating assets :		
Add : Inventories	488.80	(197.22)
Trade receivables	(1,395.25)	(639.20)
Other current assets	(1,426.68)	(1,011.83)
Short term loans and advances	(358.82)	77.35
	(401.77)	(425.72)
Adjustment for increase/(decrease) in operating liabilities :		
Add : Trade payables	(1,189.73)	602.38
Other current liabilities	(170.19)	(164.88)
Short-term provisions	(165.79)	101.50
Cash generated from Operations	(1,927.48)	113.28
Less : CSR paid	27.77	-
Less : Direct taxes paid	-	-
Net cash from Operating Activities (A)	(1,955.25)	113.28
B. CASH FLOW FROM INVESTING ACTIVITIES		
Interest received on investments	12.77	19.58
Sale of Fixed Assets	2.83	12.67
Capital expenditure on fixed assets, including capital advances	(167.39)	(187.90)
Net cash/(used) in Investing Activities (B)	(151.79)	(155.65)



Particulars	For the year ended 31 st March 2022	For the year ended 31 st March 2021
C. CASH FLOW FROM FINANCING ACTIVITIES		
Net IPO Proceeds	3,610.13	-
Short Term Borrowings	(642.52)	755.69
Long Term Borrowings	(226.40)	(306.21)
Long Term Provisions	43.26	31.49
Interest paid	(549.51)	(438.10)
Net cash/(used) in Financing Activities ('C)	2,234.97	42.87
D. INCREASE/(DECREASE) INCASH AND CASH EQUIVALENTS		
(A+B+C)	127.93	0.49
Cash and Cash Equivalents at the beginning of the year	32.45	31.96
Cash and Cash Equivalents at the end of the year	160.37	32.45

Note :

- The above Cash Flow Statement has been prepared under the 'Indirect Method' as set out in the Accounting Standard - 3 on Cash Flow Statements issued by the Institute of Chartered Accountants of India
- Previous year's figures have been regrouped/ reclassified to confirm to those of the Current Year

(Amount ₹ in Lakhs)

3. Cash & Cash Equivalents include:	For the year ended 31 st March 2022	For the year ended 31 st March 2021
- Cash In Hand	32.26	31.32
- With Scheduled Banks		
On Current Accounts	128.11	1.13
On Fixed Deposits	-	-
	160.37	32.45

AS PER OUR REPORT OF EVEN DATE ATTACHED
FOR GUPTA AGARWAL & ASSOCIATES
CHARTERED ACCOUNTANTS
FRN: 329001E

JAY SHANKER GUPTA
PARTNER
MEM NO. 059535
UDIN: 22059535AJXIPV2789

Date: 30/05/2022
Place: Kolkata

MARKOLINES PAVEMENT TECHNOLOGIES LIMITED

SANJAY BHANUDAS PATIL
MANAGING DIRECTOR
DIN: 00229052

VIJAY RATANCHAND OSWAL
CHIEF FINANCIAL OFFICER

Date: 30th May 2022
Place: Navi Mumbai

KARAN ATUL BORA
DIRECTOR
DIN: 08244316

PARAG SUDHIR JAGDALE
COMPANY SECRETARY
& COMPLIANCE OFFICER

NOTES FORMING PART OF FINANCIAL STATEMENTS

2.1 SIGNIFICANT ACCOUNTING POLICIES

(A) Corporate Information:

The Company was originally incorporated on November 8, 2002 vide Certificate of Incorporation bearing Registration Number 156371 issued by the Registrar of Companies, Mumbai with the name & style of MARK-O-LINE TRAFFIC CONTROLS PRIVATE LIMITED. The company changed its name to MARKOLINES TRAFFIC CONTROLS PRIVATE LIMITED with approval of Central Government and ROC dated March 12, 2018 and again company converted to public limited company and changed its name to MARKOLINES PAVEMENT TECHNOLOGIES LIMITED with approval of Central Government and ROC dated August 10, 2021.

The company has passed shareholders resolution to change its name to "Markolines Pavement Technologies Limited" vide EGM dated 17th August, 2021.

The Company is engaged in the business of providing highway operations & maintenance services. Since inception the Company has shown increasing trend in the revenues by endeavoring to reach consumers at large by providing quality products.

(B) Basis of Preparation:

The financial statements of the Company have been prepared in accordance with generally accepted accounting principles in India (Indian GAAP). The Company has prepared these financial statements to comply in all material respects with the accounting standards notified under section 133 of the Companies Act 2013, read together with paragraph 7 of the Companies (Accounts) Rules, 2014. The financial statements have been prepared on an accrual basis and under the historical cost convention. The accounting policies have been consistently applied except where specifically stated in financial statement and notes to accounts of the non-conformity with the relevant Accounting Standard.

(C) Significant Accounting Policies:

(a) Use of Estimates:

The preparation of financial statements in conformity with Indian GAAP requires management to make judgments, estimates and assumptions that affect the

reported amounts of assets and liabilities and disclosure of contingent liabilities at the end of the reporting period and the reported amounts of revenue and expenses during the reported period. Although these estimates are based on management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the Carrying amounts of Assets or Liabilities in future periods.

(b) Property, Plant & equipment and Intangible assets:

Property, Plant & equipment and Intangible assets are stated at cost of acquisition or construction less accumulated depreciation and impairment loss, if any. The cost of an asset comprises of its purchase price and any directly attributable cost of bringing the assets to working condition for its intended use. Expenditure on additions, improvements and renewals is capitalized and expenditure for maintenance and repairs is charged to profit and loss account.

Depreciation is provided on Written Down value basis based on life assigned to each asset in accordance with Schedule II of the Act or as per life estimated by the Management.

An asset is treated as impaired asset when the carrying cost of the asset exceeds its recoverable value. An impairment loss is charged to the profit & loss account is identified as impaired. The impairment loss recognized in prior accounting period is reversed if there has been changed in the estimate of recoverable amount.

(c) Revenue Recognition:

Revenue is recognized when it is earned and no significant uncertainty exists as to its realization or collection. Revenue from sale of goods or services are recognized on delivery of the products or services, when all significant contractual obligations have been satisfied, the property in the goods is transferred for price, significant risk and rewards of ownership are transferred to the customers and no effective ownership is retained.

In the financial statement, revenue from operation does not include Indirect taxes like sales tax and/or Goods & service tax.



NOTES FORMING PART OF FINANCIAL STATEMENTS

(d) Investments:

Investments, which are readily realizable and intended to be held for not more than one year from the date on which such investments are made, are classified as current investments. All other investments are classified as long-term investments.

On initial recognition, all investments are measured at cost. The cost comprises price and directly attributable acquisition charges such as brokerage, fees and duties.

Current investments are carried in the financial statements at lower of cost and fair value determined on an individual investment basis. Long term investments are carried at cost. However, provision for diminution in value is made to recognize a decline other than temporary in the value of Investments.

On disposal of investment, the difference between its carrying amount and net disposal proceeds are charged or credited to the statement of profit and loss.

(e) Inventories:

Inventory of W-I-P and Raw materials are valued at lower of cost and net realizable value. Cost is determined on FIFO basis.

Net realizable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and estimated costs necessary to make the sale.

There is no stock of finished goods lying with the company.

(f) Employee Benefits:

Retirement benefit in the form of provident fund is a defined contribution scheme. The contribution to the provident fund is charged to the statement of profit and loss for the year when an employee renders the related services.

During the year gratuity payable to employees of ₹ 53.85 lakhs are provided based upon actuarial valuation report.

Leave encashment to the employees are accounted for as & when the same is claimed by eligible employees.

(g) Taxation:

Tax expenses comprises of current and deferred tax. Current income tax is measured at the amount expected to be paid to the Tax Authorities in accordance with the Income Tax Act 1961 enacted or substantively enacted at the reporting date.

Staff Bonus payable as on 31st March, 2022 due to be paid before filing Income tax return, is pending to be paid as on the signing date of financial, the same will be paid before due date and accordingly has been considered for computation of Income tax for the current financial year.

Deferred Tax Assets or Deferred Tax Liability is recognized on timing difference being the difference between taxable incomes and accounting income. Deferred Tax Assets or Deferred Tax Liability is measured using the tax rates and tax laws that have been enacted or substantively enacted at the Balance Sheet date. Deferred Tax Assets arising from timing differences are recognized to the extent there is a reasonable certainty that the assets can be realized in future.

(h) Borrowing Cost:

Borrowing Cost includes interest and amortization of ancillary costs incurred in connection with the arrangement of borrowings. Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalized as part of the cost of the respective asset. All other borrowing costs are expensed in the period they occur.

(i) Segment Reporting:

The Company is engaged in business of providing services of infrastructure operations like road building and road maintenance. Considering the nature of Business and Financial Reporting of the Company, the Company is operating in only one Segment. Hence segment reporting is not applicable.

(j) Provisions and Contingent Liabilities:

A provision is recognized when the company has a present obligation as a result of past event; it is probable that an outflow of resources will be required to settle the

NOTES FORMING PART OF FINANCIAL STATEMENTS

obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to its present value and are determined based on best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

Contingent Liabilities are not recognized but are disclosed in the notes. Contingent Assets are neither recognized nor disclosed in the financial statements.

Contingent liability:

Bank Guarantee

- Financial Bank Guarantee- ₹ 8.30 crore
- Performance Bank Guarantee- ₹ 4.46 crore

Income Tax Demand:

- A.Y. 2010-11 ₹ 3.98 lacs
- A.Y. 2018-19 ₹ 16.59 lacs
- A.Y. 2019-20 ₹ 6.59 lacs

VAT demand:

- A.Y. 2013-14 ₹ 14.93 lacs
- A.Y. 2017-18 ₹ 4.81 lacs

(k) Earnings per share:

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period.

(l) Current Assets, Loans & Advances:

In the opinion of the Board and to the best of its knowledge and belief the value on realization of current assets in the ordinary course of business would not be less than the amount at which they are stated in the Balance Sheet and repayable on demand. Trade Receivables as on March 31, 2022 has been taken as certified by the management of the company and is subjected to balance confirmations. As per the view of the management of the company there is no doubtful debt and hence provision for doubtful debts has not been made.

(m) Related Party Transactions:

(A) Relationship :

Key Management Personnel-	Mr Sanjay Patil Mr Vijay Oswal (Director till 19 th Aug '21) (CFO from 20 th Aug '21) Mr Karan Bora
Key Management Personnel's Relatives:	Safala Oswal Shailaja Gaikwad
Group Companies:	Markolines Infra Private Limited Markolines Technologies Private Limited

(B) Transactions with related parties :

Particulars	Key Management Personnel	Key Management Personnel's relatives	Group Companies
Mr Sanjay Patil			
i) Opening balance payable	96.34		
ii) Loan taken during the year	2051.60		
iii) Loan repaid during the year	1562.80		
iv) Balance payable	585.13		
v) Directors remuneration	57.01		



NOTES FORMING PART OF FINANCIAL STATEMENTS

Particulars	Key Management Personnel	Key Management Personnel's relatives	Group Companies
Mr Vijay Oswal			
i) Opening balance payable	13.74		
ii) Loan taken during the year	0.46		
iii) Loan repaid during the year	14.20		
iv) Balance payable	NIL		
v) Directors remuneration	6.92		
vi) Salary payable (CFO)	11.08		
Mr Karan Bora			
Directors remuneration	39.69		
Safala Oswal			
i) Opening balance payable		114.44	
ii) Loan taken during the year		1.29	
iii) Loan repaid during the year		115.73	
iv) Balance payable		NIL	
v) Interest payable		1.59	
Shailaja Gaikwad			
i) Opening balance payable		0.40	
ii) Loan taken during the year		0.19	
iii) Loan repaid during the year		0.58	
iv) Balance payable		NIL	
Markolines Infra Private Limited			
i) Opening Balance payable			617.00
ii) Advance taken during the year			1555.81
iii) Advance repaid during the year			2172.81
iv) Hiring charges & Consultancy fees payable			92.41
v) Balance payable			92.41
vi) Interest payable			38.76
Markolines Technologies Private Limited			
i) Opening balance payable			11.44
ii) Amount received			0.25
iii) Amount paid			138.29
iv) Consultancy fees payable			158.57
v) Balance payable			31.96

AS PER OUR REPORT OF EVEN DATE ATTACHED

FOR GUPTA AGARWAL & ASSOCIATES
CHARTERED ACCOUNTANTS
FRN: 329001E

JAY SHANKER GUPTA
PARTNER
MEM NO. 059535
UDIN: 22059535AJXIPV2789

Date: 30/05/2022
Place: Kolkata

MARKOLINES PAVEMENT TECHNOLOGIES LIMITED

SANJAY BHANUDAS PATIL
MANAGING DIRECTOR
DIN: 00229052

VIJAY RATANCHAND OSWAL
CHIEF FINANCIAL OFFICER

Date: 30th May 2022
Place: Navi Mumbai

KARAN ATUL BORA
DIRECTOR
DIN: 08244316

PARAG SUDHIR JAGDALE
COMPANY SECRETARY & COMPLIANCE OFFICER

NOTES FORMING PART OF FINANCIAL STATEMENTS

Note 3 –Share Capital

(Amount ₹ In Lakhs)

	As on 31 st March, 2022	As on 31 st March, 2021
Authorised Share Capital		
Ordinary Equity Shares		
1000000 equity shares of ₹10/- each		100.00
20000000 equity shares of ₹10/- each	2,000.00	-
	2,000.00	100.00
Share Capital – Issued, Subscribed & Paid up		
Ordinary Equity Shares		
873720 equity shares of ₹10/- each fully paid up		87.37
19107520 equity shares of ₹10/- each	1,910.75	
	1,910.75	87.37

a. The details of shareholders holding more than 5% shares

Name of the Share Holders	As at 31 st March, 2022		As on 31 st March, 2021	
	No of shares	% Holding in the class	No of shares	% Holding in the class
Sanjay Patil	5,404,640	28.29%	337,790	38.66%
Kirtinandini Patil	1,243,360	6.51%	77,710	8.89%
Jaya Oswal	1,389,760	7.27%	86,860	9.94%
Kirti Oswal	1,342,080	7.02%	83,880	9.60%
Karan Bora	1,414,400	7.40%	88,400	10.12%
Kunal Bora	1,381,440	7.23%	86,340	9.88%
Total	12,175,680	63.72%	760,980	87.10%

b. The details of promoters' shareholders holding

Name of the Share Holders	As at 31 st March, 2022		As on 31 st March, 2021	
	No of shares	% Holding	No of shares	% Holding
Sanjay Patil	5,404,640	28.29%	337,790	38.66%
Kirtinandini Patil	1,243,360	6.51%	77,710	8.89%
Kirti Oswal	1,342,080	7.02%	83,880	9.60%
Jaya Oswal	1,389,760	7.27%	86,860	9.94%
Karan Bora	1,414,400	7.40%	88,400	10.12%
Kunal Bora	1,381,440	7.23%	86,340	9.88%
Total	12,175,680	63.72%	760,980	87.10%



NOTES FORMING PART OF FINANCIAL STATEMENTS

b. Reconciliation of the shares outstanding at the beginning and at the end of the reporting period

Ordinary Equity Shares	31.03.2022		31.03.2021	
	No of shares	₹ (in Lakhs)	No of shares	₹ (in Lakhs)
Equity shares at the beginning of the year			-	-
Add : Shares transferred from Class A (after split from ₹ 100/- to ₹ 10/-)			863460	86.35
Add : Shares transferred from Class B (after split from ₹ 100/- to ₹ 10/-)			10260	1.02
Outstanding at the end of the period			873720	87.37
Equity shares at the beginning of the year	873,720	87.37		
Add : Bonus Shares issued during the year	13,105,800	1,310.58		
Add: Issue of shares During the year	5,128,000	512.80		
Outstanding at the end of the period	19107520	1,910.75		

c. Terms / Rights attached to equity shares

The company has one class of equity shares having at par value of ₹ 10/- per share. The company has sub divided its two classes of equity shares from face value of ₹ 100/- vide resolution passed in members meeting dated 28th June, 2020 each to face value of ₹ 10/- each, The company has reclassified Class A and Class B shares into Ordinary equity shares vide resolution passed at EGM on 31st July, 2020

Ordinary Equity shares :

Each holder of equity share is entitled to one vote irrespective of number of shares held. In event of liquidation of company the holder of equity shares would be entitled to receive remaining assets of the company after distribution of all preferential amounts.

Notes:

During the F.Y. 2021-22, the company issued 13105800 fully paid equity shares of ₹ 10/- each as Bonus shares to its existing shareholders in ratio of 1:15 (15 fully paid equity shares of ₹ 10/- each against One equity shares of ₹ 10/- each) vide its resolution passed at EGM dated 17.08.2021 and allotted on 26.08.2021

Further during the F.Y. 2021-22, the company issued 51,28,000 fully paid equity shares of ₹ 10/- each at a permium of ₹ 68/- per share through Initial Public Offering and allotted on 23.09.2021

NOTES FORMING PART OF FINANCIAL STATEMENTS

Note 4 -Reserves & Surplus

(Amount ₹ In Lakhs)

	As on 31 st March, 2022	As on 31 st March, 2021
Securities Premium		
As per last balance sheet	-	-
Add: Current Year's	3,487.04	-
Less: IPO Expenses	389.71	-
	3,097.33	-
Profit & Loss Account		
As per last balance sheet	2,394.77	1,993.12
Add: Current Year's Profit / (Loss)	1,010.81	401.65
Less: Bonus Issue	1,310.58	-
	2,095.00	2,394.77
TOTAL	5,192.33	2,394.77

Note 5 - Long Term Borrowings

(Amount ₹ In Lakhs)

	As on 31 st March, 2022	As on 31 st March, 2021
Secured		
Malojiraje Sah Bank - (Note:5.1)	6.02	9.50
Malojiraje Sah Bank - (Note:5.1)	6.09	9.57
Malojiraje Sah Bank- (Note:5.1)	11.05	18.16
Axis Bank Car Loan Eco Sport (Note 5.2)	2.00	6.73
Axis Bank Car Loan Endeavour (Note 5.3)	7.30	24.10
Axis Bank Car Loan Innova (Note 5.4)	1.52	5.25
BMW India Financial Services P Ltd (Note 5.5)	-	10.91
ICICI Bank Ltd Car Loan Isuzu (Note 5.56)	30.00	-
ICICI Bank Ltd Car Loan Innova Crysta (Note 5.6)	-	3.85
Indusind Bank Loan A/c 646F (Note 5.57)	22.54	-
Indusind Bank Loan A/c MWV00276E (Note 5.7)	-	14.74
Indusind Bank Loan A/c MWV00300E (Note 5.8)	-	1.52
Indusind Bank Loan A/c MWV00349E (Note 5.9)	1.70	7.57



NOTES FORMING PART OF FINANCIAL STATEMENTS

	As on 31 st March, 2022	As on 31 st March, 2021
Indusind Bank Loan A/c MWV00350E (Note 5.10)	4.89	17.57
Indusind Bank Loan A/c MWV00497L (Note 5.11)	1.18	5.27
Indusind Bank Loan A/c MWV00498L (Note 5.12)	1.18	5.27
Yes Bank Loan A/c M Benz (Note 5.13)	22.90	34.18
Indusind Bank (Machinery & custom duty loan)(Note 5.24)	288.79	354.80
OXYZO Loan No. OXYSPF11BD5D (Note 5.43)	-	102.05
OXYZO Loan No. OXYSSPF01H2DP (Note 5.44)	-	281.60
SBI GECL Covid 19 (Note 5.47)	-	65.29
ICICI Bank Ltd Car Loan Innova Crysta (Note 5.45)	24.46	28.91
ICICI Bank Ltd Car Loan Innova Crysta (Note 5.46)	22.72	27.46
HDFC GECL Loan (Note 5.66)	265.00	-
IndusInd Bank Loan A/c No-200059710 (Note 5.55)	22.03	24.42
	-	-
Unsecured	-	-
Aditya Birla Finance Ltd-ABFLMUMBIL00000127075 (Note 5.48)	35.47	65.00
Ambit finvest (Note 5.67)	11.05	-
Deutsche Bank Loan A/c No.350029776720028 (Note 5.49)	34.26	48.45
Avanse Financial Services Ltd (Note 5.15)	0.06	13.40
AXIS Bank Loan A/c -137 (Note 5.59)	40.61	-
AXIS Finance Loan A/c -1275 (Note 5.60)	23.09	-
CLIX Capital Loan a/c no - AC 008 (Note 5.61)	32.50	-
HDFC Bank Ltd A/c 58517803 (Note 5.16)	0.14	8.50
IVL Finance Loan A/c S000315014 (Note 5.18)	-	11.12
Sundaram Finance Ltd A/c N024100186 (Note 5.20)	6.11	65.62
Sundaram Finance Ltd A/c N024100187 (Note 5.21)	6.09	65.50
Suryoday Small Finance Bank Ltd (Note 5.22)	(0.06)	18.01
AXIS Bank Loan A/c No-BPR064705025991 (Note 5.29)	-	19.22
CLIX Capital Loan a/c no - AC2019082643866 (Note 5.30)	-	20.16
ECL Finance Ltd-LANDSBL0000076804 (Note 5.31)	3.53	24.98
Fedbank Financial Services Ltd-FEDMUM0BL0487542 (Note 5.51)	16.30	30.00
Fullerton India Loan A/c No- 3019 (Note 5.62)	33.68	-
Fullerton India Loan A/c No- 026002410552056 (Note 5.33)	-	27.98
Growth Source Finance Ltd- 6469 (Note 5.63)	24.01	-

NOTES FORMING PART OF FINANCIAL STATEMENTS

	As on 31 st March, 2022	As on 31 st March, 2021
IDFC First Bank-A/c No-25028460 (Note 5.34)	0.09	22.71
India Infoline Finance Ltd-Loan A/c No-SL2495813 (Note 5.35)	1.20	23.18
IndusInd Bank Loan A/c No-706000144040 (Note 5.36)	4.18	30.75
Inditrade Fincorp - 1284 (Note 5.64)	7.37	-
KapitalTech Finance Loan A/c No-1001104000162 (Note 5.37)	6.10	24.11
Kotak Mahindra Bank Loan A/c No-CSG-153144723 (Note 5.38)	-	22.34
Magma Fincorp - 0037 (Note 5.65)	22.59	-
NEOGROWTH Credit Loan A/c No-1063158 (Note 5.39)	27.66	43.46
Rattan India FinanceLoan A/c No- BLMUM0BL_V000005003552 (Note 5.40)	1.09	28.12
RBL Bank loan a/c no-BLMUM006200038390 (Note 5.41)	35.91	-
Shriram City Union Finance Loan A/c No-CDBDRTF1909300018 (Note 5.42)	3.17	22.13
Edelweiss Retail Finance Ltd LMUMSBL0000086181 (Note 5.50)	10.65	16.74
ICICI Bank - UPMUM00043240081 (Note No 5.52)	54.33	75.00
RBL Bank loan a/c no-BLMUM006200071868 (Note 5.53)	-	50.00
Moneywise Financial Services (Note 5.54)	37.61	50.21
ICICI Business Credit Card (Note 5.58)	49.57	-
From Directors		
Sanjay Patil	585.13	96.34
Vijay Oswal	-	13.74
From Related Parties		
Shailaja Gaikwad	-	0.40
Safala Oswal	-	114.44
From Group Company		
Markolines Infra Private Limited	-	318.69
	1,854.87	2,429.04
Less: Current maturities of long term debt	441.99	789.77
	1,412.88	1,639.28



NOTES FORMING PART OF FINANCIAL STATEMENTS

Note 5.1 - The loan from Malojiraje Sahakari Bank is sanctioned in the name of the director Mr.Sanjay Patil and the employees Mr.Sunil Powar and Mr.Niyaz Momin. The disbursement of the loan is made by the bank in the name of the company as conveyed by the management & thus the same is considered in the books of the company. Further the said loans are secured against the immovable property of the third party , guaranteed by the director & also corporate guararantee of the company. The loan is payable in equated monthly instalment of ₹39,000/-; ₹39,000/- & ₹78000/- in respect of loan at Sr. No (i) , (ii) & (iii) respectively. The rate of Interest is 15%p.a.

Note 5.2 : The loan is secured against the vehicle and personal guarantee of the director.The loan is payable in equated installments of ₹45,623/- starting from 01-02-2019. The rate of interest is 16% p.a.

Note 5.3 : The loan is secured against the vehicle and personal guarantee of the director.The loan is payable in equated installments of ₹1,62,166/- starting from 01-02-2019. The rate of interest is 16% p.a.

Note 5.4 : The loan is secured against the vehicle and personal guarantee of the director.The loan is payable in equated installments of ₹35,533/- starting from 01-02-2019. The rate of interest is 15% p.a.

Note 5.5 : The loan is secured against the vehicle and personal guarantee of the director.The loan is payable in equated installments of ₹52,512/-/- starting from 16-06-2018. The rate of interest is 8.99% p.a.

Note 5.6 : The loan is secured against the vehicle and personal guarantee of the director.The loan is payable in equated installments of ₹62,557/- starting from 10-04-2018. The rate of interest is 8.29% p.a.

Note 5.7 : The loan is payable in equated monthly installments of ₹5,98,562/- starting from 07.01.2019 & guaranteed by the directors. The rate of interest is 5.15% p.a.

Note 5.8 : The loan is payable in equated monthly installments of ₹3,40,156/- starting from 07.11.2018 & guaranteed by the directors. The rate of interest is 6.22% p.a.

Note 5.9 : The loan is payable in equated monthly installments of ₹52,804/- starting from 21-01-2019 & guaranteed by the directors . The rate of interest is 5.51% p.a.

Note 5.10: The loan is payable in equated monthly installments of ₹1,15,065/- starting from 21-01-2019 & guaranteed by the directors. The rate of interest is 5.51% p.a.

Note 5.11: The loan is secured against the vehicle and personal guarantee of the director.The loan is payable in equated installments of ₹ 36,756/- starting from 21-01-2019. The rate of interest is 5.51% p.a.

Note 5.12: The loan is secured against the vehicle and personal guarantee of the director.The loan is payable in equated installments of ₹ 36,756/- starting from 21-01-2019. The rate of interest is 5.51% p.a.

Note 5.13: The loan is secured against the vehicle and personal guarantee of the director.The loan is payable in equated installments of ₹ 1,14,623/-/- starting from 15-07-2018. The rate of interest is 8.40% p.a.

Note 5.15 :The loan is payable in equated monthly installments of ₹127,413/- .starting from 10-08-2018 & guaranteed by the directors. The rate of interest is 18.50% p.a.

Note 5.16 :The loan is payable in equated monthly installments of ₹ 89,132/- starting from 04-08-2018 & guaranteed by the directors. The rate of interest is 17% p.a.

NOTES FORMING PART OF FINANCIAL STATEMENTS

Note 5.18 :The loan is payable in equated monthly installments of ₹ 129,144/- starting from 04-08-2018 & guaranteed by the directors. The rate of interest is 19% p.a.

Note 5.20 :The loan is payable in equated monthly installments of ₹ 499,000/- starting from 10-02-2019 & guaranteed by the directors. The rate of interest is 15% p.a.

Note 5.21 :The loan is payable in equated monthly installments of ₹ 498,070/- starting from 17-02-2019 & guaranteed by the directors. The rate of interest is 14.97% p.a.

Note 5.22 :The loan is payable in equated monthly installments of ₹ 194,222/- starting from 10-08-2018 & guaranteed by the directors. The rate of interest is 18% p.a.

Note 5.24 : The loan is payable in equated monthly installments of ₹ 8,07,891/-starting from 21-11-2020 the loan is guaranteed by the directors. The rate of Interest is 9.45% p.a.

Note 5.29 :Sanctioned amount is ₹ 24,99,000/-. The loan is payable in equated monthly installments of ₹ 1,22,957/- starting from 05-03-2020 for a period of 24 months, the loan is guaranteed by the directors. The rate of Interest is 16.50% p.a.

Note 5.30 :Sanctioned amount is ₹ 35,29,695/-. The loan is payable in equated monthly installments of ₹ 1,77,071/- starting from 02-10-2019 for a period of 24 months, the loan is guaranteed by the directors. The rate of Interest is 18.50% p.a.

Note 5.31 :Sanctioned amount is ₹ 40,40,000/-. The loan is payable in equated monthly installments of ₹ 2,02,671/- starting from 05-11-2019 for a period of 24 months, the loan is guaranteed by the directors. The rate of Interest is 18.50% p.a.

Note 5.33 :Sanctioned amount is ₹ 50,00,000/-. The loan is payable in equated monthly installments of ₹ 2,46,012/- starting from 05-11-2019 for a period of 24 months, the loan is guaranteed by the directors. The rate of Interest is 16.50% p.a.

Note 5.34 :Sanctioned amount is ₹ 51,00,000/-. The loan is payable in equated monthly installments of ₹ 249,712/- starting from 02-11-2019 for a period of 24 months, the loan is guaranteed by the directors. The rate of Interest is 16.00% p.a.

Note 5.35 :Sanctioned amount is ₹ 40,42,378/-. The loan is payable in equated monthly installments of ₹ 2,02,790/- starting from 03-10-2019 for a period of 24 months, the loan is guaranteed by the directors. The rate of Interest is 18.50% p.a.

Note 5.36 :Sanctioned amount is ₹ 50,00,000/-. The loan is payable in equated monthly installments of ₹ 2,50,830/- starting from 04-11-2019 for a period of 24 months, the loan is guaranteed by the directors. The rate of Interest is 18.50% p.a.

Note 5.37 :Sanctioned amount is ₹ 35,00,000/-. The loan is payable in equated monthly installments of ₹ 1,75,000/- starting from 28-02-2019 for a period of 24 months, the loan is guaranteed by the directors.The rate of Interest is 18.15% p.a.

Note 5.38 :Sanctioned amount is ₹40,00,000/-. The loan is payable in equated monthly installments of ₹ 2,65,051/- starting from 01-03-2020 for a period of 18 months, the loan is guaranteed by the directors.The rate of Interest is 16 % p.a.

Note 5.39 :Sanctioned amount is ₹50,00,000/-. The loan is payable in equated monthly installments of ₹ 1,84,723/- starting from 10-05-2019 for a period of 36 months, the loan is guaranteed by the directors.The rate of Interest is 19.50% p.a.

Note 5.40 :Sanctioned amount is ₹50,30,880/-. The loan is payable in equated monthly installments of ₹ 2,47,212/- starting from 05-10-2019 for a period of 24 months, the loan is guaranteed by the directors. The rate of interest is 17% p.a.

Note 5.41 :Sanctioned amount is ₹40,00,000/-. The loan is payable in equated monthly installments of ₹ 1,96,810/- starting from 05-10-2019 for a period of 24 months, the loan is guaranteed by the directors. The rate of interest is 16.50% p.a.

NOTES FORMING PART OF FINANCIAL STATEMENTS

Note 5.42 :Sanctioned amount is ₹35,70,000/-. The loan is payable in equated monthly installments of ₹ 1,79,526/- starting from 05-11-2019 for a period of 24 months, the loan is guaranteed by the directors. The rate of interest is 18.75% p.a.

Note 5.43 : The rate of interest is 15.50% per annum, secured by bank guarantee of Markolines Pavement Technologies Limited of ₹70 lakhs & Markolines Infra Private Limited of ₹30 Lakhs

Note 5.44 : The rate of interest is 16.28% per annum, secured by bank guarantee of Markolines Pavement Technologies Limited of ₹240 Lakhs

Note 5.45 : The loan is secured against the vehicle and personal guarantee of the director.The loan is payable in equated installments of ₹58,571/- starting from 01.05.2021. The rate of interest is 7.90% p.a.

Note 5.46 : The loan is secured against the vehicle and personal guarantee of the director.The loan is payable in equated installments of ₹55,730/- starting from 01.05.2021. The rate of interest is 7.90% p.a.

Note 5.47 : Sanctioned amount is ₹ 90,00,000/-. The loan is payable in equated monthly installments starting from 30-01-2021 for a period of 18 months, the loan is guaranteed by the directors. The rate of Interest is 7.25% p.a.

Note 5.48 :Sanctioned amount is ₹ 65,00,000/-. The loan is payable in equated monthly installments of ₹ 3,26,080/- starting from 05-04-2021 for a period of 24 months, the loan is guaranteed by the directors.

Note 5.49: Sanctioned amount is ₹ 50,00,000/- The loan is payable in equated monthly installments of ₹178,886/-.starting from 05-03-2021 & guaranteed by the directors. The rate of interest is 17.25% p.a.

Note 5.50: Sanctioned amount is ₹ 17,20,060/- The loan is payable in equated monthly installments of ₹71,200/- .starting from 05-03-2021 & guaranteed by the directors. The rate of interest is 17.50% p.a.

Note 5.51 :Sanctioned amount is ₹ 30,00,000/-. The loan is payable in equated monthly installments of ₹ 1,49,049/- starting from 02-04-2021 for a period of 24 months, the loan is guaranteed by the directors. The rate of Interest is 17.50% p.a.

Note 5.52 :Sanctioned amount is ₹ 75,00,000/-. The loan is payable in equated monthly installments of ₹ 267,334/- starting from 05-04-2021 for a period of 24 months, the loan is guaranteed by the directors. The rate of Interest is 16.50% p.a.

Note 5.53 :Sanctioned amount is ₹50,00,000/-. The loan is payable in equated monthly installments of ₹ 1,75,786/- starting from 05-04-2021 for a period of 36 months, the loan is guaranteed by the directors. The rate of interest is 16% p.a.

Note 5.54 :Sanctioned amount is ₹50,21,417/-. The loan is payable in equated monthly installments of ₹ 1,81,536/- starting from 05-04-2021 for a period of 36 months, the loan is guaranteed by the directors. The rate of interest is 18% p.a.

Note 5.55 :Sanctioned amount is ₹24,42,309/-. The loan is payable in equated monthly installments of ₹ 77,949/- for a period of 48 months, the loan is guaranteed by the directors. The rate of interest is 9.25% p.a.

Note 5.56 :Sanctioned amount is ₹30,00,000/-. The loan is payable in equated monthly installments of ₹ 73,012/- for a period of 48 months, the loan is sedured by vehicle and guaranteed by the directors. The rate of interest is 7.85% p.a.

Note 5.57 :Sanctioned amount is ₹24,54,000/-. The loan is payable in equated monthly installments of ₹ 53,988/- for a period of 48 months, the loan is guaranteed by the directors. The rate of interest is 10.01% p.a.

Note 5.58 :Sanctioned amount is ₹50,00,000/- the loan is guaranteed by the directors. The rate of interest is 16.20 % p.a.

NOTES FORMING PART OF FINANCIAL STATEMENTS

Note 5.59 :Sanctioned amount is ₹50,00,000/-. The loan is payable in equated monthly installments of ₹ 1,75,785/- for a period of 36 months, the loan is guaranteed by the directors. The rate of interest is 16 % p.a.

Note 5.60 :Sanctioned amount is ₹30,00,000/-. The loan is payable in equated monthly installments of ₹ 1,06,214/- for a period of 36 months, the loan is guaranteed by the directors. The rate of interest is 16.50 % p.a.

Note 5.61 :Sanctioned amount is ₹50,50,268/-. The loan is payable in equated monthly installments of ₹ 3,23,441/- for a period of 18 months, the loan is guaranteed by the directors. The rate of interest is 18.50% p.a.

Note 5.62 :Sanctioned amount is ₹40,00,000/-. The loan is payable in equated monthly installments of ₹1,41,618/- for a period of 36 months, the loan is guaranteed by the directors. The rate of interest is 16.50% p.a.

Note 5.63 :Sanctioned amount is ₹30,00,000/-. The loan is payable in equated monthly installments of ₹1,09,969/- for a period of 36 months, the loan is guaranteed by the directors. The rate of interest is 19 % p.a.

Note 5.64 :Sanctioned amount is ₹25,50,000/-. The loan is payable in equated monthly installments of ₹1,91,109/- for a period of 15 months, the loan is guaranteed by the directors. The rate of interest is 18 % p.a.

Note 5.65 :Sanctioned amount is ₹30,35,507/-. The loan is payable in equated monthly installments of ₹1,51,545/- for a period of 24 months, the loan is guaranteed by the directors. The rate of interest is 18 % p.a.

Note 5.66 :Sanctioned amount is ₹2,65,00,000/-. The loan is payable in equated monthly installments of ₹8,24,315/- for a period of 59 months, the loan is guaranteed by the directors. The rate of interest is 7.50 % p.a.

Note 5.67 :Sanctioned amount is ₹25,13,983/-. The loan is payable in equated monthly installments of ₹ 2,31,612/- for a period of 12 months, the loan is guaranteed by the directors. The rate of interest is 19 % p.a.

Note 6 - Long - Term Provisions

	(Amount ₹ In Lakhs)	
	As on 31 st March, 2022	As on 31 st March, 2021
Gratuity Payable	117.88	74.62
	117.88	74.62

Note 7 - Short Term Borrowings

	(Amount ₹ In Lakhs)	
	As on 31 st March, 2022	As on 31 st March, 2021
Secured		
State Bank of India 62019802027 (Note 7.1)	-	825.43
HDFC CC Facility - 3021 (Note 7.1)	829.00	



NOTES FORMING PART OF FINANCIAL STATEMENTS

	As on 31 st March, 2022	As on 31 st March, 2021
Note 7.1 : (Secured against Hypothecation of Current assets, charge on office at 501,502 Shree Nand dham, CBD Belapur of the company, personal properties of the Directors and further guaranteed by all the directors. The loan carries interest @ 8.00% P.a. ,previous year loan was with State Bank of India ,Interest rate was 8.65% p.a. Facilities was taken over by HDFC Bank)		
Unsecured		
From Group Company		
Markolines Infra Pvt. Ltd.	-	298.31
Current Maturities of Long Term Loans	441.99	789.77
	1,270.99	1,913.50

Note 8 - Trade Payables

(Amount ₹ In Lakhs)

	As on 31 st March, 2022	As on 31 st March, 2021
Trade Payables		
MSME	234.53	505.50
Others	811.54	1,730.31
	1,046.08	2,235.81

Ageing wise breakup of Trade Payables

As on 31.03.2022	Less than 1 Year	1-2 years	2-3 years	More than 3 Years	Total
MSME Trade Payables	227.36	6.38	-	0.80	234.54
Other than MSME Trade Payables	516.88	77.01	98.60	119.05	811.54
TOTAL	744.24	83.39	98.60	119.85	1,046.08
As on 31.03.2021					
MSME Trade Payables	504.70	0.80	-	-	505.50
Other than MSME Trade Payables	1,457.46	190.34	10.50	72.00	1,730.31
TOTAL	1,962.16	191.14	10.50	72.00	2,235.81

NOTES FORMING PART OF FINANCIAL STATEMENTS

Note 9 - Other Current Liabilities

(Amount ₹ In Lakhs)

	As on 31 st March, 2022	As on 31 st March, 2021
Security Deposit	50.32	667.23
Retention Money	31.41	70.83
Advance from Customer	441.05	-
Payable for Capital Goods	48.21	3.13
Rent Deposit	0.49	0.49
	571.49	741.68

Note 10 - Short Term Provision

(Amount ₹ In Lakhs)

	As on 31 st March, 2022	As on 31 st March, 2021
Salary Payable	309.17	332.67
Bonus Payable	194.04	191.48
Expenses Payable	26.28	93.08
Director Remuneration Payable	19.45	3.98
Profession Tax Payable	5.38	4.81
Gratuity Payable	21.01	13.99
Income Tax Payable	1,212.11	718.16
Provision for CSR	20.57	27.27
Statutory dues payable	225.32	326.44
	2,033.35	1,711.88

NOTE - 11

Property, Plant & Equipment and Intangible Assets

PARTICULARS	GROSS BLOCK					DEPRECIATION					NET BLOCK	
	COST / BOOK VALUE AT 01-04-21	ADDITIONS	SALE / DEDUCTION	(SURPLUS)/ LOSS	COST / BOOK VALUE AT 31-03-22	OPENING BALANCE 01-04-21	FOR THE YEAR	ADJUSTED AGAINST OPENING RESERVES	DEDUCTION	CLOSING BALANCE 31-03-22	ASAT 01-04-21	ASAT 31-03-22
PLANT & MACHINERY	261.96	61.62	2.75	0.32	320.51	216.64	27.14	5.29	-	249.07	45.32	71.44
E M U L T I T U M E	8.79	-	-	-	8.79	5.19	0.70	0.36	-	6.25	3.60	2.54
M I C R O S U R F A C I N G												
MACHINERY												
M I C R O S U R F A C I N G	1,045.03	14.13	-	-	1,059.16	332.11	110.57	33.63	-	476.31	712.93	582.84
PAVER												
OFFICE EQUIPMENT	58.30	8.99	0.08	(0.06)	67.27	44.49	8.50	(0.09)	-	52.90	13.81	14.37
FURNITURE & FIXTURE	16.46	-	-	-	16.46	13.63	0.61	0.32	-	14.56	2.83	1.91
COMPUTER & LAPTOP	45.35	6.29	-	-	51.63	30.87	10.23	(0.33)	-	40.78	14.48	10.86
INTANGIBLE ASSETS	4.17	1.10	-	-	5.27	2.50	0.04	0.13	-	2.67	1.67	2.59
BUILDING	41.87	4.89	-	-	46.77	13.70	1.42	0.93	-	16.06	28.17	30.71
MOTOR CAR	478.05	70.38	-	-	548.43	309.97	50.12	15.09	-	375.18	168.08	173.25
GRAND TOTAL	1,959.98	167.39	2.83	0.25	2,124.28	969.09	209.33	55.35	-	1,233.77	990.89	890.50

NOTES FORMING PART OF FINANCIAL STATEMENTS

Note 12 - Non Current Investments

	(Amount ₹ In Lakhs)	
	As on 31 st March, 2022	As on 31 st March, 2021
(Unquoted , Valued at cost)		
Shares of Warna Sahakari Bank	0.75	0.75
One Share of Markolines Infra Pvt. Ltd.(FV ₹10/- Share)	0.00	0.00
One Share of Markolines Technologies Pvt. Ltd.(FV ₹100/- Share)	0.00	0.00
Bassein Catholic Co. Opp. Bank	0.01	0.01
	0.76	0.76

Note 13 - Deferred Tax Asset

	(Amount ₹ In Lakhs)	
	As on 31 st March, 2022	As on 31 st March, 2021
Deferred Tax Asset	42.73	13.97
Add : Current Year Provision	37.32	28.76
	80.05	42.73

Note 14 - Long Term Loans & Deposits

	(Amount ₹ In Lakhs)	
	As on 31 st March, 2022	As on 31 st March, 2021
Deposit for Quarry Land	8.00	8.00
Advance for land at Dehrang Tq: Panvel	10.00	10.00
	18.00	18.00

Note 15 - Inventories

	(Amount ₹ In Lakhs)	
	As on 31 st March, 2022	As on 31 st March, 2021
Raw Material	238.82	242.62
Work in Progress	1,165.71	1,650.71
(As taken valued & certified by Management & relied upon by us)	1,404.53	1,893.33



NOTES FORMING PART OF FINANCIAL STATEMENTS

Note 16 - Trade Receivable

(Amount ₹ In Lakhs)

	As on 31 st March, 2022	As on 31 st March, 2021
(Unsecured considered good by the Management)		
Trade Receivables		
Debts outstanding for period less than six months	4,524.59	2,872.68
Debts outstanding for period exceeding six months	1,316.72	1,573.38
	5,841.31	4,446.06

Ageing wise breakup of Trade Receivables

	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 Years
As on 31.03.2022	4,524.59	317.43	4.05	137.02	858.22
As on 31.03.2021	2,872.68	24.86	690.53	97.24	760.74

Note 17 - Cash & Bank Balances

(Amount ₹ In Lakhs)

	As on 31 st March, 2022	As on 31 st March, 2021
Cash In Hand	32.26	31.32
Balances With Banks (Current A/c)		
Indusind Bank-CBD-2500000000494	-	1.03
State Bank of India -2027	127.68	-
ICICI-9235	0.34	-
State Bank of India -38357840045	0.09	0.10
	160.37	32.45

Note 18 - Short Term Loans & advances

(Amount ₹ In Lakhs)

	As on 31 st March, 2022	As on 31 st March, 2021
(Unsecured considered good by the Management)		
Advances to Creditors	495.45	144.43
Salary & Staff Advance	9.87	2.06
	505.32	146.49

NOTES FORMING PART OF FINANCIAL STATEMENTS

Note 19 - Other Current Assets

(Amount ₹ In Lakhs)

	As on 31 st March, 2022	As on 31 st March, 2021
F.D. for Bank Guarantee - Margin Money	498.94	261.20
Security Deposit & Retention Money	1,953.96	1,621.70
EMD	234.13	28.42
Advances for Capital Goods	31.81	23.82
Other Misc. Deposits & Advances	68.47	2.06
Mobile Deposit	0.07	0.07
Rent Deposit	37.20	34.25
Imprest Money With Staff	231.03	131.92
Prepaid Expenses	29.80	12.58
MVAT Refund F.Y.2011-12	4.30	4.30
SREI Finance - SD	128.79	129.97
MVAT - F.Y. 2016-17	25.51	25.51
UP VAT F.Y.2016-17	2.79	2.79
GST receivable	264.44	126.55
Deposit for Appeal MP -FY 2015-16	0.51	0.51
Deposit for MVAT Appeal	0.81	0.56
Income Tax Refunds	75.89	75.89
TDS	1,066.44	746.11
	4,654.88	3,228.20

Note 20 - Revenue from operations

Amount (₹ In Lakhs)

	For the year ended 31 st March, 2022	For the year ended 31 st March, 2021
Revenue from Micro-Surfacing, Road Making, Road Maintanance	14,846.30	12,735.26
Less: Intra Company Sales	48.21	62.18
Total A	14,798.09	12,673.08
Revenue from Toll Operations	3,866.24	3,097.54
Total B	3,866.24	3,097.54
Total (A+B)	18,664.33	15,770.61



NOTES FORMING PART OF FINANCIAL STATEMENTS

Note 21 - Other Income

	Amount (₹ In Lakhs)	
	For the year ended 31 st March, 2022	For the year ended 31 st March, 2021
Discount Received	0.06	0.02
Interest on F.D.	12.77	19.58
Misc Income	0.54	-
Balances Written off	12.16	6.30
	25.53	25.91

Note 22 - Cost of Material Consumed

	Amount (₹ In Lakhs)	
	For the year ended 31 st March, 2022	For the year ended 31 st March, 2021
Opening Stock	242.62	458.68
Add: Purchases during the year	3,029.20	5,805.51
Less: Intra Company Purchases	48.21	62.18
	3,223.61	6,202.01
Less: Closing Stock	238.82	242.62
Consumption	2,984.79	5,959.39

Note: The consumption of materials is derived after adjusting the opening & the closing inventory of materials & therefore not reflected separately.

Note 23 - Change in Inventories

	Amount (₹ In Lakhs)	
	For the year ended 31 st March, 2022	For the year ended 31 st March, 2021
Opening WIP	1,650.71	1,237.43
Closing WIP	1,165.71	1,650.71
Change in Inventories	485.00	(413.28)

NOTES FORMING PART OF FINANCIAL STATEMENTS

Note 24 - Employee Benefits Expenses

	Amount (₹ In Lakhs)	
	For the year ended 31 st March, 2022	For the year ended 31 st March, 2021
Directors Remuneration	103.62	80.00
Salaries	3,192.70	2,558.36
Provident Fund	296.94	232.44
E.S.I.	69.13	55.58
Staff Welfare	92.50	74.62
Bonus	201.01	155.82
Gratuity	53.85	37.05
	4,009.74	3,193.86

Note 25 - Finance Costs

	Amount (₹ In Lakhs)	
	For the year ended 31 st March, 2022	For the year ended 31 st March, 2021
Interest on other Loan	73.62	81.90
Bank & Financial Institution Interest	303.20	321.06
Bank Charges & Commission	172.69	35.14
	549.51	438.10

Note 26 - Depreciation & Amortisation Expenses

	Amount (₹ In Lakhs)	
	For the year ended 31 st March, 2022	For the year ended 31 st March, 2021
Depreciation	264.68	245.83
	264.68	245.83

Note 27 - Other Expenses

	For the year ended 31 st March, 2022	For the year ended 31 st March, 2021
Audit Fees	1.50	2.00
Commission & Brokerage	5.39	0.06
Legal & Professional Charges	257.22	81.99



NOTES FORMING PART OF FINANCIAL STATEMENTS

	For the year ended 31 st March, 2022	For the year ended 31 st March, 2021
Donation	0.11	-
Listing Event	18.96	-
Electricity Expenses	17.04	10.43
Repairs & Maintainance	5,640.82	1,495.56
Hiring Charges	939.26	1,228.48
Labour Expenses	512.22	1,335.87
Petrol & Diesel Expenses	456.51	424.65
Mess Expenses (site)	152.02	146.43
Transportation Charges	104.43	116.75
Testing Charges	156.66	14.71
Toll & Parking exp	5.13	4.85
Insurance	40.48	23.11
Rates & Taxes	0.28	4.98
Postage, Printing & Stationery	18.42	15.89
Lodging & Boarding (Site)	59.65	45.73
Rent	237.12	298.87
Site Expenses	56.98	219.07
Safety Items	74.74	115.16
Tender Fees	1.69	0.12
Telephone & Internet Expenses	13.26	11.00
Travelling & Conveyance Expenses	43.74	29.92
Registration Charges	0.06	0.18
Selling & Distribution Expenses	16.71	4.17
Late Fees on Service Tax /GST/Income Tax/Others	3.97	4.72
Interest on TDS/TCS/GST/Others	59.86	32.88
Director Sitting fees	3.00	-
Income Tax/VAT Appeal fees	0.13	-
Amount written off	-	(0.01)
Software Expenses	0.93	0.82
Other Office Expenses	5.38	3.79
Thermal Paper Expenses	3.48	19.58

NOTES FORMING PART OF FINANCIAL STATEMENTS

	For the year ended 31 st March, 2022	For the year ended 31 st March, 2021
Web Hosting Charges	0.20	-
Loss of Sale of Car/P & M	0.25	20.44
	8,907.62	5,712.22
Details of Audit Fees:		
Statutory Audit & Tax Audit Fees	1.50	2.00
	1.50	2.00

Note 28 - Earnings Per Share (EPS)

	Amount (₹ In Lakhs)	
	For the year ended 31 st March, 2022	For the year ended 31 st March, 2021
Net Profit after tax as per Statement of Profit & Loss attributable to Equity Shareholders	1,011	401.65
Weighted Average number of equity shares used as denominator for calculating EPS (After considering shares Split from ₹ 100/- to ₹ 10/- and Bonus issue)	16,634,841	13,979,520
Basic and Diluted Earnings Per Share	6.08	2.87
Face Value per equity share (₹)	10.00	10.00

AS PER OUR REPORT OF EVEN DATE ATTACHED
FOR GUPTA AGARWAL & ASSOCIATES
CHARTERED ACCOUNTANTS
FRN: 329001E

JAY SHANKER GUPTA
PARTNER
MEM NO. 059535
UDIN: 22059535AJXIPV2789

Date: 30/05/2022
Place: Kolkata

MARKOLINES PAVEMENT TECHNOLOGIES LIMITED

SANJAY BHANUDAS PATIL
MANAGING DIRECTOR
DIN: 00229052

VIJAY RATANCHAND OSWAL
CHIEF FINANCIAL OFFICER

Date: 30th May 2022
Place: Navi Mumbai

KARAN ATUL BORA
DIRECTOR
DIN: 08244316

PARAG SUDHIR JAGDALE
COMPANY SECRETARY
& COMPLIANCE OFFICER





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