



# 01<sup>st</sup> Annual Report

## HUBBALLI- DHARWAD SMART CITY LIMITED.

### 2017-18

Regd. Office: F Block, 4<sup>th</sup> Floor, Survey No.121A, Opposite to Indira Glass House, IT Park, Hubballi-580 029, KARNATAKA, INDIA Phone No: 0836-2355322, Fax: 0836-2355331,  
Email: [smartcityhubballidharwad@gmail.com](mailto:smartcityhubballidharwad@gmail.com) [sohdsmartcity@gmail.com](mailto:sohdsmartcity@gmail.com)  
Website: [www.hubballidharwadsmartcity.com](http://www.hubballidharwadsmartcity.com)

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## BOARD OF DIRECTORS

Shri. Darpan Jain, IAS  
Chairman  
District In Charge Secretary, Dharwad District.  
Director nominated by Government of Karnataka.

Shri. A B Ibrahim, IAS  
Nominee Director  
Managing Director, KUIDFC  
Director nominated by Government of Karnataka.

Shri. N Jayaram, IAS  
Nominee Director  
Managing Director, Karnataka Urban Water Supply and  
Drainage Board.  
Director nominated by Government of Karnataka.

Shri. B S Shekharappa, IAS  
Nominee Director  
Director of Municipal Administration.  
Director nominated by Government of Karnataka.

Shri. Raj Kumar Goutam, ISS  
Nominee Director  
Representative of Central Government.  
Director nominated by Central Government.

Smt. Deepa Cholan, IAS  
Nominee Director  
Deputy Commissioner, Dharwad District.  
Director nominated by Government of Karnataka.

Shri. D S Saraf  
Nominee Director  
Mayor, Hubballi-Dharwad Municipal Corporation.  
Director nominated by Urban Local Body.

Shri. Ganesh Tagarguntti  
Nominee Director  
Corporator, Hubballi-Dharwad Municipal Corporation.  
Director nominated by Urban Local Body.

Shri. Ramappa Badiger  
Nominee Director  
Corporator, Hubballi-Dharwad Municipal Corporation.  
Director nominated by Urban Local Body.

Smt. Laxmi Uppar  
Nominee Director  
Corporator, Hubballi-Dharwad Municipal Corporation.  
Director nominated by Urban Local Body.

Shri. Shivanand Muttannavar  
Nominee Director  
Corporator, Hubballi-Dharwad Municipal Corporation.  
Director nominated by Urban Local Body.

Shri. C W Shakeel Ahmed  
Nominee Director  
Commissioner, Hubballi-Dharwad Municipal Corporation.  
Director nominated by Urban Local Body.

Smt. Hepsiba Rani Korlapati, IAS  
Managing Director  
Director nominated by Government of Karnataka.

## REGISTERED OFFICE

F Block, 4th Floor, Survey No.121A, Opposite to Indira Glass House, IT Park, HUBBALLI -580029  
Karnataka, India.

## STATUTORY AUDITORS

M/s. UMASHANKAR & CO  
Chartered Accountants, Hubli

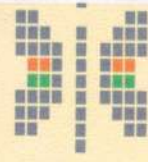
## BANKERS

SBI Bank, HUBLI  
Canara Bank, HUBLI



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SMART CITY LIMITED



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एक कदम स्वच्छता की ओर

Special Purpose Vehicle for Implimentation of Smart City Project  
(Registered Company No. CIN : U74999KA2017 PLC101265)

No: HDSCL/CS/AGM\_1/2018-19

Dated: 31/12/2018

**NOTICE OF 1<sup>ST</sup> ANNUAL GENERAL MEETING**


To  
The Members,  
HUBBALLI-DHARWAD SMART CITY LIMITED,  
HUBBALLI

Respected Sir,

You are cordially invited to attend the 01<sup>st</sup> Annual General Meeting of the members of M/s. HUBBALLI-DHARWAD SMART CITY LIMITED to be held on Monday 31<sup>st</sup> December, 2018 at shorter notice at 11.30 A.M. in Karnataka Udyog Mitra, 3<sup>rd</sup> Floor, East wing, Conference Hall, Khanija Bhavan, Bengaluru, Karnataka.

The Notice of the meeting and other documents are enclosed herewith.

Thanking You,  
For and on behalf of the Board  
M/s. Hubballi-Dharwad Smart City Limited

  
Sri. M.N. Nalband  
Membership Number: A34059  
Company Secretary,  
M/s. HUBBALLI-DHARWAD SMART CITY LIMITED  
F Block, 4th Floor, Survey No.121A,  
Opposite to Indira Glass House,  
IT Park, Hubballi, Dharwad- 580029

**Enclosures:**

- 1) Notice of the 01<sup>st</sup> Annual General Meeting;
- 2) Attendance slip;
- 3) Route Map to the place of AGM;
- 4) Proxy Form (Form MGT -11).

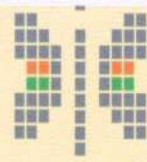
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Dharwad KA 580029 INDIA

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### NOTICE OF THE 01<sup>ST</sup> ANNUAL GENERAL MEETING

Notice is hereby given that the 01<sup>st</sup> Annual General Meeting of the members of M/s. Hubballi-Dharwad Smart City Limited will be held at shorter notice on Monday 31<sup>st</sup> December, 2018 at 11.30 A.M in Karnataka Udyog Mitra, 3rd floor, East wing, Conference hall, Khanija Bhavana, Bengaluru, Karnataka, to transact the following business:

#### Ordinary Business:

1. To consider and adopt the audited financial statements for the financial year ended 31<sup>st</sup> March 2018, together with the reports of the Board of Directors and the Auditors and Comments of the Comptroller & Auditor General of India thereon.
2. To fix the remuneration of M/s. UMASHANKAR & Co, Chartered Accountants (FRN 004456S) the Statutory Auditors of the company for the Financial Year 2017-2018 and 2018-19 in terms of the provisions of section 142 of the Companies Act, 2013.
3. To appoint a Director in place of Sri. A. B. IBRAHIM<sub>IAS</sub>(DIN: 06695818), who retires by rotation and being eligible, offers himself forre-appointment.
4. To appoint a Director in place of Sri. Dheerendra Shrinivas Rao Saraf(DIN:08061476), who retires by rotation and being eligible, offers himself for re-appointment.
5. To appoint a Director in place of Sri.C. W. Shakeel Ahmed <sub>KMAS</sub>(DIN:08168997), who retires by rotation and being eligible, offers himself for re-appointment.
6. To appoint a Director in place of Sri. Ganesh T. Tagargunti(DIN:08176958), who retires by rotation and being eligible, offers himself for re-appointment.

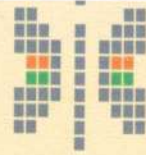
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### Special Business:

#### 7. Appointment of Managing Director

To consider and if thought fit, to pass the following resolution as an Ordinary Resolution:

“RESOLVED THAT pursuant to the provisions of Section 2(54), 196, 197, 203, 164, Schedule V and other applicable provisions if any, of the Companies Act, 2013 (including any statutory modification thereto from time to time or any re-enactment thereof from time to time or re-enactment thereof for the time being in force) read with Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, as per the provisions of the Articles of Association of the Company and as per the Government Order No.- No.-DPAR 317 SAS 2018 (P-1), Bengaluru dated 19.11.2018, the consent of the Members be and is hereby accorded to appoint Smt. Hephisiba Rani Korlapati IAS(DIN: 08203236) as the Managing Director of the Company at such terms and conditions and such remuneration as applicable in pursuant to the Karnataka Civil Services Rules, as amended thereon, for a period of 3 years or till the date of receipt of further order from Government of Karnataka, whichever is earlier.”

#### 8. Appointment of Shri.S. B. Shetty as Independent Director of the Company:

To consider and if thought fit, to pass the following resolution as an Ordinary Resolution:

“RESOLVED THAT pursuant to the provisions of Sections 2(47), 149, 152 and 160 read with Schedule IV and all other applicable provisions, if any, of the Companies Act, 2013 (“the Act”), the Companies (Appointment and Qualification of Directors) Rules, 2014 (including any statutory modifications or re-enactment(s) thereof for the time being in force) read with Article 14 of the Articles of Association of the Company and Government of Karnataka Order No: UDD 70 CSS 2018 dated 09/10/2018, Shri. S. B. Shetty, (DIN:08302682), a Chartered Accountant, who has submitted a declaration for confirming that he meets the criteria for independence as specified

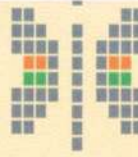
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under Section 149(6) of the Act, and who is eligible for appointment and in respect of whom the Company has received a notice in writing as per Section 160 from a member proposing his candidature for the office of an Independent Director not liable to retire by rotation, be and is hereby appointed as a Non-Executive Independent Director of the Company not liable to retirement by rotation, to hold office for a term of five years with effect from 31<sup>st</sup> December, 2018”.

“RESOLVED FURTHER THAT any of the Directors and/or company secretary of the Company for the time being be and is hereby individually and severally authorized to sign and execute all such documents and papers (including appointment letter etc.) as may be required for the purpose and file necessary e-form(s) with the Registrar of Companies and to do all such acts, deeds and things as may considered expedient and necessary in this regard.”

9. Appointment of Dr. Vimala Swamy as Independent Director of the Company:

To consider and if thought fit, to pass the following resolution as an Ordinary Resolution:

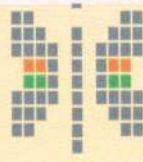
“RESOLVED THAT pursuant to the provisions of Sections 2(47), 149, 152 and 160 read with Schedule IV and all other applicable provisions, if any, of the Companies Act, 2013 (“the Act”), the Companies (Appointment and Qualification of Directors) Rules, 2014 (including any statutory modifications or re-enactment(s) thereof for the time being in force), read with Article 14 of the Articles of Association of the Company and Government of Karnataka Order No: UDD 70 CSS 2018 dated 09/10/2018, Dr. Vimala Swamy, (DIN:08302572), who has submitted a declaration for confirming that she meets the criteria for independence as specified under Section 149(6) of the Act, and who is eligible for appointment and in respect of whom the Company has received a notice in writing as per Section 160 from a member proposing his candidature for the office of an Independent Director not liable to retire by rotation, be and is hereby appointed as a Non-Executive Independent Director of the Company not liable to retirement by rotation,

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to hold office for a term of five years with effect from 31<sup>st</sup> December, 2018.”

“RESOLVED FURTHER THAT any of the Directors and/or company secretary of the Company for the time being be and is hereby individually and severally authorized to sign and execute all such documents and papers (including appointment letter etc.) as may be required for the purpose and file necessary e-form(s) with the Registrar of Companies and to do all such acts, deeds and things as may considered expedient and necessary in this regard.”

For and on behalf of the Board  
M/s. Hubballi-Dharwad Smart City Limited

Sri. M.N.Nalband  
Membership Number: A34059  
Company Secretary,  
M/s. HUBBALLI-DHARWAD SMART CITY LIMITED  
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Place: Bengaluru  
Date: 31.12.2018

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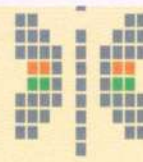
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**Notes:**

- a. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT ONE OR MORE PROXIES TO ATTEND AND VOTE ON HIS/HER BEHALF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY.

Pursuant to the provisions of the Companies Act, 2013 and the underlying rules viz. Companies (Management and Administration) Rules, 2014, A person can act as proxy on behalf of Members not exceeding fifty and holding in the aggregate not more than ten percent of the total share capital of the Company carrying voting rights.

However, a Member holding more than ten percent of the total share capital of the Company carrying voting rights may appoint a single person as proxy and such person shall not act as proxy for any other person or Member.

- b. The instrument of Proxy, in order to be effective, should be deposited at the Registered Office of the Company, duly completed and signed, not later than 48 hours before the commencement of the Meeting.
- c. Proxy if any, shall not have the right to speak at such meeting and shall not be entitled to vote except on a poll.
- d. Members are requested to fill the required details and affix their signatures at the space provided on the Attendance Slip annexed to Proxy Form and handover the Slip at the entrance of the meeting hall.
- e. Incorporated bodies shareholders intending to send their authorized representative to attend the meeting are requested to bring a duly certified true copy of resolution of the board of directors/power of attorney, authorizing such person to attend and vote on its behalf at the meeting, pursuant to Section 113 of the Companies Act, 2013.
- f. Explanatory Statement pursuant to Section 102 of the Companies Act, 2013 is annexed herewith.

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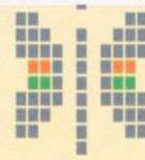
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**Explanatory Statement pursuant to Section 102 of the Companies Act, 2013:**

**ITEM NO.-7: Appointment of Managing Director**

The Company being a Special Purpose Vehicle to implement the projects under the Smart City Mission of Government of India in the twin cities of Hubballi-Dharwad was incorporated on 10.03.2017.

As per the Articles of Association of the Company, person nominated by the Government of Karnataka (GoK) shall be appointed as Managing Director of the Company. In pursuance to the Order No.-DPAR 317 SAS 2018 (P-1), Bengaluru dated 19.11.2018, the Government of Karnataka has nominated Smt. Hephshiba Rani Korlapati IAS as the Managing Director of the Company. Subsequently the Board of Directors at their meeting held on 31.12.2018 has appointed Smt. Hephshiba Rani Korlapati, IAS as the Managing Director of the Company, subject to the approval of the Members.

Accordingly, approval of the members is sought for passing an Ordinary Resolution for appointment of Smt. Hephshiba Rani Korlapati, IAS as Managing Director of the Company.

The copy of the relevant papers which are subject matters of this resolution shall be made available for inspection at registered office of the company on all the working days except on Saturday, Sunday and on all public holidays between 11.00 A.M to 5.00 P.M till the date of meeting.

None of the Directors and their relatives is concerned or interested, financially or otherwise, in the aforesaid resolution except to the extent of their shareholding, if any in the Company.

**Item No: 8 : Appointment of Shri. S B. Shetty as Independent Director of the Company:**

In pursuant to the Article No.14 of the Articles of Association of the Company read with para 3 of Annexure 5 to the Smart City Mission Guidelines two persons shall be voluntarily appointed as the independent directors of the Company, even though paid up share capital of the company is less than the threshold limit specified under the provisions of the Companies Act 2013. In view of this, Smart City Nodal Agency, i.e., KUIDFCL vide its letter No. KUIDFC/6/SCM/Correspondence/2016-2017 dated 04/03/2017 informed to all the Smart City SPV's in Karnataka to identify 2 persons,

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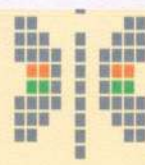
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one each from accounts back ground and from urban planning/architecture back ground. In this regard, the Board of Directors of the company in their Board meeting held on 21/02/2018 has reviewed various profiles of persons in line with provisions of Companies Act 2013, Smart City Mission Guidelines and Nodal Agency KUIDFCL Circular as well. After the detailed deliberations by the Board of Directors of the company, the Board of Directors had sent proposal to Nodal Agency, KUIDFCL for appointment of Shri. S. B. Shetty as one of the independent director of the Company.

Shri. S. B. Shetty, is a practicing Chartered Accountant having vast experience for more than 3 decades and having knowledge in the field of accounts, finance, taxation and other connected matters. Further, in the opinion of the Board, Shri. S. B. Shetty, possesses relevant expertise, skill, knowledge and experience in one or more fields as prescribed under Rule 5 of Companies (Appointment and Qualification of Directors) Rules, 2014, in compliance with Code of Independent Directors as per Companies Act 2013 and fulfils the conditions specified in the Companies Act, 2013 and the rules made thereunder and also that Shri. S. B. Shetty is independent of the management. Shri. S. B. Shetty's professional expertise, vast experience may be very helpful for the growth and in the best interest of the Company and would immense benefit to the Company.

The Company has received a notice in writing as required under section 160 of the Companies Act, 2013 from a member for proposing Shri S. B. Shetty's appointment as independent director and further he has not disqualified from being appointed as Directors in terms of Section 164 of the Act and had given his consent to act as Director.

In pursuance to the provisions of the Companies Act, 2013 the appointment of independent directors shall be approved by the members in their general meeting. Accordingly, approval from the members is sought for passing an Ordinary Resolution as set out at item no. 8 for appointment of Sri. S. B. Shetty as the independent director of the Company.

The detailed profile of Shri. S. B. Shetty along with other relevant details as required under Secretarial Standard for General Meetings (SS-2) are provided under Annexure -1 to this Notice.

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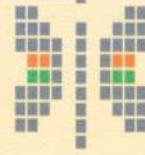
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The copy of the relevant papers which are subject matters of this resolution including copy of draft letters of appointment setting out the terms and conditions of appointments shall be made available for inspection at registered office of the company on all the working days except on Saturday, Sunday and on all public holidays between 11.00 a.m to 5.00 p.m till the date of meeting.

Except Shri. S. B. Shetty and his relative, none of the Directors and their relatives is concerned or interested, financially or otherwise, in the aforesaid resolution except to the extent of their shareholding, if any in the Company.

**Item No:9: Appointment of Dr. Vimala Swamy as Independent Director of the Company:**

In pursuant to the Article No.14 of the Articles of Association of the Company read with para 3 of Annexure 5 to the Smart City Mission Guidelines two persons shall be voluntarily appointed as the independent directors of the Company, even though paid up share capital of the company is less than the threshold limit specified under the provisions of the Companies Act 2013. In view of this, Smart City Nodal Agency, i.e., KUIDFCL vide its letter No. KUIDFC/6/SCM/Correspondence/2016-2017 dated 04/03/2017 informed to all the Smart City SPV's in Karnataka to identify 2 persons, one each from accounts back ground and from urban planning/architecture back ground. In this regard, the Board of Directors of the company in their Board meeting held on 21/02/2018 has reviewed various profiles of persons in line with provisions of Companies Act 2013, Smart City Mission Guidelines and Nodal Agency KUIDFCL Circular as well. After the detailed deliberations by the Board of Directors of the company, the Board of Directors had sent proposal to Nodal Agency, KUIDFCL for appointment of Dr. Vimala Swamy as one of the independent director of the Company.

Dr. Vimala Swamy, is having vast knowledge in the field of Urban design, planning, Landscape design, architecture and other connected matters. Further, in the opinion of the Board, Dr. Vimala Swamy, possesses relevant expertise and experience and fulfils the conditions specified in the Companies Act, 2013 and the rules made thereunder and also that Dr. Vimala Swamy is independent of the management. Dr. Vimala Swamy's professional expertise, vast experience may be

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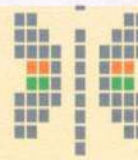


सत्यमेव जयते



ಹುಬ್ಬಳ್ಳಿ-ಧಾರವಾಡ

HUBBALLI-DHARWAD



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SMART CITY LIMITED

Special Purpose Vehicle for Implimentation of Smart City Project  
(Registered Company No. CIN : U74999KA2017 PLC101265)

very helpful for the growth and in the best interest of the Company and would immense benefit to the Company.

The Company has received a notice in writing as required under section 160 of the Companies Act, 2013 from a member for proposing Dr. Vimala Swamy's appointment as independent director and further she has not disqualified from being appointed as Director in terms of Section 164 of the Act and had given his consent to act as Director.

In pursuance to the provisions of the Companies Act, 2013 the appointment of independent directors shall be approved by the members in their general meeting. Accordingly, approval from the members is sought for passing an Ordinary Resolution as set out at item no. 9 for appointment of Dr. Vimala Swamy as the independent director of the Company.

The detailed profile of Dr. Vimala Swamy along with other relevant details as required under Secretarial Standards for General Meetings (SS-2) are provided under Annexure -1 to this Notice.

The copy of the relevant papers which are subject matters of this resolution, including copy of draft letters of appointment setting out the terms and conditions of appointment shall be made available for inspection at registered office of the company on all the working days except on Saturday, Sunday and on all public holidays between 11.00 a.m to 5.00 p.m till the date of meeting.

Except Dr. Vimala Swamy and her relatives, none of the Directors and their relatives is concerned or interested, financially or otherwise, in the aforesaid resolution except to the extent of their shareholding, if any in the Company.

For and on behalf of the Board  
M/s. Hubballi-Dharwad Smart City Limited

Sri. M.N.Nalband

Membership Number: A34059

Company Secretary,

M/s. HUBBALLI-DHARWAD SMART CITY LIMITED

F Block, 4th Floor, Survey No.121A,

Opposite to Indira Glass House,

IT Park, Hubballi,Dharwad- 580029

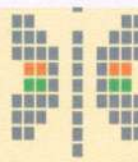
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ಹುಬ್ಬಳ್ಳಿ-ಧಾರವಾಡ

HUBBALLI-DHARWAD



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SMART CITY LIMITED

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एक काम स्वच्छता का ओं

Special Purpose Vehicle for Implimentation of Smart City Project  
(Registered Company No. CIN : U74999KA2017 PLC101265)

ATTENDANCE SLIP

01<sup>st</sup> ANNUAL GENERAL MEETING HELD ON MONDAY 31<sup>ST</sup> DECEMBER, 2018 AT  
11.30 A.M

Name :

Address :

I certify that I am a registered shareholder/proxy for the registered shareholder of M/s. Hubballi-Dharwad Smart City Limited hereby records my presence at the 01<sup>st</sup> Annual General Meeting of the Company, held on Monday 31<sup>st</sup> December, 2018 at 11.30 A.M, in Karnataka Udyog Mitra, 3rd floor, East wing, Conference hall, Khaniz bhavan, Bengaluru, Karnataka.

First/Sole Holder/Proxy

Second holder/ Proxy

Note: Please complete the name, address and sign this attendance slip and hand it over at the entrance of the hall.

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Dharwad KA 580029 INDIA

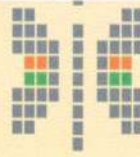
**Ph-** 0836 2355331 **Website-** [sohdsmartcity@gmail.com](mailto:sohdsmartcity@gmail.com) **E mail** -www.hubballidharwadsmartcity.com



सत्यमेव जयते



# ಪುಬ್ಬಳ್ಳಿ-ಧಾರವಾಡ HUBBALLI-DHARWAD

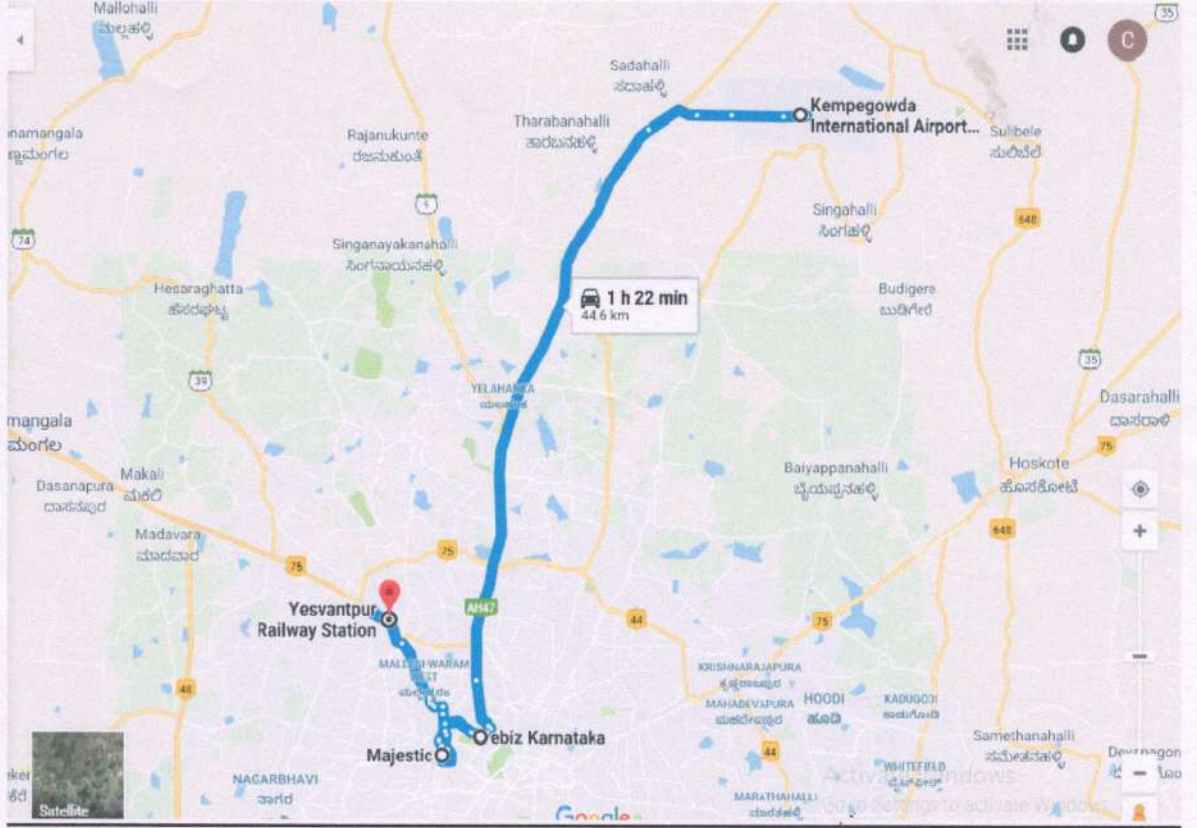


# ಸ್ಮಾರ್ಟ್ ಸಿಟಿ ಅಮಿಷನ್ SMART CITY LIMITED



Special Purpose Vehicle for Implimentation of Smart City Project  
(Registered Company No. CIN : U74999KA2017 PLC101265)

## ROUTE MAP TO THE VENUE OF 01<sup>ST</sup> ANNUAL GENERAL MEETING



**Regd Office:** F Block, 4th Floor, Survey No.121A, Opposite to Indira Glass House, IT Park, HUBBALLI Dharwad KA 580029 INDIA

**Ph-** 0836 2355331 **Website-** [sohdsmartcity@gmail.com](mailto:sohdsmartcity@gmail.com) **E mail** -[www.hubballidharwadsmartcity.com](http://www.hubballidharwadsmartcity.com)



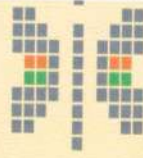
सत्यमेव जयते



एक कदम स्वच्छता की ओर

ಹುಬ್ಬಳ್ಳಿ-ಧಾರವಾಡ

HUBBALLI-DHARWAD



ಸ್ಮಾರ್ಟ್ ಸಿಟಿ ಲಿಮಿಟೆಡ್

SMART CITY LIMITED

Special Purpose Vehicle for Implimentation of Smart City Project  
(Registered Company No. CIN : U74999KA2017 PLC101265)

Form No. MGT-11

Proxy form

Name of the member:

Registered address :

E-mail Id:

Folio No/ Client Id :

DP ID :

[Pursuant to section 105(6) of the Companies Act, 2013 and rule 19(3) of the Companies (Management and Administration) Rules, 2014]

**CIN:** U74999KA2017PLC101265

**Name of the company:** HUBBALLI-DHARWAD SMART CITY LIMITED

**Registered Office:** F Block, 4th Floor, Survey No.121A, Opposite to Indira Glass House, IT Park, Hubballi Dharwad KARNATAKA - 580029 INDIA.

I/We, being the member (s) of \_\_\_\_\_ shares of the above named company, hereby appoint

1. Name: .....  
Address:  
E-mail Id:  
Signature: ....., or failing him
2. Name: .....  
Address:  
E-mail Id:  
Signature: ....., or failing him
3. Name: .....  
Address:  
E-mail Id:  
Signature: .....

**Regd Office:** F Block, 4th Floor, Survey No.121A, Opposite to Indira Glass House, IT Park, HUBBALLI Dharwad KA 580029 INDIA

**Ph-** 0836 2355331 **Website-** [sohdsmartcity@gmail.com](mailto:sohdsmartcity@gmail.com) **E mail** -www.hubballidharwadsmartcity.com



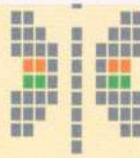


सत्यमेव जयते



एक कदम स्वच्छता की ओर

**ಹುಬ್ಬಳ್ಳಿ-ಧಾರವಾಡ**  
**HUBBALLI-DHARWAD**



**ಸ್ಮಾರ್ಟ್ ಸಿಟಿ ಅಮಿಷನ್**  
**SMART CITY LIMITED**



**Special Purpose Vehicle for Implimentation of Smart City Project**  
(Registered Company No. CIN : U74999KA2017 PLC101265)

as my/our proxy to attend and vote (on a poll) for me and on my behalf at the 1<sup>st</sup> Annual general meeting of the company, to be held on Monday 31<sup>st</sup> December, 2018 at 11.30A.M at Karnataka Udyog Mitra, 3rd floor, East wing, Conference hall, Khaniz bhavan, Bengaluru, Karnataka and at any adjournment thereof in respect of such resolutions as are indicated below:

Resoluti on No.	Resolutions	For	Agains t
<b>ORDINARY BUSINESS:</b>			
1	To consider and adopt the audited financial statements for the financial year ended 31st March 2018, together with the reports of the Board of Directors and the Auditors and Comments of the Comptroller & Auditor General of India thereon.		
2	To fix the remuneration of M/s. UMASHANKAR & Co, Chartered Accountants (FRN 004456S) the Statutory Auditors of the company for the Financial Year 2017-2018 and 2018-19 in terms of the provisions of section 142 of the Companies Act, 2013.		
3	To appoint a Director in place of Sri. A. B. IBRAHIM IAS (DIN: 06695818), who retires by rotation and being eligible, offers himself for re-appointment.		
4	To appoint a Director in place of Sri. DHEERENDRA SHRINIVAS RAO SARAF (DIN: 08061476), who retires by rotation and being eligible, offers himself for reappointment.		
5	To appoint a Director in place of Sri. C. W. SHAKEEL AHMED KMAS (DIN: 08168997), who retires by rotation and being eligible, offers himself for reappointment.		
6	To appoint a Director in place of Sri. GANESH TIMMAYYA TAGARGUNTI (DIN: 08176958), who retires by rotation and being eligible, offers himself		

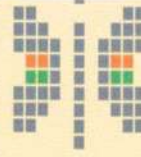
**Regd Office:** F Block, 4th Floor, Survey No.121A, Opposite to Indira Glass House, IT Park, HUBBALLI Dharwad KA 580029 INDIA

**Ph-** 0836 2355331 **Website-** [sohdsmartcity@gmail.com](mailto:sohdsmartcity@gmail.com) **E mail** -www.hubballidharwadsmartcity.com



ಹುಬ್ಬಳ್ಳಿ-ಧಾರವಾಡ

HUBBALLI-DHARWAD



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SMART CITY LIMITED



सत्यमेव जयते



एकं कथम स्वच्छता कां प्रो

Special Purpose Vehicle for Implimentation of Smart City Project  
(Registered Company No. CIN : U74999KA2017 PLC101265)

	for reappointment.		
<b>SPECIAL BUSINESS:</b>			
7	Appointment of Managing Director.		
8	Appointment of Shri.S B. Shetty as Independent Director of the Company.		
9	Appointment of Dr. Vimala Swamy as Independent Director of the Company		

Signed this..... day of..... 2018

Signature of Shareholder(s):

Signature of Proxy holder(s):

Affix  
Reven  
ue  
Stamp

**Note:** This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the Meeting.

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Annexure 1

**Details of individuals appointing as Independent Directors at the Annual General Meeting**

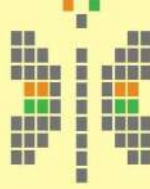
Name of the Director	Shri. S. B. Shetty	Dr. Vimala Swamy
Age	69	54
Date of Appointment	31.12.2018	31.12.2018
Qualification	Chartered Accountant	Doctorate
Experience	40 years experience in area auditing, Taxation & finance active rotary member residing in Hubballi. Also member of Vat advisory committee Dharwad Range Commercial Tax department. Advisory Seva committee of ISCKON, Hubli. President of SAKSHAM which is working for the physically challenged	<ul style="list-style-type: none"><li>• Director, School of Architecture, REVA University Bangalore from July-2017 to till today.</li><li>• Professor School of Architecture, REVA University Bangalore from Oct-2016 -June 2017</li><li>• Assistance professor BVB College of Engg &amp; Tech, Hubli-2011-till today.</li><li>• Lecturer BVB College of Engg &amp; Tech, Hubli-2003-2011</li><li>• Visiting Architect in PDA College of Engineering Gulbarga-1996-2001</li></ul>
Terms & Conditions of Appointment	As per the enclosed draft letter of appointment read with the provisions of the Companies Act, 2013	As per the enclosed draft letter of appointment read with the provisions of the Companies Act, 2013
Share Holding in the Company	Nil	Nil

Relationship with Directors, Manager and other KMP	NA	NA
The no. of Board Meeting attended during the year	NA	NA
Membership/chairmanship of Committees of other Boards	NA	NA
Remuneration details	<p>The independent directors will be paid such remuneration by way of sitting fees for attending the meetings of the Board and the Committees as may be decided by the Board from time to time, subject to approval of the shareholders, if required and subject to provisions of the Companies Act 2013. Further, the Company may pay or reimburse to you such fair and reasonable expenditure, as may have been incurred by you while performing your role as an Independent Director of the Company, as may be decided by the Board from time to time.</p>	



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HUBBALLI-DHARWAD

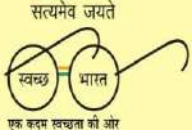


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SMART CITY LIMITED



Special Purpose Vehicle for Implimentation of Smart City Project  
(Registered Company No. CIN : U74999KA2017 PLC101265)



## DIRECTORS' REPORT

To,  
The Members,  
HUBBALLI-DHARWAD SMART CITY LTD.

Your directors have pleasure in presenting the First Annual Report on the business and operations of the company together with the Audited Financial Statements for the financial year ended 31<sup>st</sup> March 2018.

### 1. Financial Highlights

During the year, performance of your company is as under:

(In Rs.)

PARTICULARS	31/03/2018
Total Turnover	-
Other Income	-
Total Expenditure	8,190,941
Profit / (Loss) before taxation	(8,190,941)
Less: Tax Expense	Nil
<b>Profit/(loss) after tax</b>	<b>(8,190,941)</b>

Page 1 of 69

ನೋಂದಾಯಿತ ಕಛೇರಿ : 4ನೇ ಮಹಡಿ, 'ಎಫ್' ಬ್ಲಾಕ್, ಐಟಿ ಪಾರ್ಕ್, ಹುಬ್ಬಳ್ಳಿ ಕರ್ನಾಟಕ ರಾಜ್ಯ ಭಾರತ,  
Regd Office : 4<sup>th</sup> Floor, 'F' Block, IT Park, HUBBALLI - 580 020, Karnataka State, India.  
Ph : 0836-2355322, Fax : 0836-2355331, Control Room Assistance : 2213888/2213898,  
Website : www.hubballidharwadsmartcity.com E-mail : smartcityhubballidharwad@gmail.com

## 1. Status of Project

During the financial period of 2017-18 as on 31.03.2018, HDSCL has the following status on Smart City projects:

<b>A1. DETAILS OF PROJECTS AWARDED/ONGOING</b>		
<b>Sr. No.</b>	<b>Name of the Work</b>	<b>Awarded Cost</b>
1	Creating & Maintaining SPV Website	0.015
2	Smart Toilet (e-toilet)	1.014
3	Nala Renovation - Desilting of Raj Nala (North)	0.937
#	<b>Sub Total (In Cr)</b>	<b>1.966</b>
<b>A2. DETAILS OF PROJECTS UNDER TENDERING</b>		
<b>Sr. No.</b>	<b>Name of the Work</b>	<b>Tendered Cost</b>
1	Rain Water Management	0.37
2	Solid Waste Management - Litter Free Zones	0.305
3	Electrical Crematorium	1.69
4	Selection of LSI for implementation of Integrated Command & Control Centre and Smart elements in Hubballi Dharwad	39.57
5	Redevelopment of Tolankere Lake	18
6	Nala Renovation - Desilting of Raj Nala (South)	0.8
7	Solar Roof top - PPP	2.31
8	Smart parking Tower (Multi Level Car Parking) - PPP	50
9	Intelligent Poles (Smart Poles) - PPP	48
10	LED Street Lighting - PPP	36
#	<b>Sub Total (In Cr)</b>	<b>197.045</b>
<b>A3. DETAILS OF PROJECTS UNDER RFP/BID DOCUMENT</b>		
<b>Sr. No.</b>	<b>Name of the Work</b>	<b>Estimated Cost</b>
1	GIS property Survey	4.75

<b>A4 DETAILS OF PROJECTS AWAITING TECHNICAL SANCTION</b>		
<b>Sr. No.</b>	<b>Name of the Work</b>	<b>Estimated Cost</b>
1	Cashless & Paperless Office	18.91
2	Smart Property Taxes Management System	
3	Smart Public Advertisement Management System	
4	Smart Public Works Management System	
5	People Empowerment Platform	
6	Public Bicycle Sharing - PPP	8.09
<b>A5. DETAILS OF PROJECTS IN DRAFT DPR STAGE</b>		
<b>Sr. No.</b>	<b>Name of the Work</b>	<b>Estimated Cost</b>
1	TolankereLake Development	16.3
2	Nehru Stadium Development	11.5
3	MG Park Development	13.8
4	Street Scape Redesign	300
5	Junction Improvement	
6	Underground Ducting	
7	NMT Zones	
8	Underground Drainage	6.5
9	Renovation of Core Markets	108
10	Nala Renovation	29
11	Affordable Housing	41.3
12	Storm Water Drains	2.5
13	Super Market at Dharwad - PPP	146
14	Railway Station Redevelopment - PPP	25
#	<b>Sub Total (In Cr)</b>	<b>699.9</b>
#	<b>Grand Total (In Cr) (A1 + A2 + A3 + A4 + A5)</b>	<b>922.571</b>

## **DETAILS OF PROJECTS:**

### 1. Impactful Projects

HDSCCL has listed four projects to be impactful projects which is believed to have an immediate positive reaction amongst the citizens. The projects are:

#### **a. Mahatma Gandhi Park (Open Space Upgradation)**

Open space in urban environments provides many advantages: formal and informal sport and recreation, preservation of natural environments, provision of green space and even urban storm water management. Thus green space must be a key consideration in urban planning if the health of a city and its people are both considered important. The necessity for the redevelopment of the M. G. Park is important in terms of active urban community space in HDSCCL area. This M. G. Park being one of the major developed open space available in the ABD area for recreation, redevelopment and maintenance of such activity is important for the overall growth of the community. The various other reasons for the preservation of M. G. Park are as follows:

- Addition to the existing health activity to make it an interesting and attractive open park space
- M. G. Park is one of the lung spaces of the city adding to the healthy and active society.
- Maintenance of the Glass House will make it usable to have exhibitions and other events to make the space lively as well as leading to the for revenue generation.

The site area is 25998.7 Sq. mt. Based on the interaction with HDSCCL during concept presentation stage it was decided that the following activities needs to be planned for M. G. Park redevelopment.

- Revamping of existing Toy train system.
- Musical Fountain.
- Upgradation of the Idol Immersion Tank area
- Construction of new Toilet and repair of the existing toilets



- Upgrading the Skating Ground
- Resolving the Safety Issues
- Provision of Open Gym
- Provision of Designated children's play area
- Litter bins
- Efficient lighting
- Replacement of the drinking water dispensers

Currently the project is under DPR finalization stage. Survey is complete along with the inputs from citizens. Following were the type of users which underwent survey.

1. User age groups- 20-40 years
2. Visiting within 5 kms travel
3. Usage of park-Daily & Weekly

Following are the highlights from the Feedback given by Users:

1. Poor Hygiene / Cleanliness of facilities toilets
2. Average Safety
3. Less Maintenance of the existing facilities

Expectations from users

4. Space can be used for School Activities like painting, plays
5. Toilet facilities to be improved
6. Changing rooms for Open Amphitheatre

The main concern of the citizens visiting the park was security aspect. Therefore, the security components were also proposed to be enhanced with features like compound wall construction & majorly CCTV surveillance. Along with boundary wall, about 11 CCTV cameras are proposed to be installed at key locations for monitoring.

#### **b. Nehru Stadium (Open Space Upgradation)**

Nehru Stadium is one of the prominent playground in Hubballi where people of different age groups gather for various sports activities. Renovation of this

stadium has been considered under the open space redevelopment grant. The major Strategies include:

- i. Space utilization for different sports within the same premises
- ii. Development of Sporting Activities for all age groups
- iii. Provision of indoor sports such as badminton court, gymnasium, chess and carom, kabaddi court
- iv. Provision of wrestling court which is one of the important requirement
- v. Provision of essential requirement of the players such as locker rooms, changing rooms and well maintained toilet along with drinking water facility
- vi. Identifying the major and minor entries and exists
- vii. Traffic management plan

The necessity for the redevelopment of the Nehru Stadium is important in terms of active urban community space. This stadium being the only open space available in ABD area for the sports facility, redevelopment and maintenance of such activity is important for the overall growth of the community. The various other reasons for the preservation of stadium are as follows:

- Addition to the existing sports activity to make it a self-sustained sports facility centre which will give all types of sports.
- Stadiums are one of the lung spaces of the city adding to the healthy and active society.

The site area is 25998.7 Sq. mt. The Stadium area can be delineated into three zones as give below.

1. Spectators Stand
2. Existing Buildings such as Toilet Block, VIP Building, Badminton Court
3. The Playground

Based on the interaction with HSDCL Authority during concept presentation stage it was decided that the following activities will be planned for Nehru Stadium redevelopment.

- Identify Major and Minor Gates - Entry for small and big vehicles.
- Provision for indoor games, dressing room for Athletes, Lockers for the Athletes , Toilet
- water dispensers
- Spectators stand seating and roof design
- Running track
- Boundary wall
- parking Area
- Traffic Plan
- Litter free zone
- Efficient lighting
- Smart Kiosks

### **c. Tolankere Lake (Open Space Upgradation)**

Rapid Urbanization has led to unplanned growth of cities and deterioration of open spaces within urban areas. Open spaces have significant importance in the life of the settlements. The areas with high green-coverage rate have ecological and environmental importance. These green spaces can improve the urban climate, abate the urban heat-island effect by their ecological-balancer function and reduce environmental damages. There are few open spaces or green areas like lakes, gardens, playgrounds etc within Hubli city especially within ABD Area. Few of them like MG Park and Nehru Stadium are in good condition but in dire need of maintenance, whereas there are others open spaces like Tolankere Lake, which needs to be completely redeveloped

Major components considered for this project are as follows -

1. Foreshore development with jogging and cycle track
2. Development of Sporting Activities for all age groups
3. Development of health related facilities for Yoga, Aerobics, open gym etc.

4. Development of recreational activities like boating, amphitheater
5. Strategies to divert Sewage from surroundings residential area into a proposed STP and discharge treated water back to the lake for recharging.
6. Improving the Safety concerns for proper utilization of the lake.
7. Development of Recharge pits to replenish underground water levels
8. Creation of thematic gardens, lawns, Trees to substantially increase the green cover of the area.

The components under consideration has been finalized based on the stake holders' consultation. O&M for 5 years will be responsibility of the selected bidder.

One major concern expressed during the citizen consultation was water level in the lake as the existing water volume was very low. To which a water balancing study was conducted. Considering the evaporation and Percolation losses, and Full tank capacity of the Lake of 254ML during the month of July, and addition of treated Wastewater from the proposed 1MLD STP under AMRUT scheme assures that even during the summer season, the minimum volume of water available in the lake is 175ML. Therefore, the minimum water depth of the Lake will not go below 2.3m.

The following activities are proposed:

- ✓ Boating Facilities
- ✓ Yoga/Meditation Centre
- ✓ Children's Play area
- ✓ Designated area for outdoor exercise with Open Gyms
- ✓ Creation of tree parks and Theme Gardens
- ✓ Aromatic plantations
- ✓ Walkways/ Jogging tracks
- ✓ Amphitheatre
- ✓ Food Courts
- ✓ Fountains
- ✓ Hedge Maze
- ✓ Sand Pit
- ✓ Water ATM / Dispenser

- ✓ E-Toilet / Public Toilet

#### **d. Smart Parking Tower (Multi Level Car Parking)**

The city being the commercial hub attracts traffic from other nearby cities such as Karwar, Goa, and Sholapur etc. with parking all around the road side makes the city more congested. The exponentially growing vehicle affordability creates a challenge for the city when insatiable parking space for them are required. Additionally, the pedestrians need a better infrastructure to ensure safety at all times while crossing the traffic filled roads of Hubli Dharwad.

Provision of MLCP facility at the heart of the city will eventually reduce the obstacles from carriage way thereby improving the steady flow of traffic and increasing the carriage way capacity. It shall also contribute to city's economic activities by ensuring a 'turnover' of different vehicles rather than long stay vehicles in commercial areas.

Smart parking component will ensure complete smart city experience to the along with the environmentally sustainable component like solar roof top and rain water harvesting which will ensure independency of the facility for water and electricity. With the aim to provide last mile connectivity and improvise public health, bike sharing system has been integrated with the facility.

The court circle site which falls at the junction of major roads of the city and is already being used for Off-street parking has been selected for MLCP development under this project. This shall include the construction of multi-floor parking facility at the court circle along with incorporation of smart parking technology. The parking demand survey was conducted in 450 m buffer of the site. This survey helped to assess the existing parking demand for the selected region. A sample social survey was also conducted to assess public opinion on upcoming MLCP. Based on the demand analysis, the feasibility of the project under PPP mode has been worked out.

- ✓ Entry/Exit Barrier with loop detection For Parking And Vehicle Access  
Remote Control: Generally Installed at Entry / Exit barriers, these are

unmanned station which allows entry / exit based upon the information logged in scanner installed nearby

- ✓ Handheld Ticket Dispenser: A hand-held device to dispense ticket to incoming users along-with other necessary details
- ✓ Automatic Ticket Dispenser: A Do-It-Yourself machine which enables users to print ticket themselves as per their convenience
- ✓ Smart Cards & Readers: The SMART cards are cards that can be loaded and reloaded with money. It includes an embedded integrated circuit (IC) chip that can be either a microcontroller with internal memory or a memory chip alone. The card connects to a reader with direct physical contact (i.e. a contact smart card) or through a remote contactless electromagnetic interface (i.e. contactless smart card)
- ✓ UHF RFID Tag: This tag is specially designed for parking access control applications such as gates communities, secured parking application or anywhere vehicle tracking is required.
- ✓ Inductive Loop Sensor: Physical Loops installed to capture the count of vehicles crossing over a designated line / area.
- ✓ Parking sensors (Ultrasonic Sensor, Infrared & Magnetic Sensor): Sensors installed in Parking areas assisting users in Parking their vehicles safely and only in designated Area without encroaching upon other parking lot
- ✓ Variable Messaging Displays: To be installed outside Parking Lot in visible Public areas displaying Real Time Availability in one or more Parking Lots
- ✓ Fixed Camera (for virtual loop): Use of Camera and relevant Video Software to capture designated area of Parking virtually
- ✓ Car wheel lock: Enforcement Device for users who haven't paid the dues or parked in non-designated area
- ✓ Payment Kiosk: A Do-It-Yourself machine which enables users to pay for parking usage by themselves through cash or card as per their convenience
- ✓ Display & Guidance System: To Guide the vehicle owner about the parking slots availability etc.
- ✓ Controller: High Performance TCP/IP intelligent vehicle counting system Controller with display to indicate available parking slots & other

accessories, Capable of connecting with multiple displays, loop sensors, Enclosed in Tamper

- ✓ Handheld RFID Reader and UHF Long Range RFID Reader: Designed to control passage of vehicles at entrance point supports card reading distances from 6m to 12m, depending on proximity card type.
- ✓ Mobile App: To provide users with information like the Availability of Parking Spaces, Near most Parking Lot Available or any relevant information pertaining to Parking Management
- ✓ Emergency Call Box: It's an electronic device that is used to alert and call someone in emergency situation
- ✓ Electric Vehicle Charging point: It's an element in infrastructure that supplies electric energy for recharging of electric vehicles.
- ✓ Wi - Fi: It is required for dedicated connectivity across all parking lots.

## 2. Smart Solutions

### b. IMPLEMENTATION OF INTEGRATED COMMAND AND CONTROL CENTRE AND SMART ELEMENTS IN HUBBALLI-DHARWAD

One of the primary objectives of Hubballi-Dharwad Smart City Limited (HDSCL) under its Smart City Mission is to drive citizen centricity through improvements in City Operations, improve efficiency of municipal services and promote a better quality of life for residents. In order to achieve these objectives, Hubballi-Dharwad Smart City Limited desires to foster the development of a robust ICT infrastructure that supports digital applications and ensures seamless oversight of city-wide operations through Integrated Command and Control Centre, improved Solid waste Management, Surveillance, Smart Parking, Emergency response mechanisms and real time tracking of services and vital city metrics throughout the city and in government departments.

Main objective of the project is to break silos in the city with in the departments and across the Departments. Also to install appropriate check points for solutions implemented, so that the services delivered to the

public are to the at most satisfaction of public. Following city-wide domains will be covered under the scope of this project through ICT interventions.

1. City-wide Management
2. Solid Waste Management
3. Traffic and Transport
4. Public Safety
5. Utility Services
6. Governance

LSI (Local System Integrator) will establish city operation center as Integrated Smart City System for Hubballi-Dharwad comprising of various project modules/components packaged under 3 levels of intervention:

#### **Level 1: Integrate and View**

1. City Surveillance System (Police and Traffic)
2. Smart Governance
3. People Empowerment Platform
4. Emergency and Disaster Management
5. Intelligent Transport Management System
6. Smart Energy
7. Smart Water

#### **Level 2: Integrate Command and Control**

1. Smart Parking & Payment System
2. Smart Poles
3. CCMS for LED Street Lights
4. GIS Based Property Management System

#### **Level 3: Implement, Command, Control and Fully Operate**

1. City Operation Center (COC) or City ICCO
2. Smart IT Solid Waste Management
3. Geographical Information System (GIS)



The scope of the project for LSI includes implementation of identified smart ICT solutions including establishment of city based city operation center integrated with state level centralized ICCC and integrate the already implemented ICT solutions with ICCC. Scope also includes conducting a detailed assessment of current state of city services being provided and accordingly plan, design a comprehensive technical architecture of city operation center (COC) and integrate it with ICCC so that relevant current and future ICT project may be integrated with ICCC.

### **c. Intelligent Poles (Smart Poles)**

The project includes installation of 200 Smart Poles across the major roads in Hubballi Dharwad in PPP mode. The Concessionaire shall be solely and exclusively responsible to design, implement and maintain the Smart Poles on a BOOT (Build, Own, Operate, and Transfer) model and to provide the services as specified.

The Concessionaire has to design, develop, manage and operate Intelligent Poles to provide telecom connectivity within the project area. HDSCL will provide RoW, free of cost, for installation of Intelligent Poles.

The Concessionaire need to install at least 200 such poles within the 12 months of implementation, however basis the telecom requirement of the project area Concessionaire may install additional intelligent poles during the Concessionaire period up to first 5 years of the concession period. The revenue share from these additional poles shall be as per the additional pole revenue quoted by the Concessionaire. Further, the concession period may be extended on mutually agreed terms and conditions.

The Intelligent Pole should be capable of housing following smart elements on the poles;

- Mobile Antennas for 2G/3G/4G/Small Cell etc.
- Surveillance Camera
- Access Points for Public Wi-Fi
- Smart Billboards

- LED based Smart Street Lights (Wattage and number of luminaires per pole will depend on the finalized location of Intelligent Poles)
- Public Addressal System
- Environmental Sensors
- Panic Button and Emergency Call Box

### 3. Energy Sector - Smart Solutions

#### b. LED STREET LIGHTING:

Street lighting in most parts of India is in need of improvements and suffers from inefficient operation and maintenance. In an effort to improve the state of street lights, some urban local bodies have embarked on energy efficiency projects in street lighting. Facing constraints on public resources and fiscal space, while recognizing the importance of investment in infrastructure to help their economies grow, governments are increasingly turning to the private sector as an alternative additional source of funding to meet the funding gap. In the similar line, under Hubballi Dharwad Smart City project, LED street lighting has been taken up as face lift project under PPP mode. The project involves replacement of 51603 conventional street lights.

The project is conceptualized based on the need to curb the rising expenses of the public street lighting systems and reduce the operations and maintenance costs along with the increasing the life of the bulbs with energy efficient lighting. The corporation has over the years has used different types of bulbs such as FTL, SVL, CFL and Metal Halide etc. In addition to the cost incurred towards such bulbs the year on year increase in tariff has also increased the financial burden on the corporation. HDMC has shown awareness on energy efficiency by fitting energy efficient street lights at select areas which are equivalent to 2,528 numbers which is mere 4.6% of the total installed public lighting system. The corporation is serious in its mandate of providing efficient public street lighting system.

The scope of work is to understand and analyze and study to analyze the existing status of street lights and their types and prepare a Feasibility Report

including project structure and Financial Model. Baseline study includes the following:-

- a. Physical survey of all poles, lighting fixtures, marking and numbering of all poles and establishment of GPS coordinates by working in tandem with the Corporation.
- b. Measurement of lux and Electrical parameters such as volts, current and power factor at all switching points where energy meters are installed for recording street-lights energy consumption.
- c. Project cost estimates for energy efficient street lighting technologies, Operation and Maintenance costs estimations, energy saving potential estimation and emission reductions potential for different options.
- d. Institutional and operational arrangements and necessary regulations required to initiate a bid process to induct an ESCO for project implementation
- e. Review of Technical parameters, timelines for implementation and cost over asset life cycle of the proposed facility.
- f. PPP Structuring of the project: Based on the project cost and financial model, development of ESCO shared saving structure capable of achieving sustainable operational and financial viability along with risk assessment matrix.

#### 4. Urban Transport

##### a. Smart Roads

The purpose of Smart Cities Mission is to drive economic growth and improve quality of life of people by enabling local area development and harnessing technology, especially technology that leads to Smart outcomes. Smart Streetscape and Junction Improvements termed as Smart Roads is one such project taken under smart city project for Hubballi-Dharwad. This project aims to develop Roads within and around ABD area by providing all smart amenities like smart poles, pedestrian safety aspects, road furniture, Wi-fi facilities, footpath improvement, utility ducts provisions etc which can enhance

aesthetics of road and also improve the social and economic condition of the community around it.

SMART ROAD PROJECTS IN AND AROUND ABD					
Package	Location	Length	Tender Amount	Road Type	Components
Road Pkg 1	Gokul Road(Airport to Hosur Jn)	5 Kms	43 Cr	Concrete	LT conversion to UG, Street lights, Road marking, footpath and Junction Improvements, Drains, Median and Footpath plantations. O and M - 5years
Road Pkg 2	Nehru Road ,Victoria Road, Durghadbail Road, Station Road, Broadway, Kopikkar Road Coen Road Maratha Galli Road CBT Road JC Nagar Road	5.08 Kms and minor internal roads of 5.42 Kms	43 Cr	Bituminous	Pressurised Water Supply, LT conversion to UG, Street lights, Road marking, footpath and Junction Improvements, Drains and Road Resurfacing O and M - 5years
Road Pkg 3	A} Dajibanpet road to GhantiKere Police station to Bankapur Chowk,	5.07 Kms and minor intern	42.5 Cr	Bituminous	Pressurised Water Supply,LT conversion to UG, Street lights,Road marking, ,footpath
	b)Bankapur chowk to				

	Rani Channamma Circle via butter market, bhupet and moorsavira mata, c) Glass House Junction to Ranichannamma circle via Basel mission school (Kamaripeth and Sadashiv Nagar areas) d) Kamaripet Police station to Tulija bavani temple	al roads of 3.8 kms			and Junction Improvements, Drains and Road Resurfacing O and M - 5years
Road Pkg 4	Industrial Roads (GATE 1 and 2) to Tatwadarsha Hospital.	2.07 Kms	20 Cr	Cement Concrete (PQC)- 1km	LT conversion to UG, Street lights, Road marking, footpath and Junction Improvements, Drains and Road Resurfacing
				White topping- 1.07 kms	O and M - 5years
Road Pkg 5	a) Tolankere Lake to Renuka Nagar, Renuka Nagar to Kumar Park, Kumar park to Gandhi Nagar	3.77 Kms	30 Cr	Bituminous	LT conversion to UG, Street lights, Road marking, ,Footpath and Junction Improvements, Drains and Road Resurfacing
	b) KEC Bus stop to Ashoka vana Bus Stop to Ganghi Statue Bus stop				O and M - 5years

	to Central Excise Colony Bus stop to Ramlingeshwarnagar Bus stop				
	c)Manjunath Nagar Cross Bus stop to Renuka Nagar junction via Ramalingeswar Main Road				
Road Pkg 6	Manjunath Nagar to JP Nagar Park, KBN Colony Road and Silver town road via Lakshmi Park, Dollars Colony Park	3.94 Kms	36.5 Cr	Bitumin ous	LT conversion to UG, Street lights, Road marking, ,Footpath and Junction Improvements, Drains and Road Resurfacing O and M - 5years

### ***Salient features of Smart Road***

- Uniform Carriage Way width along the length of the road
- Pedestrian Facilities like footpaths, zebra crossings etc.
- Development of cycle tracks / NMT
- Layering/ Sequencing of Services
- Clear labelling of the trenches for maintenance
- Provision for New utility networks
- Old networks will remain buried once new ones are operational
- Construction of Bus bays, Auto bays wherever essential
- Beautification and Landscaping of the footpath, junctions
- Street furniture (Signage"s, Lane marking)
- Pedestrian footpath LED lights
- Installation of CCTV wherever necessary

- Installation of ICT components, Smart poles and its controlling at command centre

## **b. Public Bicycle Sharing**

Public Bicycle Share (PBS) system is a flexible public transport service that comprises of creation of dense network of cycle stations. Each station stores a number of cycles. Users can check out a cycle from any station and return it to any other station in the system. The station where the cycle is returned need not be the original station from where the cycle was borrowed.

This flexibility is one of the key features which differentiates PBS systems from traditional bicycle rental stores. PBS systems also encourage the use of cycles for short distances by making the use of cycles free for a short period of time (usually 30 mins), after which the cost of borrowing increases exponentially. This progressive fare structure ensures that the cycles are returned to the stations quickly, and are mostly used for last mile connectivity. This is another features which differentiates it from traditional rental systems where cycles are usually borrowed for a day or more.

The city of Hubballi Dharwad has embarked on several sustainable transport initiatives, including the construction of bus rapid transit system connecting Hubballi with Dharwad. Under smart city program, the city envisaged to implement projects like expanding footpaths on select city's arterial streets; implementation of pedestrian zones to facilitate access to commercial areas and cultural landmarks; and the implementation of an IT-based parking management system. The cycle sharing system will complement these efforts by helping the city achieve the following goals:

- a) Facilitate the use of the city's public transport system by expanding the reach of the city bus and rapid transit lines.
- b) Reduce congestion and improve air quality by attracting users from private motor vehicles.
- c) Increase the mode share of cycling in Hubballi Dharwad.

- d) Transform the image of cycling, making it a popular means of travel for the middle and upper classes.
- e) Promote the use of active transport, helping to improve public health.
- f) Integration with the existing public transport system

The cycle sharing system will help improve access to Hubballi Dharwad's upcoming bus rapid transit system along with the city's bus service, providing seamless connectivity between public transport stations, homes, and workplaces. The introduction of cycling option will increase the catchment area of each station, expanding it from a walking radius of 500 m to a convenient cycling distance of 2 to 3 km.

A 13 day survey was conducted via both online and offline mode to reach diverse active citizens willing to run through PBS in the coming future for their daily commute. Kannada and English forms were prepared for the understanding of the participants at ground zero. Totally 565 people participated in the survey. As per the user perception survey, while most of the people were unaware of the PBS as a system, there were an overwhelmingly positive response for to the upcoming PBS system in the city. Working professionals, businessmen and students showed similar interest for PBS. While most people are ready to walk a maximum of 250 meters to reach nearest cycle station, yet they are concerned about their safety while riding; they subsequently demanded a dedicated cycle lane to skip the slow moving traffic in the city. People preferred to pay cash rather than other compared to other payment options. Survey asserts that PBS cycle demand is at peak in the morning and evening time for people for their official commute for a range of 1 to 6 KM s replacing the private two wheelers and four wheelers.

Hubballi & Dharwad are twin cities in the state of Karnataka in India. The project of Public Bicycle Share (PBS) system for the ABD area of the city of Hubballi Dharwad as part of the smart city initiative.

Area Based Development section of the city comprises of an area of 3.9 sq.km. The target audience of the system will be primarily the residents of the city whose travel distances are less than 5 km's, students and daily commuters who



come to ABD for variety of purposes. While the residents will become regular users of the system, using the bike share for either end to end connectivity or for last mile connectivity, the tourists will become casual users of the system and be able to use the system to visit the various points of tourist attraction in the city, through multiple short trips in a day. The system proposed will have to be planned keeping this target audience in mind.

Totally 34 locations are considered with 30 locations within ABD area and 4 locations outside ABD area.

The project components include fully automated bicycle sharing system with cycles, dockless parking lot, terminal/ kiosk for information to users, smart card upgradation, advertisement space in the parking lot, redistribution vehicle, control center (software & hardware), registration mechanism, etc. The selected vendor will be also responsible for operation & maintenance for 5 years, marketing & awareness, etc.

## 5. Economic Development

### a. RENOVATION OF CORE CITY MARKET

Public Markets are essentially markets serving daily shopping needs in public areas. These markets demonstrate a strong character of community cohesion and culture. Traditionally, they have contributed to establish the city's image and became an important landmark. With urban sprawl, their infrastructure needs are shadowed by City's demand for public infrastructure. This poses a great challenge to provide the most needed infrastructure and also at the same time maintain the regular economic activity with minimal disturbance. The key objective of this project is to provide a new and well-designed market area with adequate infrastructure and become clean and vibrant market precinct of the city.

Two (2) of the main markets in Hubballi have been selected through stake holders consultation under this project. Janta Bazaar and MG Market have been in existence since 60 years and has witnessed the growth of Hubali city. But the

infrastructure needs have been overlooked due to city pressure. Now, it has several issues which needs immediate attention specifically old structures, water logging, and absence of drainage, sanitation and sewerage system. This poses a great challenge to provide the most needed infrastructure and also at the same time maintain the regular economic activity with minimal disturbance.

Main components involved in this project are as follows:

1. Temporary Rehabilitation of existing vendors
2. Redevelopment of Market compound
3. Allotment of shops / katas
4. Operation and Maintenance of the market for 5 years

Essential Features considered in the redevelopment are as follows:

1. Electricity supply from Solar energy- Renovated market to have energy efficient buildings
2. Solid waste management- litter free zone around renovated markets
3. Rain Water Harvesting (RWH) - Provision of RWH tanks
4. Universal accessibility- of building and infrastructure
5. Encouragement to Non-Motorised Transport (NMT)- Markets to have bicycle sharing points
6. Non-vehicle zone- around the market restricting the vehicular movement
7. Visible improvement in the area - regularize the inorganic growth, provide vending zones and redevelopment strategy for dilapidated structures

### **MG Market**

The site is situated in the central part of the Hubballi city. The market covers area of about 1A-35G of main land in the market area. The present market area consist of block of shops categorized as A, B, C to O Open Kattas, and mini shops of varying sizes. The market lacks proper arrangement of shops. The space for circulation is haphazard. Important infrastructure of roads, loading,

unloading area is lacking. The market lacks proper drainage facility and essential elements such as parking, toilets etc. Currently the vehicles are parked on - street in the adjoining main roads. The market has two entrances from the roads surrounding it making it ideally placed. Total 438 existing katas are there which need to be addressed for rehabilitation. Below mentioned is the details of existing vendors:

Particulars	Units
Area (in acres)	1 A 35 Guntas
Plot area (in Sq.m)	7597.82 Sq.m
Existing kattas	
438	Open Kattas
	A katta : 13 (24'x12')
	B katta : 1 (25'6"x12'6")
	C katta : 1 (27'x12')
	D katta : 1 (24'x18')
	E katta : 22 (24'x12'6")
	F katta : 1 (27'x17')
	G katta : 7 (10'6"x11')
	H katta : 4 (6'x10'6")
	I katta : 4 (5'6"x7'6")
	J katta : 15 (5'x6'5")
	K katta : 61 (8'x8')
	L katta : 96 (9'x11')
	M katta : 54 (4'x6')
	N katta : 158 (5'x6')
	O katta : 150 (4.9'x4.9')
	Total Existing Kattas & Shops is 3379.78 sq.m (11085.67sq ft)

Source: HDMC, 2017 and primary survey

### Janata Bazaar

The site is situated in the central part of the Hubballi city. The market covers area of about 1A-19G of main land in the market area. The present market area consist of block of shops categorized as B1,B1a,B1b,B2a,B2, B3, B4 ,B5 - Open Kattas, and mini shops of varying sizes

The market is located in the heart of the city with commercial development abutting it. The site is near to the Rani Chennamma Circle, Dajiban peth Road and Murusavir Math Road.

The market lacks proper arrangement of shops. The space for circulation is haphazard. Important infrastructure of roads, loading, unloading area is

lacking. The market lacks proper drainage facility and essential elements such as parking, toilets etc. Currently the vehicles are parked on - street in the adjoining main roads. The market has two entrances from the roads surrounding it making it ideally placed. Below mentioned is the details of existing vendors:

Particulars	Units
Area (in acres)	1A-19G
Plot area (in Sq.m)	5959.10 Sq.m
Existing Shops	
195	Open Kattas/Hutments
67	Block 1 Shops (Seller + Ground floor + First floor+ Second Floor)
12	Block 1 a Shops (Ground floor + First floor)
10	Block 1 b Shops (Ground floor)
9	Block 2 a Shops (Ground floor + First floor)
97	Block 2 Shops ( Ground floor + First floor+ Second Floor)
27	Block 3 Shops ( Ground floor + First floor+ Second Floor)
23	Block 4 Shops (Ground floor)
30	Block 5 Shops (Ground floor+ First Floor)

Source: HDMC, 2017 and site survey

## 6. Environment Sector

### a. Rainwater Harvesting

The purpose of Smart Cities Mission is to drive economic growth and improve quality of life of people by enabling sustainable development. The main goal is to minimize flow of Rain water through Drains/Naala's to rivers without making any use of the same. The necessity of adopting Rainwater harvesting in the Smart city Hubballi Dharwad is for the following reasons:

- ✓ Improvement of ground water potential and proportionate reduction in dependence ultimately on energy intensive water recovery e.g. from river.
- ✓ Reducing the soil erosion due to excess runoff substantially.
- ✓ Reduce floods in downstream and avoid loss due to property damage, health issues, disruptions etc.

- ✓ To address water scarcity for present / future up to some reasonable extent.
- ✓ To ensure that downstream is getting the minimum quantity of water i.e, matching the before development runoff, thus addressing environmental issues after development.

The locations identified for this project are HDMC buildings and in some of the identified buildings like Lamington Boys School, Mini Vidhana soudha, etc.

Recharge Pits and recharge trenches have been proposed within the HDMC main office area to collect the excess runoff from the catchment and for recharging the ground water. The overflow from the recharge pits and trenches, finds its way to existing road side storm water drain by its natural terrain. The excess rain water collected from the HDMC plot area is recharged into ground through 19 recharge pits and Recharge trenches of total length of 522m. Depending on the geomorphologic and topographical condition, the proposed Recharge pits is of 1.25m width 1.25m length x 0.3m depth, with shaft diameter of 150mm and depth of 15 m.

#### **b. Smart Toilet**

In an effort to raise the standard of living in many parts of ABD area in Hubballi- Dharwad and to make the city smart in true sense, HDSCL intends to introduce Smart Toilets which offer utmost cleanliness, sustainability, ease of maintenance and better sanitation. The existing public toilets are tabulated, so as to have an idea of the existing situation of public sanitation in Hubballi- Dharwad and the deficiency in the existing system.

Based on the stake holder analysis and the technical feasibility survey, 7 feasible locations for Smart Toilets were identified. New Smart Toilets will be installed in 7 other locations that have already been tendered out by HDMC. The proposed locations for Smart Toilets under Smart City Project are Akshay Park Bus stop, Opposite to M.G Park, HDMC office, Hosur Circle, Dajiban Peth, Kamaripeth and CBT. It will be executed on Supply and installation contract

including O&M for a period of 5 years as per the tender requirements. The construction and O&M cost will be borne by the HDSCL. An extra toilet for differentially-abled people has been provided in CBT.

Smart Toilet is an innovative technology for disposal of human waste in an eco-friendly manner by integrating convergence of electronics, mechanical, web-mobile technologies thereby controlling entry, usage, cleaning, exit, and remote monitoring capabilities with multiple revenue options. Smart Toilet system is a modular, pre-fabricated public Toilet made of appropriate material suitable to the local conditions and is integrated with user-friendly electronic interfaces. These are sophisticated unmanned, automated smart toilets having remote monitoring facilities, by integrating electrical, mechanical and GPS technology. Toilets can be provided with bio digester tank for hygienic decomposition of soil waste and discharging environment safe effluent as per norms.

#### Features of the Smart Toilet Technology

The built form gives a simplistic, pleasant unitized look to each toilet block. Body is built up of metal sheet with finish suitable for the local climatic conditions. The external finish is weatherproof.

The external wall and roof of the toilet cubicle is fully water tight and weather proof. The roof of the toilet blocks are so designed that no water accumulation takes place. Internal finish and assemblies of the toilet are fully water and leak proof.

- i. Each unit will be fitted with a water tank which helps in providing water for all the uses.
- ii. Each toilet cubicle is fitted with Coin validator system for entering the toilet. Occupancy indicator with LED display shall be provided outside the toilet.
- iii. The size of the Smart Toilet will be approximately 2.4 x 1.4 x 3 m outer dimension.
- iv. Smart features like Pre Flush, Auto flush and automatic platform cleaning mechanism (to clean the toilet before and after usage) are

provided. In-built water tank with LED indicator showing water level are provided.

- v. Display boards with instructions in Hindi, English and Kannada will be written for the aid of the user. Such display boards will be distinctly visible during night hours.
- vi. GPS Connectivity will help in monitoring the health status of the unit from a remote location.
- vii. In case of sudden power outage or water discontinuation, Power and water backup for its users are required.

### **c. Solar Rooftop**

Solar applications such as solar water heaters, rooftop solar PV systems, etc. can go a long way in imparting a clean and green living style to these smart cities. Not only will these smart cities improve the conditions in India in terms of employment generation and an urban living style, it will also go a long way in promoting the usage of renewable forms of energy and thus help the country fight the growing concerns of global warming and pollution. It has already been mandated that 10% of the smart cities' energy requirement will come from solar energy and at least 80% buildings should be energy efficient and green buildings. In this regard HDMC had identified some of the buildings where in the solar roof top project could be implemented under the smart city mission program. The intent of this report is to evaluate the potential of Rooftop Solar PV Plants on the Buildings of the Hubballi-Dharwad. The Buildings have been identified and evaluated based on the following conditions for the feasibility of Solar PV Plant at their facility.

- ✓ The Roof area of the Buildings
- ✓ The effective rooftop area available for setting up of a Solar PV Plant considering nearby shadings
- ✓ The electricity consumption of the buildings
- ✓ Electricity Sanctioned Load of the buildings

Currently only HDMC buildings have been considered for the SRTVP project as other government buildings have to issue no objection letter and the same is

being followed up by HDMC&HDSCL. In the next phase government buildings and other potential buildings would be taken up for SRTPV project.

In order to shortlist the buildings for development of solar roof top area the steps were followed.

- 1 Physical Inspection of the buildings to assess the structure of roof top and area of roof top available
- 2 Technical assessment based on shading and type of structure, orientation, area availability etc
- 3 Financial Feasibility of buildings based on the sanctioned load and the tariff category.

Total 171 buildings were identified at the primary stage which was numbered down to 11 buildings finally after going through the above mentioned steps for total capacity of 340 kW.

## 7. Development of Core Infrastructure

### a. Basic Services to Urban Poor (BSUP)

Under the Hubballi -Dharwad smart city primary plan included a project named Affordable Housing which has been renamed as “Basic Services to Urban Poor” as per direction in 5<sup>th</sup> Board Meeting. Development of Ramlingeshwar nagar under Basic services to urban poor is one such project taken under smart city project for Hubballi-Dharwad. This project aims to develop existing Ramlingeshwar nagar area by providing amenities like pedestrian footpaths, storm water management, street lighting, and utility ducts provisions etc which can enhance aesthetics of road and also improve the social and economic conditions of the community residing in the area.

Following conclusions are drawn based on the analysis of the existing system within the Project area:



- ✓ There are existing Storm Water Drains on either side of the road are poorly designed, executed and maintained. However newly laid drain and footpaths in one road can be retained
- ✓ There is a Ramalingeshwar nagar nala passing through the project area of about 0.70KM in length is not in good condition. Grey water is being discharged from the individual households existing on the bank of the nala. This nala ultimately joins the Tolankere Lake and thus pollute it; hence, this needs to be addressed suitably by curbing the grey water intrusion into the nala.
- ✓ There are Utilities running along the road side such as Electrical lines, and Water supply distribution lines and sewerage lines in the project area.
- ✓ There is only one Community toilet block near the Lake area. This is insufficient to meet the demand of the area as per Gol Standards(SBM guidelines-2014).

Detailed ground reconnaissance was undertaken and data collected from these reconnaissance surveys was used for planning and programming the detailed surveys and investigations. All field studies were undertaken on the basis of information derived from the reconnaissance surveys, Topographical surveys, and Geo technical investigations. The existing electrical system has been analyzed in detail including the street lighting system; the electrical system designs for the street lighting have also been carried out suitably to obtain the preferred Lux level in the road.

The following components have been proposed under this project -

1. Storm water drainage on both sides of the road by dismantling the existing system which is not in good condition.
2. Development of Ramlingeshwar nagar nala passing through the project area (about 700m length) with sewer lines laid on both sides of the nala to arrest the Grey water from being let into the nala.
3. Development of one Community toilet (of 3 seaters each - for men and Women) near the existing Tolankere lake area (as space is available in this area only).

4. Face lifting of existing Anganwadi Kendra in the project area to be more attractive to the children in terms of theme painting and installation of children play equipment etc along with construction of sand pits for the safety of the children.
5. Street light poles with cables & accessories.
6. Provision of duct under footpath for water supply lines.
7. Road improvements including the foot paths and road reinstatements.
8. Utility cross ducts on each road at regular intervals.
9. Shoulders - Paver Blocks laid over Utility corridor (average 1.0m on both sides)
10. Street features (Road Marking/Painting, Sign boards, Bollards, Railings, etc.,)

The provisions of Utility ducts have been made as per the requirements in consultation with the relevant stake holders for HT, LT and ICT systems.

#### **REVISED SMART CITY PROPOSAL (SCP):**

In accordance to the directions given by Ministry of Housing & Urban Affairs (MoHUA), the Smart City Proposal (SCP) for Hubballi Dharwad was revised & approved during 07<sup>th</sup> Board of Directors meeting held on 27 September 2018.

<b>Area Based Development Projects</b>					
<b>Sr. No.</b>	<b>Name of the Project</b>	<b>SCM Amount</b>	<b>PPP Amount</b>	<b>Convergence Amount</b>	<b>Total</b>
1	Smart Toilet (e-toilet)	1.01	0	5	6.01
2	Desilting of Rajnalla (North)	0.937	0	0	0.937
3	Desilting of Rajnalla (South)	0.8	0	0	0.8
4	Rain Water Harvesting	0.37	0	1	1.37
5	Tolankere Lake Redevelopment	16.25	0	0	16.25
6	PR Agency	0.4	0	0	0.4

7	Redevelopment of Swimming Pool at Hubballi	2.43	0	0	2.43
8	ICCC Building Civil & Interior	4.5	0	0	4.5
9	Electrical Crematorium	2	0	0	2
10	Solid Waste Management	3.21	0	65	68.21
11	MG Park Redevelopment	14.7	0	0	14.7
12	Nehru Stadium Redevelopment	13	0	0	13
13	Smart Roads Package-01 Gokul Road (5 Kms)	48.5	0	0	48.5
14	Smart Roads Package-02 Market Roads (8.25 Kms)	47	0	0	47
15	Smart Roads Package-03 New Roads	41	0	0	41
16	Smart Roads Package-04 New Roads	37	0	0	37
17	Smart Roads Package-05 New Roads	37.6	0	0	37.6
18	Smart Roads Package-06 New Roads	27.7	0	0	27.7
19	Underground Drainage in & around ABD area	35	0	0	35
20	Public Bicycle Sharing	8.9	0	0	8.9
21	Renovation of Core Markets - Janta Bazaar	20	0	0	20
22	Renovation of Core Markets - MG Market	95.5	0	0	95.5
23	Renovation of Core Markets - Old City Veg Market	13.45	0	0	13.45
24	Renovation of Core Markets - Fish Market	4.5	0	0	4.5
25	Nala Renovation	30	0	0	30
26	Basic Services to Urban Poor (BSUP) - 1	22.5	0	0	22.5
27	Smart School	2.5	0	0	2.5
28	Smart Health	4.5	0	0	4.5
29	Multi Utility Building	35	0	0	35

30	Green Campus	12.5	0	0	12.5
31	Sanitary Napkin Vending Machines	0.2	0	0	0.2
32	Unkal Lake Upgradation	15	0	0	15
33	Place-Making projects with Smart Parking & Plaza	50	0	0	50
34	Smart Parking Tower (Multi Level Car Parking)	35	40	0	75
35	ICCC Building - Services	5	0	0	5
36	ICCC Building - ICCC room interior	5	0	0	5
37	Basic Services to Urban Poor (BSUP) - 2	27	0	0	27
38	Basic Services to Urban Poor (BSUP) - 3	33	0	0	33
39	M G Park Phase-II (Toy Train & musical fountain)	11.5	0	0	11.5
40	Water Supply in ABD area	15	0	0	15
41	Puzzle Parking with Smart Parking	5	0	0	5
42	Medar Oni Smart Vending & Parking	10	0	0	10
43	Chittaguppi Hospital Upgradation	15	0	0	15
44	Nehru Ground Development Phase - II	15	0	0	15
45	Smart Utility Centre with Smart Parking	70	0	0	70
46	MSME Industrial Estate - Infrastructure Facility	15.028	0	0	15.028
47	Solar Roof top	0	2.31	0	2.31
48	Underground Drainage System	0	0	9.3	9.3
49	Storm Water Drains	0	0	2.5	2.5
50	Unkal Lake Development - Phase 02	25	0	0	25
51	Nehru Stadium Development - Phase 02	50	0	0	50
52	Nala Renovation - Phase 02	40	0	0	40

53	MSI - Centralized Data Centre at KMDS	25	0	0	25
54	Smart Vegetable Market Establishment	10	0	0	10
55	Khelo India Project Assistance	10	0	0	10
56	Smart Roads in ABD area	25	0	0	25
57	Smart Classrooms in Govt Schools in ABD area	15	0	0	15
<b>A</b>	<b>Sub Total (A)</b>	<b>1109.485</b>	<b>42.31</b>	<b>82.8</b>	<b>1234.595</b>
<b>Pan City Projects</b>					
58	ICCC (Local System Integrator)	39.57	0	0	39.57
59	Augmented Reality (AR) based Billboard Revenue Monitoring System	0.93	0	0	0.93
60	Creating & Maintaining SPV Website	0.015	0	0	0.015
61	LED Street Lighting	0	37	0	37
62	Intelligent Poles (Smart Poles)	0	48	0	48
<b>B</b>	<b>Sub Total (B)</b>	<b>40.515</b>	<b>85</b>	<b>0</b>	<b>125.515</b>
<b>C</b>	<b>A &amp; OE Expenses (C)</b>	<b>50</b>	<b>0</b>	<b>0</b>	<b>50</b>
<b>D</b>	<b>Grand Total (A + B + C)</b>	<b>1200</b>	<b>127.31</b>	<b>82.8</b>	<b>1410.11</b>

The changes with respect to the initial SCP is elaboration below:

List of projects added to the SCP					
Area Based Development Projects					
Sr. No.	Name of the Project	SCM Amount	PPP Amount	Convergence Amount	Total
1	Redevelopment of Swimming Pool at Hubballi	2.43	0	0	2.43
2	ICCC Building Civil & Interior	4.5	0	0	4.5

3	Electrical Crematorium	2	0	0	2
4	Smart Roads Package-03 New Roads	41	0	0	41
5	Smart Roads Package-04 New Roads	37	0	0	37
6	Smart Roads Package-05 New Roads	37.6	0	0	37.6
7	Smart Roads Package-06 New Roads	27.7	0	0	27.7
8	Renovation of Core Markets - Old City Veg Market	13.45	0	0	13.45
9	Renovation of Core Markets - Fish Market	4.5	0	0	4.5
10	Smart School	2.5	0	0	2.5
11	Smart Health	4.5	0	0	4.5
12	Multi Utility Building	35	0	0	35
13	Green Campus	12.5	0	0	12.5
14	Sanitary Napkin Vending Machines	0.2	0	0	0.2
15	Unkal Lake Upgradation	15	0	0	15
16	Place-Making projects with Smart Parking & Plaza	50	0	0	50
17	ICCC Building - Services	5	0	0	5
18	ICCC Building - ICCC room interior	5	0	0	5
19	Basic Services to Urban Poor (BSUP) - 2	27	0	0	27
20	Basic Services to Urban Poor (BSUP) - 3	33	0	0	33
21	M G Park Phase-II (Toy Train & musical fountain)	11.5	0	0	11.5
22	Water Supply in ABD area	15	0	0	15
23	Puzzle Parking with Smart Parking	5	0	0	5
24	Medar Oni Smart Vending & Parking	10	0	0	10
25	Chittaguppi Hospital Upgradation	15	0	0	15
26	Nehru Ground Development Phase - II	15	0	0	15
27	Smart Utility Centre with Smart	70	0	0	70

	Parking				
28	MSME Industrial Estate - Infrastructure Facility	15.028	0	0	15.028
29	Unkal Lake Development - Phase 02	25	0	0	25
30	Nehru Stadium Development - Phase 02	50	0	0	50
31	Nala Renovation - Phase 02	40	0	0	40
32	Infrastructure Facility at Industrial Estate, Gokul Road	20	0	0	20
33	Smart Vegetable Market Establishment	10	0	0	10
34	Khelo India Project Assistance	10	0	0	10
35	Smart Roads in ABD area	25	0	0	25
36	Smart Classrooms in Govt Schools in ABD area	20	0	0	20
<b>A</b>	<b>Sub Total (A)</b>	<b>716.408</b>	<b>0</b>	<b>0</b>	<b>716.408</b>
<b>Pan City Projects</b>					
37	Augmented Reality (AR) based Billboard Revenue Monitoring System	0.93	0	0	0.93
38	Intelligent Poles (Smart Poles)	0	48	0	48
<b>B</b>	<b>Sub Total (B)</b>	<b>0.93</b>	<b>48</b>	<b>0</b>	<b>48.93</b>
<b>C</b>	<b>Grand Total (A + B + C)</b>	<b>717.338</b>	<b>48</b>	<b>0</b>	<b>765.338</b>

LIST OF PROJECT THAT ARE DROPPED					
Area Based Development Projects					
Sr. No.	Name of the Project	SCM Amount	PPP Amount	Convergence Amount	Total

#	SCM Funded Projects				
1	Transport Terminal Hub- with wi-fi enabled services	284.8	31.6	0	316.4
2	Underground Ducting of Electrical/ data -with electrical smart metering	190	0	0	190
#	PPP Projects				
3	Super Market at Dharwad	0	146	0	146
4	Railway Station Area Development	0	25	0	25
#	Convergence Projects				
5	Water Supply - 24/7 Water Supply with Smart Metering	0	0	24.3	24.3
6	Industrial development- Skill Development, Incubation Centre, Trade Pavilion, ITI/ Vocational Training	0	0	99.32	99.32
7	Upgradation of SME	0	0	72.27	72.27
8	Green Corridor	0	0	10	10
9	Affordable Housing	41.3	0	103.3	144.6
10	Solar LED Streetlighting	6.2	0	6.9	13.1
11	Roof Top Solar	10.59	0	51.5	62.09
12	ULB Smart Initiatives	0	0	130	130
13	People Empowerment Platform	50.4	0	84	134.4
A	<b>Sub Total (A)</b>	<b>583.29</b>	<b>202.6</b>	<b>581.59</b>	<b>1367.48</b>
Pan City Projects					
#	Convergence Projects				
14	ULB Smart Initiatives	0	0	130	130
#	SCM Funded Projects				
15	People Empowerment Platform	50.4	0	33.6	84
B	<b>Sub Total (B)</b>	<b>50.4</b>	<b>0</b>	<b>163.6</b>	<b>214</b>
C	<b>Grand Total (A + B)</b>	<b>633.69</b>	<b>202.6</b>	<b>745.19</b>	<b>1581.48</b>



## UPCOMING PROJECTS:

### a. Smart School

The main idea of this project is to identify and upgrade one of the government owned school as Smart School within the Area Based Development (ABD) region.

As a part of this project scope, one of the oldest, popular and well known government school 'Lamington High School', which is owned by the Hubballi-Dharwad Municipal Corporation has been identified as a Smart School and will be upgraded with latest IT infrastructure and ICT enabled facilities to the students.

The project includes supply, installation, commissioning, updating, upgradation, operational and maintenance of Integrated Hardware and Software Solution such as educational contents, software such as OS, Apps, Tools, networking Tools and provisioning of trainings to teachers with onsite comprehensive warranty for five years for all the products, services and peripherals supplied in this contract.

The Scope of the proposed Smart School project has been divided in to the number of different modules based on their operations. Following are the eight different modes of operation.

- Simulation mode
- 3D Modelling and Animation
- Diagram and Drawing mode
- Passive, Active and Virtual Interactive Learning Mode
- Studio Mode
- VR/AR mode
- E-Library mode

- School Management Software System Mode

## **b. Smart Healthcare**

The main idea of the project is to identify and upgrade one of the government owned hospital as a Smart Hospital. As a part of the this project scope it has been identified to upgrade one of the government owned oldest, popular and well known Hubballi - Dharwad Municipal Corporation owned government hospital i.e. Chittaguppi Hospital (includes various medical facilities such as a day care, maternity, neo-natal intensive care, TB, Leprosy, HIV, Malaria, Janani Shishu, State and National programs) as a Smart Hospital with the help of latest IT infrastructure and ICT enabled facilities to the residents.

The requirements of the project includes supply, installation, commissioning, updating, upgradation, operational and maintenance of Integrated Hardware and Software Solution such as Healthcare software tools and such as OS, Apps, Tools, networking Tools and provisioning of trainings to S with onsite comprehensive warranty for five years for all the products, services and peripherals supplied in this contract.

The general scope of the proposed Smart Healthcare project has been divided in to the number of different based on their operations. Following are the four different modes of operation.

1. Aadhaar based Electronic Health Records(EMR)
2. Virtual Healthcare
3. Smart Diagnostics
4. Smart Hospital Management System Software
5. Smart Inventory and Drug Management System
6. Dashboard, Analytics and MIS reports

### c. Augmented Reality based Application to arrest Billboard Revenue Leakage

To address different real time issues that HDMC is facing, Augmented Reality (AR), which is a cutting edge technology, is considered as a prime component of this project. AR eliminates human physical efforts in many applications like survey, measurements etc. Besides removing human efforts, it also improves the accuracy wherever errors due to human efforts are significant.

Hubballi-Dharwad Smart City Limited aims at developing a mobile based app which can address the issues related to revenue loss through billboards. The app can relate to any billboard within the city limit based on a GIS mapped database. The App shall be compatible to any Medium edge smart phones so that the users don't face any difficulty in operating the app. Primarily the app will be designed keeping in mind the HDMC personnel's as users and will solely be used by them to assess public infrastructure works within the city limit. The project will look at on boarding a vendor who can develop this app and implement this on ground, train users regarding its applicability, operate, maintain and integrate the database for 5 years.

The primary solution as proposed to arrest the Billboard revenue leakage is based on Augmented Reality. The whole solution is based on three components

-

1. GIS mapped Database
2. Augmented Reality
3. Artificial Intelligence & Machine Learning

The proposed solution aims at creating a GIS mapped DB for the existing approved billboards (as a first step), this DB shall act as the central repository or master data for the application. The DB shall be updated every time a new billboard is approved or the lease for an existing billboard is extended.

The second part of the solution shall use Augmented Reality technology and help identify the billboard dimensions. As the dimensions are identified the system shall be able to identify the deviation in the same with respect to the master data and calculate penalties based on a business logic

The Final part of the solution aims at using technologies like AI & ML to improve the noise reduction/elimination and improve the accuracy of determining the size of the billboards

#### **d. Food Vending Zones**

Food Vending Zones are exclusive zones to be set up for informal food vendors. The zone will facilitate formalization of the informal food vendors and also ensure an organized destination for citizens to have social gathering and fun. The zones will act as a catalyst to drive small businesses by providing crucial marketing channels and provide quality food and choice to the consumers. As per Board resolution, 2 locations (ABD) in Hubballi (Durgad Bail, Gokul Road near Bus stand) selected, 1 location (Non-ABD) in Dharwad (Sadhankeri) are selected. Project components considered are - Street vendor management system, Well guarded sitting spaces, Parking spaces, Public Utility services, Solar based lighting system, Organic waste management system, Green material based furniture, ICCC integrated security & surveillance).

#### **e. Vegetable Markets**

These markets shall provide retail vending space for dry as well as wet products. The markets shall be developed in a holistic manner with parking spaces and public convenience facilities to ensure a hassle free and efficient experience for consumers. Few identified areas to take up this project are - Keshwapur Vegetable Market, Old Hubli Vegetable Market, Sathebailu Vegetable Market, Navnagar Vegetable Market. Components considered are Vendor storage space, retail space, parking space, ware house, water ATM's, toilets, solar & rainwater harvesting.

#### **f. Smart Park & Place Making**

Reinstate parks like as the central park and extend the green connect to the city's open spaces by providing facilities for all user groups and create active interface with the street front and activate as the city's iconic landmark, Transforming the city's public spaces for the city which have a potential for development of recreational activities along the lake-front in order to promote livability of the neighborhoods and city as a whole. Proposed locations are -

- 1) Azad Park, Dharwad
- 2) KC Park, Dharwad
- 3) Sanjeevni Park, Navanagar
- 4) Sadhankeri Park, Dharwad
- 5) NR Betta
- 6) HDMC Park Hubli

Components considered are - infrastructure upgradation, Landscape upgradation, Open Gym & fitness equipment, Solar based lighting facility, drinking water, toilet, wifi, CCTV cameras etc.

#### **g. Unkal Lake Upgradation**

The water bodies site has wide potential to be developed as a tourism spot but since the site is poorly managed and is not provided with any visitor attraction, it has lost its aura. Transforming the city lakes and water bodies into active public spaces for the city by exploring their potential for development of recreational activities and thereby promoting livability of neighborhood and city. Theme parks and entertainment parks are to be promoted and established with appropriate PPP model. Unkal lake is one of the prime consideration under this project. Proposed components are - Temple renovation, Paved parking space, Designated Entry and Exit gates, Fenced boundary all around the site Security check point at some distances, Paved walking track all around the water body, Solar lightings, Green cover all around the body, Fountain for oxidation of water, Fishes for cleaning the water naturally, E-Toilet facility at every 500 m distance along the walking, Drinking water facility at every 800 m distance and Entry/Exit, Sitting space with shed all along the track, and Refreshment space Wi-Fi hotspot.

#### **h. Swimming Pool**

The Corporation Swimming pool in Hubballi has been selected as part of this project and the same shall be refurbished completely including improvised changing space including shower area and toilet. The components involved are Rooftop Fitness Center, Closed Shed structure, lighting system, surveillance

cameras and solar water heaters and rainwater harvesting structures, sitting/resting place around the pool.

**i. Sanitary Napkin Vending Machine**

In a country, where menstruation is still considered a taboo and millions of women still have no access to sanitary napkins and rely on old, unhygienic rags for their monthly cycle, Initiative like Sanitary Napkin Vending Machines is going to change the scenario. Hubballi Dharwad Smart City Limited has undertaken project that involves installing the machines at public toilets, schools, colleges, Railway Stations and other public places for easy access. The shortlisted locations for pilot project are Lamington School and Chittaguppi hospital. The kiosks will help the young girls and women to procure the pads without any hassles. The device *turnover rate* is 30 seconds and can dispense **240 pads per day** at a cost of **INR 2-6** depending upon the supply chain linkages.

**j. Green Campus**

Green campus rewards long term commitment to continuous environmental improvements for the campus following sustainability factor of Energy, Water, Bio Diversity and Waste. Green Campus. Locations that have been proposed for the Green Campus project in First Phase are - Lamington School Hubballi, KCD Dharwad, DIET Dharwad, IT park Hubballi, Khadi Gram Udyog Hubballi, 12 Zonal Offices. Components involved in this project are

- i. Water Sustainability - Rain water Harvesting, Filtered Drinking Water
- ii. Waste Minimization - Separate dry and soft food waste, Produce compost for the plants, Waste Management Strategies
- iii. Energy Efficient Measures - Roof top Solar, LED lighting, Solar water heating, Solar air conditioning
- iv. Architectural Retrofit - Coolant water paints
- v. Green Cover - vertical gardening.

**STATUS OF PROJECTS AS ON 31 DECEMBER 2018:**

Sr. No.	Name of Project	Project Cost (In Cr)	Status/ Remarks
<b>Projects completed</b>			
1	Creating Smart City SPV Website	0.015	Completed
2	Smart Toilet (e-toilet)	1.01	Completed
3	Desilting of Rajnala (North)	0.937	Completed
4	Desilting of Rajnala (South)	0.8	Completed
#	<b>Total</b>	<b>2.76</b>	-
<b>Projects under implementation phase</b>			
5	Rain Water Harvesting	0.37	Nearing completion
6	ICCC (Local System Integrator)	43.93	<ul style="list-style-type: none"><li>❖ Work Order issued on 19 November 2018</li><li>❖ Project Kickoff meeting scheduled on 27 November 2018.</li><li>❖ Survey work in progress.</li></ul>
7	Augmented Reality (AR) based Billboard Revenue Monitoring System	0.73	<ul style="list-style-type: none"><li>❖ Work agreement being executed.</li></ul>
8	Tolankere Lake Redevelopment	15.57	<ul style="list-style-type: none"><li>❖ LoA issued on 12 September 2018.</li><li>❖ LoA issued to Souhardha Infra-Tech Pvt. Ltd.</li><li>❖ Bank Guarantee submitted to HDSCCL on 12 October 2018.</li><li>❖ Work Order issued on 17 November</li></ul>

			2018 ❖ Project kickoff meeting held on 23 November 2018.
9	Sanitary Napkin Vending Machines	0.13	❖ LoA issued on 04 September 2018. ❖ LoA issued to EVA Traders, Chennai. ❖ Work Order issued on 19 November 2018.
#	<b>Total</b>	<b>60.73</b>	-
<b>LoA issued</b>			
10	Redevelopment of Swimming Pool at Hubballi	2.43	❖ LoA issued on 19 November 2018 to MAS Constructions Ltd., Mangaluru Bank Guarantee received & confirmed. ❖ Contract Agreement being executed.
11	ICCC Building Civil	4.5	❖ LoA issued on 17 November 2018 to Souhardha Infra tech Pvt Ltd., Bengaluru. Bank Guarantee received & confirmed. ❖ Contract Agreement being executed.
#	<b>Total</b>	<b>6.93</b>	-
<b>Projects under tender stage</b>			
Sr. No.	Name of Project	Tender Cost (In Cr)	Status/ Remarks
12	MG Park Redevelopment	14.7	❖ After scrutiny by tender evaluation committee, single bidder qualifies. BoD has approved to issue LoA to MAS Constructions Ltd., Mangaluru. ❖ LoA will be issued by 27 Dec 2018.
13	Smart School	1.12	❖ Technical bid evaluation completed. 02 bidders qualify. Financial bid being opened.
14	Smart Health	3.36	❖ Technical bid evaluation completed. 02 bidders qualify. Financial bid being



			opened.
15	Electrical Crematorium	2	❖ Project is retendered with short term notice on 15 Dec 2018. Last date of bid submission is 23 Jan 2019.
16	Smart Roads Package-01 Gokul Road (5 Kms)	48	❖ As both the bidders did not meet all the required technical criteria, the bidders are treated as technically not qualified. ❖ The project needs to be retendered.
17	Smart Roads Package-02 Market Roads (8.25 Kms)	48.2	❖ Project is retendered with short term notice on 15 Dec 2018. Last date of bid submission is 23 Jan 2019.
18	Smart Roads Package-03 New Roads	48.6	❖ Project is retendered with short term notice on 15 Dec 2018. Last date of bid submission is 23 Jan 2019.
19	Smart Roads Package-04 New Roads	21.1	❖ Technical bid evaluation completed. After scrutiny, single bidder qualifies. Financial bid opened. Subject is submitted in 10 <sup>th</sup> BoD meeting for kind approval to issue LoA.
20	Smart Roads Package-05 New Roads	33.3	❖ Technical bid evaluation completed. After scrutiny, single bidder qualifies. Financial bid opened. Subject is submitted in 10 <sup>th</sup> BoD meeting for kind approval to issue LoA.
21	Smart Roads Package-06 New Roads	41	❖ Technical bid evaluation completed. After scrutiny, single bidder qualifies. Financial bid opened. Subject is submitted in 10 <sup>th</sup> BoD meeting for kind approval to issue LoA.
22	Basic Services to Urban Poor (BSUP) - 1	31.6	❖ Technical bid evaluation completed. After scrutiny, single bidder qualifies. Financial bid opened. Subject is submitted in 10 <sup>th</sup> BoD meeting for kind

			approval to issue LoA.
23	Smart Parking Tower (Multi Level Car Parking)	50	❖ Bank Guarantee submitted on 22 Dec 2018. Confirmation from bank received. Work order likely to be issued on 27 December 2018.
24	Intelligent Poles (Smart Poles)	48	❖ Last date for bidding 27 December 2018. As per the TC of KUIDFC suggestion, file is submitted for obtaining legal validation on lease period.
25	ICCC Building - Services	3.30	❖ Project tendered with short notice on 15 December 2018. Last date of bid submission is 23 January 2019.
26	ICCC Building - ICCC room interior	2.84	❖ Project tendered on 28 November 2018. Last date of bid submission is 05 January 2019.
27	Basic Services to Urban Poor (BSUP) - 2	41.75	❖ Project tendered on 28 November 2018. Last date of bid submission is 05 January 2019.
28	Basic Services to Urban Poor (BSUP) - 3	32	❖ Project tendered on 28 November 2018. Last date of bid submission is 05 January 2019.
29	MSI - Centralized Data Centre at KMDS	25	The project is initiated from KUIDFC. Tender is issued from KUIDFC, Bengaluru.
#	<b>Total - SCM</b>	<b>397.87</b>	-
#	<b>Total - PPP</b>	<b>98.00</b>	-
<b>Projects under DPR/ RFP Stage</b>			
30	LED Street Lighting	64.37	❖ As per the directions given by State level committee during the meeting held on 19 Dec 2018, the street lights which are new or installed recently have to be surveyed & considered under the scope. Survey under process.

			Revised RFP & CA to be submitted to State level committee for approval soon.
31	Solar Rooftop	2.31	<ul style="list-style-type: none"> <li>❖ The project is revised with Mangalore model after discussion &amp; KERC directions.</li> <li>❖ No bids received. The project requires to be retendered.</li> </ul>
32	Renovation of Core Markets - Fish Market	4.5	❖ Concept Plan reviewed by TC of KUIDFC held on 17 December 2018. Concept Plan is approved with deliberation to incorporation of suggestions given by committee. Revised FR & DPR under preparation.
33	Public Bicycle Sharing	8.9	❖ DPR under preparation in accordance with the suggestions given by TC of KUIDFC & BoD, HDSCCL. Under finalization.
34	Solid Waste Management	3.21	❖ With revised scope, RFP is under finalization. Tender will be invited shortly.
35	Renovation of Core Markets - Old City Veg Market	13.45	❖ Concept Plan was scrutinized in State level Technical Committee meeting at KUIDFC held on 17 Dec 2018. Modifications suggested. Concept Plan approved. DPR under preparation.
36	Renovation of Core Markets - Janata Bazaar	20	❖ Concept Plan was scrutinized in State level Technical Committee meeting at KUIDFC held on 17 Dec 2018. Modifications suggested. Concept Plan approved. DPR under preparation.
37	MSME Industrial Estate -	15.028	❖ Concept Plan was scrutinized in State level Technical Committee meeting at

	Infrastructure Facility		KUIDFC held on 17 December 2018. Modifications suggested. Concept Plan approved. DPR under preparation.
#	<b>Total - SCM</b>	<b>131.79</b>	-
#	<b>Total - PPP</b>	<b>66.68</b>	-
<b>Projects under Concept Stage</b>			
38	Nehru Stadium Redevelopment	13	❖ After spot inspection by Chairman, HDSCL on 12 Dec 2018, the scope has been modified. Accordingly, feasibility report is under preparation.
39	Multi Utility Building	35	❖ After spot inspection by Chairman, HDSCL on 12 Dec 2018, the scope has been modified. Accordingly, feasibility report is under preparation.
40	Nala Renovation	30	❖ FR prepared by PMC was reviewed at HDSCL. Suggestion given for identification of the exact boundary of the Raj Nala as per the city survey records. Now, HDSCL requested city survey department to submit old city survey of Raj Nala. Alignment of boundary is under process.
41	Green Campus	12.5	❖ Concept Plan is under preparation.
42	M G Park Phase-II (Toy Train & musical fountain)	11.5	❖ Feasibility Report under preparation.
43	Underground Drainage in & around ABD area	35	❖ The project is proposed to be implemented with BSUP packages.
44	Puzzle Parking with Smart Parking	5	❖ Feasibility Report under preparation.
45	Medar Oni Smart Vending & Parking	10	❖ Concept Plan was scrutinized in State level Technical Committee meeting at

			KUIDFC held on 17 Dec 2018. As the proposal did not include any smart features on shop design & parking management, the concept plan is being revised.
46	Chittaguppi Hospital Upgradation	15	❖ Concept Plan was scrutinized in State level Technical Committee meeting at KUIDFC held on 17 Dec 2018. The concept plan is being revised.
47	Water Supply in ABD area	15	<ul style="list-style-type: none"> <li>❖ Concept Plan was scrutinized in State level Technical Committee meeting at KUIDFC held on 17 December 2018.</li> <li>❖ As per the prevailing practice being an expert agency KUWS&amp;DB is the authority mandate to take up &amp; implement Urban Water Supply project throughout the State of Karnataka.</li> <li>❖ TC suggested SPV to transfer the SCM allotted grant to KUWS&amp;DB.</li> </ul>
48	Unkal Lake Upgradation	15	❖ Feasibility Report under preparation.
49	Place-Making projects with Smart Parking & Plaza	50	❖ Feasibility Report under preparation.
50	Nehru Ground Development Phase - II	15	❖ Feasibility Report under preparation.
51	Renovation of Core Markets - MG Market	95.5	❖ Rehabilitation Plan is under preparation. After approval of rehabilitation plan & vendor consultation, concept & FR will be prepared.
52	Smart Utility Centre	70	❖ Feasibility Report under preparation.

	with Smart Parking		
#	<b>Total - SCM</b>	<b>427.50</b>	<b>-</b>

## 2. Dividend

No dividend is being recommended by the Directors as the Company has earned any revenues.

## 3. Reserves

The Company has not transferred any amount to reserves.

## 4. Capital Structure

### a. Share Capital

The paid up equity share capital of the Company as on 31<sup>st</sup> March 2018 was Rs. 10,00,000/- (Rupees ten Lakhs only).

During the Financial Year 2017-18, the Company has not issued shares under Private Placement/Preferential allotment/Rights Issue/Employees Stock option.

### b. Disclosure regarding Issue of Equity Shares with Differential Rights

The company has not issued any Equity shares with differential rights during the financial year.

### c. Disclosure regarding issue of Employee Stock Options

During the financial year, the company has not issued any shares under Employees Stock Option scheme.

**d. Disclosure regarding issue of Sweat Equity Shares**

The company has not issued any sweat equity shares during the financial year.

**5. Change in the nature of business**

There has been no change in the nature of business of the Company during the financial year ended 31<sup>st</sup> March 2018.

**6. Subsidiaries, Joint Ventures or Associate Companies**

The Company does not have any Subsidiary, Joint venture or Associate Company during the year. Hence details of performance and financial position of each of the Subsidiaries, Joint Ventures or Associate Companies are not offered.

None of the Subsidiaries, Joint Ventures or Associate Companies have become Subsidiaries, Joint Ventures or Associate Companies or ceased to be the Subsidiaries, Joint Ventures or Associate Companies during the financial year.

**7. Adequacy of internal financial controls**

The Company has an internal financial control system designed to provide high degree of assurance regarding optimization and safeguarding of resources, quality and reliability of financial and operational information.

**8. Extract of Annual Return**

Pursuant to the provisions of section 92(3) of the Act read with rule 12 of the Companies (Management and Administration) Rules, 2014, the extracts of Annual Return in Form MGT - 9 is attached to the report as **Annexure I**.

## 9. Directors and Meetings

### a. Number and dates of Board Meetings and committee's and number of meetings attended by each directors

During the financial year, total Five (05) Board Meetings were held on 06/04/2017, 26/05/2017, 24/08/2017, 11/12/2017 and 21/02/2018.

Sl. No.	Name of the Directors	No. of Boards Meeting attended by Directors
1.	Shri. DARPAN JAIN IAS	0
2.	Shri. P. MANIVANNAN IAS	3
3.	Shri. VISHAL RAVI IAS	4
4.	Shri. A B IBRAHIM IAS	3
5.	Major SIDDALINGAYYA HIREMATH	4
6.	Shri. SHASHIKANT P SAKARI	3
7.	Shri. RAVISHANKAR J. IAS	2
8.	Shri. S. B. BOMANANAHALLI IAS	1
9.	Shri. DHEERENDRA SHRINIVAS RAO SARAF	0
10.	Shri. D. K. CHAVAN	2
11.	Shri. SHIVAPPA F. BADAVANNAVAR	2
12.	Shri. UMESHGOUDA C. KOUJAGERI	2
13.	Shri. SUBHAS YALAPPA SHINDE	2
14.	Shri. RAJ KUMAR GAUTAM IRS	0
15.	Shri. PONNURAJU V. IAS	0
16.	Smt. MANJULA AKKUR	0
17.	Shri. VEERANNA S. SAVADI	0

As there were no instances of forming committees, no committees were formed during the financial year; hence no meetings were held during the financial year.



**b. Declaration by Independent Director**

The company has not appointed any Independent Directors during the financial year. Accordingly, statement on declaration by independent directors is not provided.

**c. 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**

In terms of Article No 14.1 of the Articles of Association of the Company, the Government of India, Government of Karnataka and Local Municipal Corporation (i.e., Hubballi-Dharwad Municipal Corporation) are empowered to nominate the directors on the Board and also to determine the terms of office of such Directors.

The company has not paid any remuneration to any director of the company. However, the company has paid travelling/conveyance reimbursement expenses for each director for attending Board Meetings of the company.

Since the Company has not fulfilled the criteria's relating to the constitution of Nomination and Remuneration Committee as specified under the Companies Act, 2013, the matters provided under sub-section (3) of section 178 of the Companies Act, 2013 are not applicable for the current reporting period.

**d. Change of Directors**

In terms of Article No 14.1 of the Articles of Association of the Company, the Government of India, Government of Karnataka and Local Municipal Corporation (i.e., Hubballi-Dharwad Municipal Corporation) are

empowered to nominate the directors on the Board and also to determine the terms of office of such Directors.

Following are the details of changes in composition of Board of Directors:

Name of Director	Date of Appointment	Date of Cessation	Designation
Shri. P. MANIVANAN IAS	10/03/2017	21/02/2018	NOMINEE DIRECTOR
Shri. PONNURAJ V. IAS	10/03/2017	03/07/2017	NOMINEE DIRECTOR
Shri. VISHAL RAVI IAS	10/03/2017	16/04/2018	NOMINEE DIRECTOR
Smt. MANJULA AKKUR	10/03/2017	10/03/2017	NOMINEE DIRECTOR
Shri. SHASHIKANT P SAKARI	10/03/2017	11/12/2017	NOMINEE DIRECTOR
Major. SIDDALINGAYYA S HIREMATH	10/03/2017	26/03/2018	MANAGING DIRECTOR
Shri. RAVISHANKAR J. IAS	10/03/2017	21/08/2018	NOMINEE DIRECTOR
Shri. VEERANNA S SAVADI	10/03/2017	05/07/2017	NOMINEE DIRECTOR
Shri. A B IBRAHIM IAS	24/08/2017	-	NOMINEE DIRECTOR
Shri. SUBHAS Y SHINDE	06/04/2017	06/03/2018	NOMINEE DIRECTOR
Shri. D K CHAVAN	06/04/2017	06/03/2018	NOMINEE DIRECTOR
Shri. SHIVAPPA F BADAVANNAVAR	24/08/2017	17/09/2018	NOMINEE DIRECTOR
Shri. UMESHGOUDA C KOUJAGERI	06/04/2017	17/09/2018	NOMINEE DIRECTOR
Shri. S B	11/12/2017	18/07/2018	NOMINEE

BOMMANAHALLI IAS			DIRECTOR
Shri. DARPAN JAIN IAS	21/02/2018	-	NOMINEE DIRECTOR

**e. Appointment of KMP**

During the year under review except appointment of Major. SIDDALINGAYYA S HIREMATH as the Managing Director of the company (in pursuant to the Government Order No. - UDD 56 CSS-2016, Bengaluru dated 10/02/2017, issued by Government of Karnataka), no other key managerial person were appointed.

**f. Board Evaluation**

The provisions of Section 134(3) (p) read with rule 8(4) of the Companies (Accounts) Rules 2014 are not applicable to the Company. Hence details of performance evaluations are not offered.

**g. Directors Declaration**

During the year, notices of all the Board Meetings have been duly served to all the Directors of the Company and notices of all the general meetings have been duly served to all the members of the Company.

The Board Meetings and Extra ordinary General Meeting have been duly convened and held and minutes of Board Meetings and General Meetings have been prepared and maintained as per the provisions of the Companies Act 2013.

The Company has maintained all applicable registers/records and made entries therein within the prescribed time as per the provisions of the Companies Act 2013.

**10. Members Meeting**

An Extra Ordinary General Meeting for the Financial Year 2017-2018, was held on 11/12/2017.

As the current reporting period is the first financial year of the Company, aspect relating to convening the Annual General Meeting did not arise in the financial year 2017-2018.

**11. Secretarial Standards**

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

**12. Directors Responsibility Statement**

In accordance with the provisions of Section 134(5) of the Companies Act 2013, your directors confirm that:

- a. in the preparation of the annual accounts for the financial year ended 31<sup>st</sup> March, 2018, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- b. 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 at the end of the financial year and of the profit and loss of the Company for that period;
- c. the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the

provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;

- d. the directors had prepared the annual accounts on a going concern basis; and
- e. the Company being unlisted company, sub clause (e) of section 134(5) of the Act pertaining to laying down internal financial controls is not applicable; and
- f. 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.

**13. Material changes, if any between date of the balance sheet and date of the directors' report**

No material change affecting the financial position of the Company has occurred between the end of the financial year and the date of this report.

**14. Conservation of energy, technology absorption, foreign exchange earnings and outgo**

**(A) Conservation of Energy -**

- (i) Steps taken or impact on conservation of energy;

The Company has undertaken necessary measures to reduce energy consumptions. The expenses relating to energy consumption is very minimal.

Company ensures that the operations of the company are conducted in the manner whereby optimum utilisation and maximum possible savings of energy is achieved.

(ii) Steps taken for utilizing alternate sources of energy;

Considering the nature of work, there is no requirement for alternate source of energy. Hence the company has not initiated any steps for utilizing the alternate sources of energy.

(iii) Capital investment on energy conservation equipments;

The operations of the company being non energy intensive, the Company has not made any capital investments on energy efficient equipments.

**(B) Technology Absorption-**

(i) Efforts made towards technology absorption;

Constant monitoring and technology upgradation is taking place in the Company. It has been the endeavor of the Company to invest in the latest and environmental friendly technologies.

Efforts towards technology absorption included continued efforts for process improvements and improved formulation types strengthen to improve the efficacy, productivity and profitability of the Company.

(ii) Benefits derived;

The Company has benefited from reduction in cost and improved efficiency.

(iii) In case of technology imported, if any;

The Company continues to use the latest technologies for improving the productivity and quality of its services. The Company's operations do not require significant import of technology.

(a) Details of technology imported: Nil

(b) Year of import: Nil

(c) whether technology been fully absorbed: Nil

(d) if not fully absorbed, areas where absorption has not taken place and the reasons: Nil

(iv) Expenditure on Research & Development: Nil

**(C) Foreign Exchange Earnings and Outgo in accrual inflows and out go-**

Information in respect of Foreign Exchange earnings and outgo is:

<b>Particulars</b>	<b>Current year (Amount in Rs.)</b>
Earnings	-
Outgo	-

**15. Risk Management Policy**

The Company does not have any Risk Management Policy as the elements of risk threatening the Company's existence are very minimal. The Company's Risk Management process focuses on ensuring that these risks are identified on a timely basis and addressed.

**16. Auditors and their Report**

**a. Statutory Auditors**

Vide letter NO./CA.V/COY/KARNATAKA/HDSCL(1)/224 dated 24/07/2017, M/s. Umashanker & Co, Chartered Accountants, FRN: 004456S were appointed by Comptroller and Auditor General of India as statutory auditors of the Company.

**b. Explanations or comments to auditor's qualification / disclaimer / reservation / adverse remarks**

Audit Report/ Companies (Auditor's Report) Order, 2016	Auditor's Reservation qualification / disclaimer / reservation / adverse remarks	Directors' explanations or comments
Basis for Qualified Opinion in Auditors' Report on the Financial Statements	On the basis of observations made by CAG, the GST/VAT/ Service tax have been Paid on purchase of Goods and Services, the input tax credit on the respective Goods and Services/VAT has not been accounted by the company during the year accordingly Current Assets has been understated and Grant (Capital) ie Liability has also been understated to the same extent	The input tax credit on respective goods and services will be accounted in the next financial year.
Emphasis of Matter in Auditors' Report on the Financial Statements	The Following expenses are accounted books of accounts after draft accounts are adopted by the Board on 27/09/2018 and no supporting's are available for the same and confirmation for having incurred the	The supporting's for the said documents are available at the office of the Hubballi-Dharwad Smart City Ltd



	<p>expenses for Smart City is not available from HDMC (Hubballi- Dharwad Municipal Corporation)</p> <table border="1" data-bbox="456 389 1031 1059"> <thead> <tr> <th data-bbox="456 389 616 535">Date</th> <th data-bbox="616 389 855 535">Particulars of expenses</th> <th data-bbox="855 389 1031 535">Amount (Rs)</th> </tr> </thead> <tbody> <tr> <td data-bbox="456 535 616 680">6-06-2016</td> <td data-bbox="616 535 855 680">Preliminary Expenses</td> <td data-bbox="855 535 1031 680">2,50,000</td> </tr> <tr> <td data-bbox="456 680 616 826">13-06-2017</td> <td data-bbox="616 680 855 826">Advertisement Expenses</td> <td data-bbox="855 680 1031 826">1,64,554</td> </tr> <tr> <td data-bbox="456 826 616 972">13-06-2017</td> <td data-bbox="616 826 855 972">Travelling Expenses</td> <td data-bbox="855 826 1031 972">25,000</td> </tr> <tr> <td data-bbox="456 972 616 1059"></td> <td data-bbox="616 972 855 1059">Total</td> <td data-bbox="855 972 1031 1059">4,39,554</td> </tr> </tbody> </table>	Date	Particulars of expenses	Amount (Rs)	6-06-2016	Preliminary Expenses	2,50,000	13-06-2017	Advertisement Expenses	1,64,554	13-06-2017	Travelling Expenses	25,000		Total	4,39,554	
Date	Particulars of expenses	Amount (Rs)															
6-06-2016	Preliminary Expenses	2,50,000															
13-06-2017	Advertisement Expenses	1,64,554															
13-06-2017	Travelling Expenses	25,000															
	Total	4,39,554															
<p>Emphasis of Matter in Auditors' Report on the Financial Statements</p>	<p>Large portion of the Smart City Grants are kept in the Bank Deposits without seeking from the Government/ Ministry of Urban Development</p>	<p>As per the Smart City Mission Statement &amp; Guidelines read with the Government of Karnataka Order, the amount is using as a tied grant and kept separately. Further, based on the Company's business and operation requirements, the Company is utilizing the said grants as per the Smart City Mission Statement &amp; Guidelines.</p>															

<p>Emphasis of Matter in Auditors' Report on the Financial Statements</p>	<p>As per Smart City mission Guidelines the Paid up capital of the company needs to be increased.</p>	<p>For increasing the paid up share capital the Board of Director has taken decision during the 5<sup>th</sup> Board of Directors meeting held on 21.02.2018.</p> <p>The proposal was prepared and submitted to UDD Department of GoK through Managing Director, KUIDFC, Bangalore on 03.10.2018.</p>
<p>Point 2(1) to Report on Other Legal and Regulatory Requirements</p>	<p>As per First Board of Directors Meeting dated 06/04/2017 the company is required to open the Bank Accounts in the name of Company operated by Managing Director. However the following Bank accounts are not opened in the name of the Company and operated throughout the financial year by the Chief Accounts officer, Hubhalli Dharwad Municipal Corporation and Special Officer, Hubballi Dharwad Smart City Ltd.</p> <ul style="list-style-type: none"> <li>➤ Canara Bank Account with Lamington Road Branch A/C No 2538101014705 Hubballi</li> </ul>	<p>As per the delegation of powers Government Order No. UDD 56CSS2016 (Part-5) Bengaluru dated 15/09/2017 the Managing Director of SPV having full power to revenue expenditure. The same is approved by the Board. The subject is discussed during 4th Board of Directors meeting held on 11/12/2017 with vide agenda no.6 and the</p>

	<p>Dharwad Smart City programme account opened on 20-2-2016 (prior to incorporation of the company) and operated by Chief Accounts officer, Hubballi Dharwad Municipal Corporation.</p> <p>➤ Canara Bank Account with Lamington Road Branch A/C No 2538101015331 Hubballi Dharwad Smart City Ltd Special officer account opened on 09-10-2017 Authorized by Managing Director to Special Officer HDSCL.</p> <p>➤ State Bank of India Account with Vidyanagar Branch, Current A/C No 3744862661 Hubballi Dharwad Smart City Ltd Special Officer opened on 04-01-2018 Authorized by Managing Director to Special Officer HDSCL</p>	<p>same is taken the approval from the Board.</p> <p>After approval &amp; under the provision of Imprest for carrying out the routine expenditure of the Company Imprest Account is opened in the name of Special Officer HDSCL at Canara Bank Hubli, with account number 2538101015331 and is operated by Special Officer, HDSCL from this account towards day to day essential expenditures of the office, payment of telephone bills, various staff, travelling allowance, postage, stationary, meeting expenditures and</p> <p>A separate cash book is duly maintained in this office for this imprest account.</p> <p>For operating of account no.</p>
--	--	---

		<p>3744862661 at SBI, Vidyanagar, Hubli which is being operated for filing of the TDS, officers and staff salary deduction amount is to be re credited to their respective premium instalment amount towards LIC, GPF, GIS, KGID, PT etc., This account was opened for the delegation of the power for smooth functioning on Administrative matters.</p> <p>For opening of both account Separate internal office order were issued and enclosed for your kind reference. Hence the Para may be dropped.</p> <p>Further Regarding Account No. 2538101014705, Canara Bank, Hubli which is being operated by CAO is closed.</p>
Point 2(2) to	Income Tax deductions (TDS) have not	Payment of TDS as well

<p>Report on Other Legal and Regulatory Requirements</p>	<p>been made on the following Expenses and Corresponding ETDS Returns have not been filed.</p> <p>a) Directors Sitting Fees of Rs. 34,000/-</p> <p>b) Rent paid (Rent to new office Rs. 3,83,917 and Office rent Rs 538715)</p> <p>c) Vehicle Hire charges of Rs 2,96,900 (TDS u/s 194 C)</p>	<p>as filing of TDS Return were inadvertently delayed.</p> <p>However, the same have been complied with and will be incorporated in the next financial year.</p>
<p>Point 2(3) to Report on Other Legal and Regulatory Requirements</p>	<p>Income Tax deductions (TDS) has been made on the Professional fees after due date of filing of income tax return</p>	<p>The Tax Deductions relating to professional fees were inadvertently delayed.</p> <p>However, the same have been complied with and will be incorporated in the next financial year.</p>
<p>Para-1 to CARO 2016</p>	<p>(a) The Company has not maintained proper records showing full particulars, including quantitative details and situation of fixed assets and also company does not have fixed Asset register;</p> <p>(b) The Fixed Assets have not been physically verified by the management during the year, which in our opinion, Company should have maintained Fixed</p>	<p>The Company has taken necessary steps in relation to maintenance of the records relating to the fixed assets and also relating to the verification of fixed assets.</p>

	Asset register and also physical verification of Assets should have been carried out during the year	
Para-7(a) to CARO 2016	<p>According to information and explanations given to us and on the basis of our examination of the books of account, and records, the Company has been irregular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Income-Tax, Sales tax/GST, Service Tax, Duty of Customs, Duty of Excise, Value added Tax, Cess and any other statutory dues with the appropriate authorities. According to the information and explanations given to us, the undisputed amounts payable in respect of the above were in arrears as at March 31, 2018 for a period of more than six months from the date on when they become payable</p> <p>Income Tax deductions (TDS) have not been made on the following Expenses</p> <ul style="list-style-type: none"> <li>a) Directors Sitting Fees of Rs. 34,000/-</li> <li>b) Rent paid (Rent to new office Rs. 3,83,917 and Office rent Rs 538715)</li> <li>c) Vehicle Hire charges of Rs 2,96,900 (TDS u/s 194 C)</li> </ul>	<p>Due to some unavoidable and inadvertent circumstances, the dues were not paid within regular time intervals.</p> <p>However, the TDS payments and filing of TDS Returns have been completed.</p>

c. **Frauds reported by auditor**

Pursuant to sub-section (12) of section 143 of the Act, auditor has not reported any frauds during financial year.

17. **Maintenance of Cost Records and Cost Audit:**

Considering the business activities of the Company and based on the turnover of the immediately preceding financial year, the provisions of Section 148 are not applicable to the Company. Hence details are not offered.

18. **Composition of Audit Committee and Nomination and Remuneration Committee:**

Since the Company has not fulfilled the criteria's relating to the constitution of Audit Committee and Nomination and Remuneration Committee as specified under the Companies Act, 2013, the Company has not constituted the Audit Committee and Nomination and Remuneration Committee. Hence, comments were not offered on composition of such committees.

19. **Deposits**

During the year under review our company has neither accepted nor renewed any deposits within the meaning of Section 73 of the Companies Act, 2013 and the Companies (Acceptance of Deposits) Rules, 2014.

20. **Details of significant & material orders passed by the regulators or courts or tribunal**

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

21. **Particulars of Loans, Guarantees or Investments made under Section 186 of the Companies Act, 2013**

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

22. **Particulars of Contracts or Arrangement made with Related Parties**

During the year under review, the Company has not entered in to any contract/ arrangement/ transaction which are covered under Section 188 of the Companies Act, 2013; hence, no reporting in the Form AOC 2 is required.

23. **Particulars of Employees:**

There were no employees of the Company who received remuneration in excess of the limits prescribed under Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

24. **Disclosures under The Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013**

The Company has complied with provisions relating to the constitution of Internal Complaints Committee under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

No case was reported / filed under the said Act during the year 2017-18.

25. **Acknowledgment**

The Directors acknowledge and thank all collaborators, vendors and other service providers for their valuable assistance and cooperation extended to the Company. The Directors wish to thank the Comptroller & Auditor General of India and the Auditors for their valued co-operation. The Directors are also grateful to the Government of India, Government of



Karnataka, Urban Local Body and KUIDFCL for the support and co-operation extended to the Company.

Your Directors take this opportunity to place on record their appreciation for the valuable contribution made and excellent co-operation extended by the employees and executives at all levels for the continued progress and prosperity of the Company.

For and on behalf of the Board



**Ms. HEPHSIBA RANIKORLAPATI**  
**MANAGING DIRECTOR**  
**DIN-08203236**  
**Add- DHO QUARTERS SUBHASH NAGARA**  
**MANDYA MANDYA 571401 KA IN**



**DHEERENDRA SHRINIVAS RAO SARAF**  
**DIRECTOR**  
**DIN- 08061476**  
**Add- NEW FORT 2ND CROSS, NEAR CBT**  
**HUBLI, DHARWAD, HUBLI 580020 KA IN**

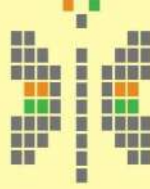
Date: 31/12/2018

Place: Bengaluru



ಹುಬ್ಬಳ್ಳಿ-ಧಾರವಾಡ

HUBBALLI-DHARWAD



ಸ್ಮಾರ್ಟ್ ಸಿಟಿ ಅಮಿಟೆಡ್

SMART CITY LIMITED



Special Purpose Vehicle for Implimentation of Smart City Project  
(Registered Company No. CIN : U74999KA2017 PLC101265)

**Annexure I**

**Form No. MGT-9**

**EXTRACT OF ANNUAL RETURN**

As on the financial year ended 31/03/2018

[Pursuant to section 92(3) of the Companies Act, 2013 and Rule 12(1) of the Companies (Management and Administration) Rules, 2014]

**I. REGISTRATION AND OTHER DETAILS:**

CIN	U74999KA2017PLC101265
Registration date	10/03/2017
Name of the Company	M/s. HUBBALLI-DHARWAD SMART CITY LIMITED
Category/ sub category of the company	Company limited by Shares/Non-Govt company
Address of the registered office and contact details	F Block, 4 <sup>th</sup> Floor, Survey No.121A, Opposite to Indira Glass House, IT Park, Hubballi, Dharwad 580029 0836-2355322
Whether listed company	NO
Name, Address and Contact details of Registrar and Transfer Agent, if any	NA

**II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY**

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

Sl. No	Name and Description of main products / services	NIC Code of the Product/service	% to total turnover of the company
-	-	-	-

ನೋಂದಾಯಿತ ಕಛೇರಿ : 4ನೇ ಮಹಡಿ, 'ಎಫ್' ಬ್ಲಾಕ್, ಐಟಿ ಪಾರ್ಕ್, ಹುಬ್ಬಳ್ಳಿ ಕರ್ನಾಟಕ ರಾಜ್ಯ ಭಾರತ,  
Regd Office : 4<sup>th</sup> Floor, 'F' Block, IT Park, HUBBALLI - 580 020, Karnataka State, India.  
Ph : 0836-2355322, Fax : 0836-2355331, Control Room Assistance : 2213888/2213898,  
Website : www.hubballidharwadsmartcity.com E-mail : smartcityhubballidharwad@gmail.com

**I. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES-**

Sl. No	Name and Address of the company	CIN/GLN	Holding/subsidiary/associate	% of shares held	Applicable section
1	-	-	-	-	-

**II. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)**

**A. Category-wise Share Holding**

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
<b>A. Promoters</b>									
<b>1. Indian</b>									
Individual/HUF *	-	6	6	0.06	-	5	5	0.05	(0.01)
Central Govt.	-	-	-	-	-	-	-	-	-
State Govt.(s)	-	5,000	5,000	50.00	-	5,000	5,000	50.00	-
Bodies Corp.	-	-	-	-	-	-	-	-	-
Banks / FI	-	-	-	-	-	-	-	-	-
Any other (Hubballi Dharwad Municipal Corporation)	-	4,994	4,994	49.94	-	4,995	4,995	49.95	0.01
<b>Sub-total (A)(1):-</b>	-	10,000	10,000	100.0	-	10,000	10,000	100.0	-
<b>2. Foreign</b>									
NRIs-	-	-	-	-	-	-	-	-	-

Individuals									
Other-Individuals	-	-	-	-	-	-	-	-	-
Bodies Corp. Actiance Inc. USA	-	-	-	-	-	-	-	-	-
Banks/FI	-	-	-	-	-	-	-	-	-
Any Other	-	-	-	-	-	-	-	-	-
<b>Sub-total (A)(2):-</b>	-	-	-	-	-	-	-	-	-
<b>Total shareholding of Promoter  (A) = (A)(1)+(A)(2)</b>	-	10,000	10,000	100.0	-	10,000	10,000	100.0	-
<b>B. Non Promoters</b>	-	-	-	-	-	-	-	-	-
Individuals	-	-	-	-	-	-	-	-	-
<b>Sub-Total (B)</b>	-	-	-	-	-	-	-	-	-
<b>Total Shareholding of Non- Promoters (B)</b>	-	-	-	-	-	-	-	-	-
<b>C. Public Shareholding</b>									
<b>1. Institutions</b>									
Mutual Funds	-	-	-	-	-	-	-	-	-
Banks / FI	-	-	-	-	-	-	-	-	-

Central Govt.	-	-	-	-	-	-	-	-	-
State Govt.(s)	-	-	-	-	-	-	-	-	-
Venture Capital Funds	-	-	-	-	-	-	-	-	-
Insurance Companies	-	-	-	-	-	-	-	-	-
FIs	-	-	-	-	-	-	-	-	-
Foreign Venture Capital Funds	-	-	-	-	-	-	-	-	-
Others (specify)	-	-	-	-	-	-	-	-	-
<b>Sub-total (C)(1):-</b>	-	-	-	-	-	-	-	-	-
<b>2. Non-Institutions</b>									
i. Bodies Corp.	-	-	-	-	-	-	-	-	-
Indian	-	-	-	-	-	-	-	-	-
Overseas	-	-	-	-	-	-	-	-	-
ii. Individuals	-	-	-	-	-	-	-	-	-
Individual shareholders holding nominal share capital upto Rs. 1 lakh	-	-	-	-	-	-	-	-	-
Individual shareholders holding nominal share capital in excess of Rs 1	-	-	-	-	-	-	-	-	-

lakh									
Others (specify)	-	-	-	-	-	-	-	-	-
Sub-total (C)(2):	-	-	-	-	-	-	-	-	-
Total Public Shareholding (C)=(C)(1)+ (C)(2)	-	-	-	-	-	-	-	-	-
D. Shares held by Custodi an for GDRs & ADRs	-	-	-	-	-	-	-	-	-
Grand Total (A+B+C+D)	-	10,000	10,000	100	-	10,000	10,000	100	-

*\* The shares were held on behalf of Hubballi-Dharwad Municipal Corporation.*

#### B. Shareholding of Promoters

Sl. No.	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in shareholding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	
1.	His Excellency	5,000	50.00	-	5,000	50.00	-	-

	Governor of Karnataka							
2.	Hubballi-Dharwad Municipal Corporation	4,994	49.94	-	4,995	49.95	-	0.01
3.	Shri. Ponniah Manivannan *	01	0.01	-	-	-	-	(0.01)
4.	Shri. Ponnuraj Veluswamy *	01	0.01	-	-	-	-	(0.01)
5.	Smt. Manjula Akkur *	01	0.01	-	-	-	-	(0.01)
6.	Shri. Basappa H Muttalli *	01	0.01	-	-	-	-	(0.01)
7.	Shri. Shashikant Parasappa Sakkari *	01	0.01	-	-	-	-	(0.01)
8.	Shri. Virender Govil *	01	0.01	-	-	-	-	(0.01)
9.	Shri. D K Chavan *	-	-	-	01	0.01	-	0.01
10.	Shri. A B Ibrahim *	-	-	-	01	0.01	-	0.01
11.	Shri. Shivappa F Badavannan avar *	-	-	-	01	0.01	-	0.01

12.	Shri. S B Bommanahalli *	-	-	-	01	0.01	-	0.01
13.	Shri. Darpan Jain *	-	-	-	01	0.01	-	0.01
	<b>Total</b>	<b>10,000</b>	<b>100</b>	<b>-</b>	<b>10,000</b>	<b>100</b>	<b>-</b>	<b>00.00</b>

*\* The shares were held on behalf of Hubballi-Dharwad Municipal Corporation.*

**C. Change in Promoters' Shareholding**  
(Specify if there is no change)

Sl.No.		Shareholding at the beginning of the year		Cumulative Shareholding during the Year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1.	His Excellency Governor of Karnataka				
	At the beginning of the year	5,000	50	5,000	50
	Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc)	-	-	-	-
	At the end of the year	5,000	50	5,000	50
2.	Hubballi-Dharwad Municipal Corporation				
	At the beginning of the year	4,994	49.94	-	-
	Increase due to transfer on 24/08/2017	01	0.01	4,995	49.95
	At the end of the year	4,995	49.95	4,995	49.95
3.	Shri. Ponniah Manivannan IAS				



	At the beginning of the year	01	0.01	-	-
	Decrease due to transfer on 21/02/2018	01	0.01	-	-
	At the end of the year	-	-	-	-
4.	Shri. Ponnuraj Veluswamy IAS				
	At the beginning of the year	01	0.01	-	-
	Decrease due to transfer on 24/08/2017	01	0.01	-	-
	At the end of the year	-	-	-	-
5.	Smt. Manjula Akkur				
	At the beginning of the year	01	0.01	-	-
	Decrease due to transfer on 06/04/2017	01	0.01	-	-
	At the end of the year	-	-	-	-
6.	Shri. Basappa H Muttalli				
	At the beginning of the year	01	0.01	-	-
	Decrease due to transfer on 24/08/2017	01	0.01	-	-
	At the end of the year	-	-	-	-
7.	Shri. Shashikant Parasappa Sakkari				
	At the beginning of the year	01	0.01	-	-
	Decrease due to transfer on 11/12/2017	01	0.01	-	-
	At the end of the year	-	-	-	-
8.	Shri. Virender Govil				
	At the beginning of the year	01	0.01	-	-
	Decrease due to transfer on 24/08/2017	01	0.01	-	-
	At the end of the year	-	-	-	-
9.	Shri. D K Chavan				
	At the beginning of the year	-	-	-	-
	Increase due to transfer on 06/04/2017	01	0.01	01	0.01
	At the end of the year	01	0.01	01	0.01

10.	Shri. A B Ibrahim IAS				
	At the beginning of the year	-	-	-	-
	Increase due to transfer on 24/08/2017	01	0.01	01	0.01
	At the end of the year	01	0.01	01	0.01
11.	Shri. Shivappa F Badavannanavar				
	At the beginning of the year	-	-	-	-
	Increase due to transfer on 24/08/2017	01	0.01	01	0.01
	At the end of the year	01	0.01	01	0.01
12.	Shri. S B Bommanahalli IAS				
	At the beginning of the year	-	-	-	-
	Increase due to transfer on 11/12/2017	01	0.01	01	0.01
	At the end of the year	01	0.01	01	0.01
13.	Shri. Darpan Jain IAS				
	At the beginning of the year	-	-	-	-
	Increase due to transfer on 21/02/2018	01	0.01	01	0.01
	At the end of the year	01	0.01	01	0.01

**\* The shareholders viz., point-03 to point-13 are holding the shares on behalf of Hubballi-Dharwad Municipal Corporation.**

**D. Shareholding Pattern of top ten Shareholders:  
(Other than Directors, Promoters and Holders of GDRs and ADRs)**

Sl.No.	For Each of the Top 10 Shareholders	Shareholding at the beginning of the year		Cumulative Shareholding during the Year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	-	-	-	-
	Date wise Increase / Decrease in Share holding during the	-	-	-	-

	year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc)				
	At the end of the year (or on the date of separation, if separated during the year)	-	-	-	-

**E. Shareholding of Directors and Key Managerial Personnel: \***

Sl.No.		Shareholding at the beginning of the year		Cumulative Shareholding during the Year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1.	Shri. Ponniah Manivannan				
	At the beginning of the year	01	0.01	-	-
	Decrease due to transfer on 21/02/2018	01	0.01	-	-
	At the end of the year	-	-	-	-
2.	Shri. Ponnuraj Veluswamy				
	At the beginning of the year	01	0.01	-	-
	Decrease due to transfer on 24/08/2017	01	0.01	-	-
	At the end of the year	-	-	-	-
3.	Smt. Manjula Akkur				
	At the beginning of the year	01	0.01	-	-
	Decrease due to transfer on 06/04/2017	01	0.01	-	-
	At the end of the year	-	-	-	-
4.	Shri. Basappa H Muttalli				
	At the beginning of the year	01	0.01	-	-
	Decrease due to transfer on 24/08/2017	01	0.01	-	-
	At the end of the year	-	-	-	-

5.	Shri. Shashikant Parasappa Sakkari				
	At the beginning of the year	01	0.01	-	-
	Decrease due to transfer on 11/12/2017	01	0.01	-	-
	At the end of the year	-	-	-	-
6.	Shri. Virender Govil				
	At the beginning of the year	01	0.01	-	-
	Decrease due to transfer on 24/08/2017	01	0.01	-	-
	At the end of the year	-	-	-	-
7.	Shri. D K Chavan				
	At the beginning of the year	-	-	-	-
	Increase due to transfer on 06/04/2017	01	0.01	01	0.01
	At the end of the year	01	0.01	01	0.01
8.	Shri. A B Ibrahim				
	At the beginning of the year	-	-	-	-
	Increase due to transfer on 24/08/2017	01	0.01	01	0.01
	At the end of the year	01	0.01	01	0.01
9.	Shri. Shivappa F Badavannanavar				
	At the beginning of the year	-	-	-	-
	Increase due to transfer on 24/08/2017	01	0.01	01	0.01
	At the end of the year	01	0.01	01	0.01
10.	Shri. S B Bommanahalli				
	At the beginning of the year	-	-	-	-
	Increase due to transfer on 11/12/2017	01	0.01	01	0.01
	At the end of the year	01	0.01	01	0.01
11.	Shri. Darpan Jain				
	At the beginning of the year	-	-	-	-
	Increase due to transfer on 21/02/2018	01	0.01	01	0.01

	At the end of the year	01	0.01	01	0.01
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*\* The Directors are holding the shares on behalf of Hubballi-Dharwad Municipal Corporation.*

### III. INDEBTEDNESS

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

	Secured Loans excluding deposits	Unsecured Loans	Deposit	Total Indebtedness
<b>Indebtedness at the beginning of the financial year</b>				
i. Principal Amount	-	-	-	-
ii. Interest due but not paid	-	-	-	-
iii. Interest accrued but not due	-	-	-	-
<b>Total (i+ii+iii)</b>	-	-	-	-
<b>Change in Indebtedness during the financial year</b>				
• Addition	-	-	-	-
• Reduction	-	-	-	-
<b>Net Change</b>	-	-	-	-
<b>Indebtedness at the end of the financial year</b>				
i. Principal Amount	-	-	-	-
ii. Interest due but not paid	-	-	-	-
iii. Interest accrued but not due	-	-	-	-
<b>Total (i+ii+iii)</b>	-	-	-	-

**IV. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL-**

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

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

B. Remuneration to other Directors:

Sl. no.	Particulars of Remuneration	Name of Directors			Total Amount
1	Independent Directors	-	-	-	-
	• Fee for attending board committee meetings	-	-	-	-
	• Commission	-	-	-	-
	• Others, please specify	-	-	-	-
	Total (1)	-	-	-	-
2	Other Non-Executive Directors				-
	• Fee for attending board committee meetings	-	-	-	-
	• Commission	-	-	-	-
	• Others, Salary	-			-
	Total (2)	-	-	-	-
	Total (B) = (1+2)	-	-	-	-
	Total Managerial Remunerati	-	-	-	-

	on				
	Overall Ceiling as per the Act	NA	NA	NA	-

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

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

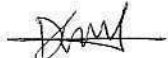
**V. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:**



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

For and on behalf of the Board

  
**Ms. HEPHSIBA RANI KORLAPATI**  
**MANAGING DIRECTOR**  
**DIN-08203236**  
**Add- DHO QUARTERS SUBHASH NAGARA**  
**MANDYA MANDYA 571401 KA IN**

  
**DHEERENDRA SHRINIVAS RAO SARAF**  
**DIRECTOR**  
**DIN- 08061476**  
**Add- NEW FORT 2ND CROSS, NEAR CBT**  
**HUBLI, DHARWAD, HUBLI 580020 KA IN**

Date: 31/12/2018  
Place: Bengaluru



CONFIDENTIAL

No. PAG (G&SSA)/GSA/SAR(AB)/2018-19/- 471

26<sup>th</sup>  
Date: December 2018

To

The Managing Director  
Hubballi-Dharwad Smart City Limited,  
Sri Siddappa Kambli Road,  
Hubballi-580020

Sub: Comments of the Comptroller and Auditor General of India under Section 143(6)(b) of the Companies Act, 2013 on the accounts of Hubballi-Dharwad Smart City Limited, Hubballi for the period 10<sup>th</sup> March 2017 to 31<sup>st</sup> March 2018.

Sir,

I forward herewith a Comments Certificate under section 143(6)(b) of the Companies Act, 2013 on the accounts of Hubballi-Dharwad Smart City Limited, Hubballi for the period 10<sup>th</sup> March 2017 to 31<sup>st</sup> March 2018.

2. A copy of the proceedings of the Annual General Meeting adopting the certified accounts, Auditors Report thereon and the Comments of the Comptroller and Auditor General of India may be forwarded to this office immediately after the conclusion of the Annual General Meeting. Six copies of the printed Annual Reports may also be sent to this office.

3. Receipt of the letter and the enclosures may please be acknowledged.

Yours faithfully,

(E.P.NIVEDITA)  
PRINCIPAL ACCOUNTANT GENERAL  
(GENERAL & SOCIAL SECTOR AUDIT)  
KARNATAKA, BANGALORE

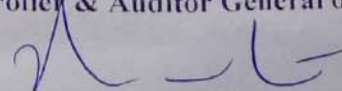
**COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA  
UNDER SECTION 143(6)(b) OF THE COMPANIES ACT, 2013 ON THE FINANCIAL  
STATEMENTS OF HUBBALLI-DHARWAD SMART CITY LIMITED, HUBBALLI  
FOR THE PERIOD 10<sup>TH</sup> MARCH 2017 TO 31<sup>ST</sup> MARCH 2018.**

The preparation of financial statements **Hubballi-Dharwad Smart City Limited, Hubballi** for period **6<sup>th</sup> March 2017 to 31<sup>st</sup> March 2018** in accordance with the financial reporting framework prescribed under the Companies Act, 2013 is the responsibility of the management of the Company. The statutory auditors appointed by the Comptroller and Auditor General of India under Section 139(5) of the Companies Act, 2013 are responsible for expressing opinion on these financial statements under section 143 of the Act based on independent audit in accordance with the standards on auditing prescribed under section 143(10) of the Act. This is stated to have been done by them vide their Audit Report dated **17.12.2018** which supersedes their earlier Audit Report dated **17.11.2018**.

I, on the behalf of the Comptroller and Auditor General of India, have conducted a supplementary audit of the financial statements of **Hubballi-Dharwad Smart City Limited, Hubballi** for period **10<sup>th</sup> March 2017 to 31<sup>st</sup> March 2018** under section 143(6)(a) of the Act. This supplementary audit has been carried out independently without access to the working papers of the statutory auditors and is limited primarily to inquiries of the statutory auditors and Company personnel and a selective examination of some of the accounting records.

In view of the revisions made in the Independent Auditors Report by the statutory auditors, as a result of my audit observation raised during supplementary audit I have no further comments to offer upon or supplement to Statutory Auditor's report, under section 143(6)(b) of the Act.

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



(E.P.NIVEDITA)  
PRINCIPAL ACCOUNTANT GENERAL  
(GENERAL & SOCIAL SECTOR AUDIT)  
KARNATAKA, BANGALORE

BANGALORE  
Date: **26<sup>th</sup>** December 2018



## Revised Independent Auditor's Report

To the Members of HUBBALLI-DHARWAD SMART CITY LIMITED

### Report on the Financial Statements

We have audited the accompanying financial statements of "HUBBALLI-DHARWAD SMART CITY LIMITED" which comprise the Balance Sheet as at 31 March 2018, the Statement of Profit and Loss and Cash Flow Statement for the year then ended 31 March 2018, and a summary of significant accounting policies and other explanatory information. **The Audit Report has been revised consequent to Audit Observation of the Accountant General (G & SSA) Bangalore**

### Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in sub-section (5) of Section 134 of the Companies Act, 2013 ("the Act") in respect of preparation of these financial statements that give a true and fair view of the financial position and financial performance of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards referred to in section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

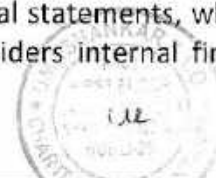
### Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit.

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 sub-section (10) of Section 143 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 and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the Management, as well as evaluating the overall presentation of the financial statements.

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

### **Basis of Qualified Opinion**

On the basis of observations made by CAG, the GST/VAT/ Service tax have been Paid on purchase of Goods and Services, the input tax credit on the respective Goods and Services/VAT has not been accounted by the company during the year accordingly Current Assets has been understated and Grant (Capital) ie Liability has also been understated to the same extent

### **Qualified Opinion**

In our opinion and to the best of our information and according to the explanations given to us, except for the effects of the matter described in the Basis for Qualified Opinion paragraph above the 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

- i. In the case of the balance sheet, of the state of affairs of the Company as at 31 March 2018; and
- ii. In the case of the statement of profit and loss, of the loss for the year ended on that date.
- iii. And its cash flows for the year ended as on that date.

### **EMPHASIS OF MATTER**

We draw attention to the following matters in the notes to financial statement

1. The Following expenses are accounted books of accounts after draft accounts are adopted by the Board on 27/09/2018 and no supporting's are available for the same and confirmation for having incurred the expenses for Smart City is not available from HDMC (Hubballi- Dharwad Municipal Corporation)

Date	Particulars of expenses	Amount (Rs)
6-06-2016	Preliminary Expenses	2,50,000
13-06-2017	Advertisement Expenses	1,64,554
13-06-2017	Traveling Expenses	25,000
	Total	4,39,554

2. Large portion of the Smart City Grants are kept in the Bank Deposits without seeking approval from the Government/ Ministry of Urban Development.
3. As per Smart City mission Guidelines the Paid up capital of the company needs to be increased



## Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), as amended, 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" a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by section 143 (3) of the Act, we report that except the following:
  1. ***As per First Board of Directors Meeting dated 06/04/2017 the company is required to open the Bank Accounts in the name of Company operated by Managing Director. However the following Bank accounts are not opened in the name of the Company and operated throughout the financial year by the Chief Accounts officer, Hubballi Dharwad Municipal Corporation and Special Officer, Hubballi Dharwad Smart City Ltd.***
    - ***Canara Bank Account with Lamington Road Branch A/C No 2538101014705 Hubballi Dharwad Smart City programme account opened on 20-2-2016 (prior to incorporation of the company) and operated by Chief Accounts officer, Hubballi Dharwad Municipal Corporation.***
    - ***Canara Bank Account with Lamington Road Branch A/C No 2538101015331 Hubballi Dharwad Smart City Ltd Special officer account opened on 09-10-2017 Authorized by Managing Director to Special Officer HD SCL.***
    - ***State Bank of India Account with Vidyanagar Branch, Current A/C No 3744862661 Hubballi Dharwad Smart City Ltd Special Officer opened on 04-01-2018 Authorized by Managing Director to Special Officer HD SCL.***
  2. **Income Tax deductions (TDS) have not been made on the following Expenses and Corresponding ETDS Returns have not been filed.**
    - a) **Directors Sitting Fees of Rs. 34,000/-**
    - b) **Rent paid ( Rent to new office Rs 3,83,917 and Office rent Rs 538716 )**
    - c) **Vehicle Hire charges of Rs 2,96,900 (TDS u/s 194 C)**
  3. **Income Tax deductions (TDS) has been made on the Professional fees after due date of filing of income tax return**
    - 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;
    - c. The Balance Sheet, the Statement of Profit and Loss dealt with by this Report are in agreement with the books of account
    - d. In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
    - e. On the basis of written representations received from the directors as on March 31, 2018 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2018 from being appointed as a director in terms of Section 164 (2) of the Act.



f. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".

g. 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.

**Compliance to the directions/ Sub directions issued under section 143(5) of Companies act 2013 has been included as Annexure**

**For UMASHANKAR & CO.  
CHARTERED ACCOUNTANTS  
FRN : 004456S**

*Ureemath*

**UMASHANKAR HIREMATH  
PARTNER  
Membership No.024752**



**Place: Hubli  
Date : 17/12/2018**



**Annexure-A to the Revised Auditors' Report to the members of HUBBALLI-DHARWAD SMART CITY LIMITED for the year ended 31 March 2018.**

We report that:

- 1) (a) The Company has not maintained proper records showing full particulars, including quantitative details and situation of fixed assets and also company does not have fixed Asset register;
- (b) The Fixed Assets have not been physically verified by the management during the year, which in our opinion, Company should have maintained Fixed Asset register and also Physical verification of Assets should have been carried out during the year
- (c) The Company does not own any immovable properties.
- 2) (a) The company has no inventory stock and the said clause is not applicable.
- 3) The Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability partnerships or other parties covered in the Register maintained under section 189 of the Act. Accordingly, In our opinion the provisions of clause 3 (iii) (a) to (C) of the Order are not applicable to the Company and hence not commented upon.
- 4) According to the information and explanations given to us, the provisions of section 185 and 186 of the Companies Act, 2013 are not applicable to the Company except the Deposit made with Bank.
- 5) The Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.
- 6) 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) (a) According to information and explanations given to us and on the basis of our examination of the books of account, and records, the Company has been irregular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Income-Tax, Sales tax/GST, Service Tax, Duty of Customs, Duty of Excise, Value added Tax, Cess and any other statutory dues with the appropriate authorities. According to the information and explanations given to us, the undisputed amounts payable in respect of the





above were in arrears as at March 31, 2018 for a period of more than six months from the date on when they become payable.

o **Income Tax TDS deductions have not made on the following Expenses**

a) **Directors Sitting Fees of Rs 34,000/-**

b) **Rent paid ( Rent to new office Rs 3,16,774 and Office rent Rs 425,280 ).C**

c) **Vehicle Hire charges of Rs 2,96,900 (TDS u/s 194 C)**

b) According to the information and explanation given to us, there are no dues of income tax, sales tax/ GST, service tax, duty of customs, duty of excise, value added tax outstanding on account of any dispute.

8) In our opinion and according to the information and explanations given to us, the Company has not obtained Loans from Bank and not defaulted in the repayment of dues to banks. The Company has not taken any loan either from financial institutions or from the government and has not issued any debentures.

9) Based upon the audit procedures performed and the information and explanations given by the management, the company has not raised moneys by way of initial public offer or further public offer including debt instruments and term Loans. Accordingly, the provisions of clause 3 (ix) of the Order are not applicable to the Company and hence not commented upon.

10) Based upon the audit procedures performed and the information and explanations given by the management, we report that no fraud by the Company or on the company by its officers or employees has been noticed or reported during the year.

11) Based upon the audit procedures performed and the information and explanations given by the management, the managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act;

12) In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 4 (xii) of the Order are not applicable to the Company.

13) In our opinion and according to explanation given to us by the management, there are no related party transactions as per section 177 and 188 of Companies Act, 2013

14) Based upon the audit procedures performed and the information and explanations given by the management, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of clause 3 (xiv) of the Order are not applicable to the Company and hence not commented upon.



15) Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the provisions of clause 3 (xv) of the Order are not applicable to the Company and hence not commented upon.

16) In our opinion, the company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause 3 (xvi) of the Order are not applicable to the Company and hence not commented upon.

For **UMASHANKAR & CO.**  
**CHARTERED ACCOUNTANTS**  
FRN : 004456S

*Ureema*

**UMASHANKAR HIREMATH**  
**PARTNER**  
Membership No.024752



**DATE : 17/12/2018**  
**PLACE : HUBLI**



**Annexure-B to the Revised Auditors' Report to the members of HUBBALLI-DHARWAD SMART CITY LIMITED for the year ended 31 March 2018.**

**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 HUBBALLI-DHARWAD SMART CITY LIMITED as of March 31, 2018 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

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

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

**Auditors' Responsibility**

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

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the



assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

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

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

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

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

#### **Opinion**

In our opinion, the Company has, in all material respects, there is lack of internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating ineffectively as at March 31, 2018, based on the lack of internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

**For UMASHANKAR & CO.  
CHARTERED ACCOUNTANTS  
FRN: 004456S**

*Ureema*

**UMASHANKAR HIREMATH  
PARTNER  
Membership No.024752  
DATE : 17/12/2018  
PLACE : HUBLI**



## 1 General Information

HUBBALLI-DHARWAD SMART CITY LIMITED was incorporated on 10/03/2017 under the provisions of Companies Act,2013. The company being a Special Purpose Vehicle under the Smart City Mission of Central Government of India, is engaged in implementing the Smart City Projects in the twin cities viz., Hubballi-Dharwad.

## 2. SIGNIFICANT ACCOUNTING POLICIES

### 2.1 Basis of preparation and presentation

The financial statements have been prepared on Historical Cost Convention and in accordance with Indian Generally Accepted Accounting Principles (GAAP). GAAP comprises mandatory Accounting Standards as specified in section 133 of the Companies Act 2013, read with rule 7 of Companies (Accounts) Rules 2014.

All Assets and Liabilities have been classified as Current or Non Current as per the Company's normal operating cycle and other criteria set out in the Schedule III of the Companies Act, 2013. Based on the nature of services the Company has ascertained its operating cycle as 12 months for the purpose of Current - Non Current classification of Assets and Liabilities.

### 2.2 Use of estimate

The presentation of Financial Statements requires estimates and assumptions to be made that affect the reported amount of Assets and Liabilities on the date of the Financial Statements and the reported amount of Revenues and Expenses during the reporting period. Difference between the actual result and estimates are recognized in the period in which the results are known / materialized

### 2.3 Property, Plant and Equipment and Depreciation:

Property, Plant and Equipment are stated at cost of Acquisition inclusive of inward freight, duties and any other directly attributable cost of bringing the assets to its intended use.

Depreciation on Assets has been provided on written down value method in accordance with the useful life of the assets specified in Schedule II to the Companies Act, 2013.

Nature of Asset	Useful Life
Furniture and Fixtures	10
Office Equipment	15
Computer Equipment	3



## 2.4 Revenue Recognition

Revenue is recognized on accrual basis of accounting.

Interest income from a financial asset is recognized when it is probable that the economic benefits will flow to the Company and the amount of income can be measured reliably. Interest income is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount on initial recognition.

Interest Income received on account of Government Grants for Capital Projects is capitalized and not shown as income.

Interests earned on the investments made with banks out of Smart City Grants are allocated in the ratio of Smart City Project Grants & Smart City (A & OE) Grants (213:3) in view of grants maintained in single bank Account.

## 2.5 Provisions and contingent liabilities

A provision is recognized when the Company has present obligations as a result of past event, it is probable that an outflow of resources will be required to settle the obligations, in respect of which reliable estimate can be made. Provisions are not discounted to its present value and are determined based on the best estimate required to settle the obligations at the Balance sheet date. These are reviewed at each Balance sheet date and adjusted to reflect the current best estimate. All known liabilities wherever material are provided for. Liabilities which are material and whose future outcome cannot be ascertained with reasonable certainty are treated as contingent and disclosed by way of notes to the accounts.

## 2.6 Government grants

Government grants are not recognized until there is reasonable assurance that the company will comply with the conditions attaching to them and that the grants will be received.

Government grants are recognized in profit or loss on a systematic basis over the periods in the which the company recognizes as expenses the related costs for which grants are intended to compensate. Specifically, government grants whose primary conditions is that the Company should purchase, construct or otherwise acquire non - current assets are recognized as deferred revenue in the balance sheet and transferred to profit or loss on a systematic and rational basis over the useful lives of the related assets.

Government grants that are receivable as compensation for expenses or losses already incurred or for the purpose of giving immediate financial support to the company with no future related costs are recognized in profit or loss in the period in which they become receivable.



The Project related expenses are deducted from Smart City Project Grant and Administrative and office expenses are deducted from Smart City (A & OE) Grant

## 2.7 Employee benefits

### Short-term employee benefits

Employee benefits payable wholly within twelve months of receiving employee services are classified as short-term employee benefits. These benefits include salaries and wages, bonus and ex- gratia. The undiscounted amount of short-term employee benefits to be paid in exchange for employee services is recognized as an expense as the related service is rendered by employees.

### Post-employment and other long-term employee benefits

The company does not provide and nor expects to provide any post-employment or other long-term employee benefits to employees.

## 2.8 Taxation

Income tax expense comprises current tax expense and the net change in the deferred tax asset or liability during the year. Current and deferred tax are recognized in profit or loss, except when they relate to items that are recognized in other comprehensive income or directly in equity, in which case, the current and deferred tax are also recognized in other comprehensive income or directly in equity, respectively. Income tax expense represents the sum of the tax currently payable and deferred tax.

Deferred Tax Asset is not recognized during the year as there is no reasonable certainty of future taxable income against which it can be offset

## 2.9 Intangible Assets

Intangible assets with finite useful lives that are acquired separately are carried at cost less accumulated amortization. Amortization is recognized on a straight line basis over their estimated useful lives, which reflects the pattern in which the asset's economic benefits are consumed. The estimated useful life, the amortization method and the amortization period are reviewed at the end of each reporting period, with effect of any change in estimate being accounted for on a prospective basis.

Nature of Asset	Useful Life
Software	3 Years



An intangible asset is derecognized on disposal or when no future economic benefits are expected from use or disposal. Gains or losses arising from de-recognition of an intangible asset, measured as the difference between the net disposal proceeds and the carrying amount of the asset, and are recognized in the profit or loss when the asset is derecognized.

## 2.10 Cash and cash equivalents

The Company considers all highly liquid financial instruments, which are readily convertible into known amounts of cash that are subject to an insignificant risk of change in value and having original maturities of three months or less from the date of purchase, to be cash equivalents. Cash and cash equivalents consist of balances with banks which are unrestricted for withdrawal and usage.

## 2.11 Amortization of Preliminary and Project Expenses

Preliminary expenses are written off 1/5 th every year over the period of 5 years

### (a) Preliminary expenses

Particulars		As at
		31st March 2018
		Amount (Rs.)
Comp formation charges ( SPV Regn)	1,71,33,820	2,70,42,219
Project Expenses 2015-16	38,47,371	
Project Expenses 2016-17	59,68,969	
Admin expenses 2015-16	35,512	
Admin expenses 2016-17	56,547	
Less: 1/5 th Write off for the year		54,08,444
<b>Total</b>		<b>2,16,33,775</b>





(b) Project Expenses

Particulars	As at 31st March 2018
	Amount(Rs.)
Consultation charges paid to PWC and others	1,35,30,775
<b>Transferred to Project Grant</b>	<b>Total</b>
	<b>1,35,30,775</b>

Project related expenses paid to Project Consultants are deducted from the Smart City Project Grant

**2.12 Earnings Per Share (EPS)**

The Company reports basic and diluted earnings per share in accordance with AS 20 on Earnings per share. Basic earnings per share is computed by dividing the net profit or loss for the period by the weighted average number of equity shares outstanding during the period. Diluted earnings per share is computed by dividing the net profit or loss for the period by the weighted average number of equity shares outstanding during the period as adjusted for the effects of all diluted potential equity shares except where the results are anti-dilutive.

**2.13 Cash flow statement**

The Cash Flow Statement is prepared by the indirect method set out in AS 3 on Cash Flow Statements and presents cash flows by operating, investing and financing activities of the Company.

**General Observations**

1. We also suggest that Separate Bank Accounts are to be maintained for Smart City Project Grant & Smart City (A & OE) Grant for better control purpose.
2. The Company has filed hurriedly Income Tax Return on 25th September 2018 declaring Income tax Loss of Rs 65,42,943 prior to the board meeting held on 27th September 2018. The Draft Financial statements for the year 2017-18 are approved by the board Of Directors held on 27<sup>th</sup> September 2018. Financial Statement Shows a loss Rs 73,27,163 after providing Depreciation Rs 39,00,399 under Companies Act. The Loss for the Financial year 2017-18 works out Rs 70,80,830 for IT Purpose. Loss as per Statutory Audit of Accounts will undergo further Change. Hence Company has to file Revised Return of income for claiming a refund of tax.
3. Draft Financial statements for the year ending 31/03/2018 approved by the board of Directors on 27-09-2018 shows difference in Balance sheet and Income tax-TDS of Rs



10,60,142 made by Bank on Fixed Deposit have not been accounted and same has been accounted in the books ,now. In view of Change in loss for the year and Income Tax on TDS . Further needs to file Revised return of Income to claim the refund of tax.

4. Late fees have been paid for filing documents to Register of company (ROC ) for not Filing relevant forms within the due dates.
5. Draft Financial Statement statements for the year ending 31/03/2018 approved by the board of Directors on 27-09-2018 does not contain Cash Flow Statement.
6. Bank balance confirmation and Interest Certificate on Fixed Deposit held with bank are not produced for our verification

For HUBBALLI-DHARWAD SMART CITY LIMITED

  
C W SHAKEEL AHMED

Managing Director

DIN: 08168997

Address: Chitradurga 577501

  
D S Saraf

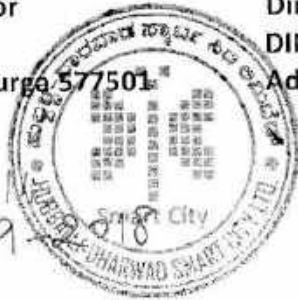
Director

DIN : 08061476

Address: New fort 2 nd cross, Near CBT,  
Hubballi 580020

Place: Hubba

Date : 27-09-2018



For UMASHANKAR & CO.  
CHARTERED ACCOUNTANTS  
FRN : 004456S



UMASHANKAR HIEMATH  
PARTNER

Membership No.024752



DATE : 17/11/2018

PLACE : HUBLI

**HUBBALLI-DHARWAD SMART CITY LIMITED**  
**SRI SIDDAPPA KAMBLI ROAD HUBBALLI DHARWAD - 580020, KARNATAKA, INDIA**  
**CIN U74999KA2017PLC101265**

Email Id: sohdsmartcity@gmail.com, Phone Number: 0836-2355331, Website: http://www.hubballidharwadsmartcity.com/  
 Balance Sheet as at 31<sup>st</sup> March 2018

S.No.	Particulars	Note No.	As on 31-03-2018 (Amount in Rs.)
<b>I</b>	<b>EQUITY AND LIABILITIES</b>		
<b>1</b>	<b>Shareholders' funds</b>		
	(a) Share Capital	3	1,000,000
	(b) Reserves and Surplus	4	(8,190,941)
			<b>(7,190,941)</b>
<b>2</b>	<b>Smart City Mission Fund</b>	5	
	(a) Smart City Mission Project Grants		2,185,556,801
<b>3</b>	<b>Non-Current Liabilities</b>		-
<b>4</b>	<b>Current Liabilities</b>		
	(a) Other Current Liabilities	6	7,710
	(b) Short-term Provisions	7	881,148
	<b>Total Liabilities</b>		<b>2,186,445,659</b>
	<b>TOTAL EQUITY AND LIABILITIES</b>		<b>2,179,254,718</b>
<b>II</b>	<b>ASSETS</b>		
<b>1</b>	<b>Non Current assets</b>		
	(a)Property, Plant and Equipment		
	(i) Tangible Assets	8	378,090
	(ii) Intangible Assets	8	3,173,169
	(b)Deferred tax assets (net)	17	-
	(c) Long term loans & Advances	9	568,000
	(d)Other non-current assets	10	21,633,775
			-
	<b>TOTAL NON-CURRENT ASSETS</b>		<b>25,753,034</b>
<b>2</b>	<b>Current assets</b>		
	(a)Cash and Cash Equivalents	11	2,152,441,542
	(b)Other current assets	12	1,060,142
			-
	<b>TOTAL CURRENT ASSETS</b>		<b>2,153,501,684</b>
	<b>TOTAL ASSETS</b>		<b>2,179,254,718</b>

Significant Accounting Policies & Notes on Accounts

Note 1-2

By Order of the Board of Directors  
 HUBBALLI-DHARWAD SMART CITY LIMITED

C W Shakeel Ahmed  
 Managing Director

DIN: 0816899713

Address :Chittadurga-775011

Place: HUBBALLI

Date: 27-09-2018



D S Saraf  
 Director

DIN:08061476

Address: New Fort 2nd Cross  
 Near CBT Hubballi-580020

As per Our Report of Even Date  
 For UMASHANKAR & Co  
 Chartered Accountants  
 FRN : 004456S

UMASHANKAR HIREMATH  
 PARTNER  
 M.No 024752

Place: Hubballi  
 Date: 17-11-2018



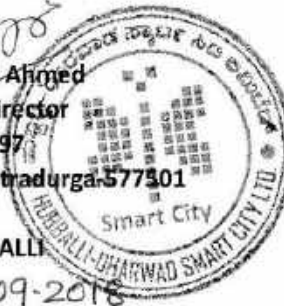
**HUBBALLI-DHARWAD SMART CITY LIMITED**  
**SRI SIDDAPPA KAMBLI ROAD HUBBALLI DHARWAD - 580020, KARNATAKA, INDIA**  
**CIN U74999KA2017PLC101265**

Email Id: sohdsmartcity@gmail.com, Phone Number: 0836-2355331, Website: http://www.hubballidharwadsmartcity.com/  
**Statement of Profit and Loss for the period from 10 th March 2017 to 31st March 2018**

S.No.	Particulars	Note No.	For the Period of 10-03-2017 to 31-3-2018 (Amount in Rs.)
I	Revenue from Operations		-
II	Other Income		-
III	<b>Total Revenue</b>	(I + II)	-
IV	<b>Expenses</b>		
	Cost of Material Consumed		-
	Purchase of Stock-In-Trade		-
	Changes in inventories of finished goods, work-in-progress and Stock-in-Trade		-
	Employee Benefit Expenses		-
	Depreciation and Amortization	14	8,190,941
	Other Expenses		-
	<b>Total Expenses</b>		<b>8,190,941</b>
V	<b>Loss before exceptional and extraordinary items and tax</b>	(III - IV)	<b>(8,190,941)</b>
VI	Exceptional Items		-
VII	<b>Loss before extraordinary items and tax</b>	(V - VI)	<b>(8,190,941)</b>
VIII	Extraordinary Items		-
IX	<b>Loss before tax (VII - VIII)</b>		<b>(8,190,941)</b>
X	Deferred tax	17	-
XI	<b>Loss from the period from continuing operations</b>	(IX-X)	<b>(8,190,941)</b>
XII	Profit/Loss from discontinuing operations		-
XIII	Tax expense of discounting operations		-
XIV	Profit/Loss from Discontinuing operations (XII - XIII)		-
XV	<b>Profit (Loss)After Tax for the Period</b>		<b>(8,190,941)</b>
XVI	<b>Earnings per equity share:</b>		
	Basic		(819.09)
	Diluted		(819.09)
	Nominal Value of per share Rs. 100/-		
	See accompanying notes forming part of the financial statements		

By Order of the Board of Directors  
**HUBBALLI-DHARWAD SMART CITY LIMITED**

*C W Shakeel Ahmed*  
**C W Shakeel Ahmed**  
 Managing Director  
 DIN: 08168997  
 Address : Chitradurga-577301  
 Place: HUBBALLI  
 Date: 27-09-2018



*D S Saraf*  
**D S Saraf**  
 Director  
 DIN:08061476  
 Address: New Fort 2nd Cross  
 Near CBT Hubballi-580020

As per Our Report of Even Date  
 For **UMASHANKAR & Co**  
 Chartered Accountants  
 FRN : 004456S

*Umeshankar Hiremath*  
**UMASHANKAR HIEMATH**  
 PARTNER  
 M.No 024752



Place: *Hubballi*  
 Date: *17-11-2018*

**HUBBALLI-DHARWAD SMART CITY LIMITED**  
**SRI SIDDAPPA KAMBLI ROAD HUBBALLI DHARWAD - 580020, KARNATAKA, INDIA**  
**CIN U74999KA2017PLC101265**

Email Id: sohdsmartcity@gmail.com, Phone Number: 0836-2355331, Website: http://www.hubballidharwadsmartcity.com/

**Cash Flow Statement for the Year ended 31st March, 2018**

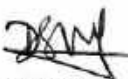
Particulars	Year Ended 31st March 2018 (Amount in Rs.)	
	Rs.	
<b>A. Cash flow from Operating Activities :</b>		
<b>Net Profit/(Loss) before Tax</b>		<b>(8,190,941)</b>
Adjustments for:		
Deffered tax adjustment	-	
Depreciation	2,782,497	2,782,497
<b>Operating Profit Before Working Capital Changes</b>		<b>(5,408,444)</b>
Adjustments for:		
Add: Increase in Trade Payables	7,710	
Add: Increase in Provisions	881,148	
less: Increase in Loans and Advances	(568,000)	
less: Increase in other Current Assets (Preliminary expenses)	(21,633,775)	
less: Increase in other Current Assets (TDS)	(1,060,142)	
<b>Net Cash Flow from Operating Activities</b>		<b>(22,373,059)</b>
<b>B. Cash flow from Investing Activities:</b>		
Purchase of Fixed Assets	(6,333,756)	
Increase/ Decrease in Fixed Deposits		
<b>Net Cash used in Investing Activities</b>		<b>(6,333,756)</b>
<b>C. Cash flow from Financing Activities</b>		
Issue of share capital	1,000,000	1,000,000
Smart city Mission grant	2,129,000,000	2,160,621,111
Add : Interest on FD and Current A/C	45,151,886	
Less: Project expenses incurred for the year	13,530,775	
Smart city Mission grant (Admin & OE) after deduction	30,000,000	24,935,690
Add: Interest earned on Grant	635,942	
Less : Admin and Office expenses for the year	5,700,252	
<b>Net Cash Flow from Financing Activities</b>		<b>2,186,556,801</b>
<b>Net Increase/(Decrease) in Cash and Cash Equivalents</b>		<b>2,152,441,542</b>
<b>Cash and Cash Equivalents - Opening Balance</b>		<b>-</b>
<b>Cash and Cash Equivalents - Closing Balance (Refer Note 17)*</b>		<b>2,152,441,542</b>
<b>* Comprises:</b>		
a) Cash on hand		
b) Balances with Bank		
i) In Current Accounts		147,140,830
ii) In Deposit Accounts		2,005,300,712
		<b>2,152,441,542</b>

See accompanying notes to the financial statements

By Order of the Board of Directors  
**HUBBALLI-DHARWAD SMART CITY LIMITED**

  
 C.W. Shakeel  
 Managing Director  
 DIN: 08168997  
 Address: Intradun 15/17/58  
 Place: HUBBALLI  
 Date: 27-0



  
 D.S. Saraf  
 Director  
 DIN: 08061476  
 Address: New Fort 2nd Cross  
 Near CBT Hubballi-580020

As per Our Report of Even Date  
 For **UMASHANKAR & Co**  
 Chartered Accountants  
 FRN : 0044565

  
**UMASHANKAR HIREMATH**  
 PARTNER  
 M.No 024752



Place: Hubballi  
 Date: 17-11-2018

**HUBBALLI-DHARWAD SMART CITY LIMITED**  
Notes forming part of Financial Statements

Note No.

3 (a)

Particulars	As at 31st March 2018	
	No. of Equity Shares	Amount in (Rs.)
<b>Share Capital</b>		
(i) <b>Authorised Capital:</b>		
- Equity Share of Rs. 100/- each with voting rights	20,000,000	2,000,000,000
<b>Total</b>	<b>20,000,000</b>	<b>2,000,000,000</b>
(ii) <b>Issued, Subscribed and fully paid up</b>		
- Equity Shares of Rs. 100/- each with voting rights	10,000	1,000,000
<b>Total</b>	<b>10,000</b>	<b>1,000,000</b>

**3(b) Rights, Preferences and restrictions attached to shares:**

**Equity Shares:** The Company has issued one class of Equity Shares having a Par Value of Rs.100/- Per Share. Each Share Holder is eligible for one Vote per Share held and proportionate rights in the dividends as and when declared by the Company.

**3(c) Reconciliation of the number of Equity shares and amount outstanding at the beginning and at the end**

Particulars	As at 31st March 2018	
	No. of Equity	Amount in (Rs.)
Opening Balance:	10,000	1,000,000
<b>Add: Shares Issued during the year</b>	-	-
	<b>10,000</b>	<b>1,000,000</b>

**3(d) Details of shareholders holding more than 5 % of the aggregate Equity shares in the Company**

Particulars	As at 31st March 2018	
	No of Equity Shares	% of holding
His Excellency Governor of Karnataka	5000	50.00%
Hubballi-Dharwad Municipal Corporation	4995	49.95%
Sri. Darpan Jain	1	0.01%
Sri. A B Ibrahim	1	0.01%
Sri. D K Chavan	1	0.01%
Sri. Shivappa E Badavannanavar	1	0.01%
Sri. S B Bommanahalli	1	0.01%
	<b>10,000</b>	<b>100.00%</b>



**HUBBALLI-DHARWAD SMART CITY LIMITED**

Notes forming part of Financial Statements for the year ending 31st March 2018

Note No.

**4 Reserves and Surplus**

Particulars	As at 31st March 2018	
	Amount in (Rs.)	
<b>Surplus/(Deficit) in Statement of Profit and Loss</b>		
Opening balance		-
Add : Net loss for the Year		(8,190,941)
<b>Total</b>		<b>(8,190,941)</b>
<b>Total Reserves and Surplus</b>		<b>(8,190,941)</b>

**5 Smart City Mission Fund**

Particulars	As at 31st March 2018	
	Amount in (Rs.)	
a) Smart City Mission Project Grants	2,129,000,000	2,160,621,111
Add : Interest earned capitalised	45,151,886	
	2,174,151,886	
Less : Project expenses incurred for the year (Note no 13)	13,530,775	
b) Smart City Mission Project Grants- (Admi & Other Expns)	30,000,000	
Add: Interest earned on Grant	635,942	
	30,635,942	
Less : Admin and Office expenses for the year ( Note no 15)	5,700,252.00	24,935,690
<b>Total</b>		<b>2,185,556,801</b>

**6 Other Current Liabilities**

Particulars	As at 31st March 2018	
	Amount in (Rs.)	
KGID		1,150
LIC Payable		6,160
PT Payable		400
<b>Total</b>		<b>7,710</b>

**7 Short term provisions**

Particulars	As at 31st March 2018	
	Amount in (Rs.)	
Salary payable		138,324
GIS		2,880
Audit Fees payable		50,000
GPF Payable		9,000
Rent Payable		180,579
Telephone Fees payable		1,811
Hubli Dharwad Municipal Corporation		439,554
Company Secretary Remuneration payable		59,000
<b>Total</b>		<b>881,148</b>

**HUBBALLI- DHARWAD SMART CITY LIMITED**  
**SRI SIDDAPPA KAMBLI ROAD HUBBALLI DHARWAD - 580020, KARNATAKA, INDIA**

Financial Year : 2017-18  
 Assessment Year : 2018-19

**Depreciation as per Income Tax Act, 1961**

Particulars	Rate	WDV as at 01.04.2017	Actual cost of additions		Total	Deletions (Sale Proceeds)	Depreciation Allowable	Written Down Value as at 31.03.2018
			> 180 days	< 180 days				
Office Equipments	15%	-	157,714	15,120	172,834	-	24,791	148,043
Furniture and Fixtures	10%	-	-	59,317	59,317	-	2,966	56,351
Computer Hardware	40%	-	180,252	98,000	278,252	-	91,701	186,551
Intangible Assets - GIS SOFTWARE	40%	-	5,823,353	-	5,823,353	-	2,329,341	3,494,012
<b>Total</b>		<b>-</b>	<b>6,161,319</b>	<b>172,437</b>	<b>6,333,756</b>	<b>-</b>	<b>2,448,799</b>	<b>3,884,957</b>



**Note No 8**

**HUBBALLI-DHARWAD SMART CITY LIMITED**  
**SRI SIDDAPPA KAMBLI ROAD HUBBALLI DHARWAD - 580020, KARNATAKA, INDIA**

**Financial Year : 2017-18**  
**Assessment Year : 2018-19**

**Depreciation as per Companies Act, 2013**

Particulars	Useful Life of Asset (Years)	WDV as at 01.04.2017	Actual cost of additions		Total	Deletions (Sale Proceeds)	Depreciation Allowable	Written Down Value as at 31.03.2018
			> 180 days	< 180 days				
Office Equipments (UPS)	15	-	82,444	90,390	172,834	-	22,933	149,901
Furniture and Fixtures	10	-	-	59,317	59,317	-	7,380	51,937
Computer Hardware	3	-	180,252	98,000	278,252	-	102,000	176,252
Intangible Assets - GIS SOFTWARE	3	-	5,823,353	-	5,823,353	-	2,650,184	3,173,169
<b>Total</b>		-	<b>6,086,049</b>	<b>247,707</b>	<b>6,333,756</b>	-	<b>2,782,497</b>	<b>3,551,259</b>

**HUBBALLI-DHARWAD Smart City Ltd**  
Notes forming part of Financial Statements

Note No

**9 Long term loan & Advances**

Particulars	As at 31st March 2018
	Amount in (Rs.)
Office Deposit	568,000
<b>Total</b>	<b>568,000</b>

Note No

**10 Other Non-current Assets**

**10 Preliminary expenses**

Particulars		As at 31st March 2018
		Amount in (Rs.)
Comp formation chgs ( SPV Reg)	17,133,820	27,042,219
Project Expenses 2015-16	3,847,371	
Project Expenses 2016-17	5,968,969	
Admin expenses 2015-16	35,512	
Admin expenses 2016-17	56,547	
Less: 1/5 th Write off for the year		5,408,444
<b>Total</b>		<b>21,633,775</b>

**11 Cash and Cash Equivalents**

Particulars		As at 31st March 2018
		Amount in (Rs.)
Cash on hand		-
<b>Balances with Bank</b>		
-SB account with SBI 26661		8,645
-SB account with Canara Bank -14705		147,001,994
-SB account with Canara Bank -15331		81,017
-Current account with State bank of India 6617		49,174
- in Fixible Deposits with Canara bank		
FD with Yes Bank	800,000,000	
FD with Canara Bank	1,200,000,000	
Accrued Interest	5,300,712	2,005,300,712
<b>Total</b>		<b>2,152,441,542</b>

**12 Other Current Assets**

Particulars	As at 31st March 2018
	Amount in (Rs.)
Income Tax (TDS Receivable 17-18)	1,060,142
<b>Total</b>	<b>1,060,142</b>

**HUBBALLI-DHARWAD SMART CITY LIMITED**

Notes forming part of Financial Statements for the year ended March 31st ,2018

**13 Project Related expenses**

Particulars	As at 31st March 2018
	Amount in (Rs.)
Consultation charges	13,530,775
<b>Transferred to Project Grant</b>	<b>Total</b>
	<b>13,530,775</b>

Note  
14

**Depreciation and amortisation**

Particulars	As at 31st March 2018
	Amount in (Rs.)
Depreciation	2,782,497
Amortisation of Preliminary Expenses	5,408,444
	<b>8,190,941</b>

Note  
15 (a) **Administrative and Other expenses**

Particulars	As at 31st March 2018
	Amount in (Rs.)
<b>Employee Benefit expenses</b>	
Salaries and Wages	1,235,114
	<b>1,235,114</b>

15 (b) **Other Administrative expenses**

Water Charges	3,840
New office Rent	383,917
Office Rent	538,716
Office Expenses	96,037
Traveling expenses	257,186
Inaugural Expenses	29,340
Citizen Enganment Programm	202,660
Computer Maintances	39,181
Car Hire of vehicles	296,900
Board of director Meeting expenses	156,671
Conference Expenses	382,500
News paper & Periodicals	5,472
Photo, video Charges	26,180
Printing & Stationary	333,723
Internet Charges & Software	138,039
Bank Charges	3,380
Office Cleaning Charges	80,500
Telephone Expense	17,213
Professional fees	441,500
Director Sitting Fees	73,000
Computer Repairs & Mainenence	18,924
Statutory Audit Fees	50,000
Sitting Fees - others	34,000
ROC - Fees	64,675
Advertisement Expenses	791,584
	<b>4,465,138</b>

[Admin and other expenses transferred to Smart City A and OE Grant]

<b>Total</b>	<b>5,700,252.00</b>
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**HUBBALLI-DHARWAD SMART CITY LIMITED**  
**SRI SIDDAPPA KAMBLI ROAD HUBBALLI DHARWAD - 580020, KARNATAKA, INDIA**  
 CIN U74999KA2017PLC101265

Email Id: sohdsmartcity@gmail.com, Phone Number: 0836-2355331, Website: <http://www.hubballidharwadsmartcity.com/>

Tax rate =25.75%

Particulars	As per Companies Act	As per Income Tax Act	Deferred Tax Component	Deferred Tax for the Year	Opening Balance	Closing Balance
Depreciation	2,782,497	2,448,799	333,698	85,927	-	85,927
<b>Total</b>	<b>2,782,497</b>	<b>2,448,799</b>	<b>333,698</b>	<b>85,927</b>	<b>-</b>	<b>85,927</b>

**Note : As a Matter of Prudence Deferred Tax Asset is not Recognized**

**HUBLI- DHARWAD SMART CITY LTD**  
**FINANCIAL YEAR 01-04-2017 TO 31-03-2018**

**DETAILS OF DEPRECIATION ON FIXED ASSETS AS ON 31-3-2018 UNDER COMPANIES ACT 2013.**

As per WDV Method Asset	Classification	Date Of Purchase Of New / Existing Asset	3/31/2017		Estimate d useful life as per schedule II (in years)	Balance days of Assets per Remaining life as on 31/03/201 7	Days used in year	Rate of Dep.	Dep. Amount	3/31/2018
			Original Cost	WDV as on 31/03/201 7						Addition/ New Purchase
Bio Metric Machine	Plant and Equipment	7-Nov-17		15120	15	5475	144	18.10%	1,080	14,040
Fax Machine	Plant and Equipment	27-Jun-17		7600	15	5475	277	18.10%	1,044	6,556
Projector	Plant and Equipment	27-Jun-17		75270	15	5475	277	18.10%	10,341	64,929
Xerox Machine	Plant and Equipment	22-Jun-17		74844	15	5475	282	18.10%	10,468	64,376
Furniture	Furniture & Fixtures	6-Oct-17		26112	10	3650	176	25.89%	3,259	22,853
Furniture	Furniture & Fixtures	7-Oct-17		33205	10	3650	175	25.89%	4,121	29,084
Computer Harware and Accessories	Computers & Peripherals	27-Jun-17		163802	3	1095	277	63.16%	78,514	85,288
Laptops	Computers & Peripherals	29-Dec-17		98000	3	1095	92	63.16%	15,601	82,399
GIS Software	Softwares	11-Jul-17		5823353	3	1095	263	63.16%	2,650,184	3,173,169
Printer	Computers & Peripherals	27-Jun-17		16450	3	1095	277	63.16%	7,885	8,565
<b>TOTAL</b>				<b>6,333,756</b>					<b>2,782,497</b>	<b>3,551,259</b>

Note No.

HUBLI-DHARWAD SMART CITY LTD

(Amount in Rs.)

Fixed Asset Schedule as per Companies Act 2013

Name of the Asset	GROSS BLOCK			DEPRECIATION				NET BLOCK	
	10-Mar-17	Additions	Deletion s/ Adjustm ent	31-Mar-18	10-Mar-17	Deletion s/ Adjustm ent	Dep for the year	31-Mar-18	10-Mar-17
Plant & Machinery	-	172,834	-	172,834	-	-	22,933	149,901	-
Electrical Fittings	-	-	-	-	-	-	-	-	-
Furniture & Fixtures	-	59,317	-	59,317	-	-	7,380	51,937	-
Motor Vehicles	-	-	-	-	-	-	-	-	-
Office Equipments	-	-	-	-	-	-	-	-	-
Computers & Peripher	-	278,252	-	278,252	-	-	102,000	176,252	-
Softwares	-	5,823,353	-	5,823,353	-	-	2,650,184	3,173,169	-
Previous Year	-	6,333,756	-	6,333,756	-	-	2,782,497	3,551,259	-