

**BRIEF REVIEW NOTE ON PERFORMANCE OF MUMBAI RAILWAY VIKAS CORPORATION LIMITED FOR FINANCIAL YEAR 2020-21**

The salient features of the financial results of the Company for the year ended 31.03.2021 are as under:

Particulars	[ ₹ in crore ]	
	Year Ended 31.03.2021	Year Ended 31.03.2020
Income	69.68	69.63
Expenditure	45.60	49.44
Excess of Income over Expenditure before prior period Items & Taxes	24.07	20.19
Less/(Add) – Prior period adjustment-Net	0.82	0.59
Excess of Income over Expenditure for the year	23.25	19.60
Brought forward Surplus from previous year	219.34	221.25
Deployment of Internal Accrual	27.29	21.51
Balance Surplus carried to Balance Sheet	215.30	219.34
Expenditure on CSR	0.43	0.91
Earnings per Share in ₹ (Face Value of Share ₹1,000)	930.10	784.01

There is an income tax liability of ₹26,97,12,164 (Previous Year ₹26,97,12,164) for the Assessment Year 2016-17 and 2017-18 disputed in appeals before the CIT(A) Mumbai on account of disallowance of the exemption under section 11 of the Income Tax Act due to the cancellation of registration certificate granted under section 12A of the Act in December 2014. For such similar disallowance of exemption u/s 11 of the Act, the CIT(A), Mumbai had already passed the order in favour of MRVC for AY 2007-08 to AY 2015-16. The department has disagreed with orders of CIT(A) and filed appeals before ITAT for AY 2009-10 to AY 2015-16. The Hon'ble ITAT has dismissed the appeals of IT Department and upheld the orders of CIT(A) passed in favour of MRVC on 05.01.2021 & 29.01.2021. In view of the same, the Income tax liability for the Assessment Year 2016-17 and 2017-18 would also be deleted.

The Company being a Section 12A registered company continues to plough back its surplus for furtherance of the objectives of the Company within a period of 5 years of accrual of such surplus in compliance of Income Tax Act, 1961.

The expenditure on Mumbai Urban Transport Project [MUTP] and other than MUTP works during the financial year ended 31.03.2021 was ₹591.60 crore as against ₹ 635.08 crore in the previous financial year.

The list of projects being executed under MUTP along with the financial progress of the projects is as under:

Projects of MUTP ( Rail Component)		[Rupees in crore]
<b>A</b>	<b>MUTP WORKS</b>	₹ in Crores

Sr. No.	Projects	Sanctioned /Revised cost	Cumulative expenditure upto 31.3.2021
<b>1.0</b>	<b>MUTP-1 (components under Phase-1 is fully completed)</b>	<b>4501.80</b>	<b>4452.67</b>
<b>2.0</b>	<b>MUTP-2</b>		
<b>i</b>	<b>MUTP-2A (components under 2A is fully completed)</b>		
1	DC to AC Conversion	838.48	802.90
2	EMU Procurement / Manufacture	3104.47	2950.72
3	EMU Maintenance facilities.	353.82	330.62
4	Stabilising Lines for EMUs.	245.11	251.86
5	Technical Assistance & Institutional Strengthening	47.00	56.38
6	Tresspass control measures including provisions of escalators	205.00	223.69
7	Unallocated & Front-end-Fee	8.80	-
	<b>Total 2A</b>	<b>4,802.68</b>	<b>4,616.17</b>
<b>ii</b>	<b>MUTP-2B (components under 2B is under progress)</b>		
1	Kurla - CSTM 5th & 6th line	1367.00	207.88
2	Thane - Diva additional pair of lines.	440.00	576.90
3	Borivali - Mumbai Central 6th line.	918.53	448.08
4	Extension of Harbour Line to Goregaon	214.00	237.62
5	Resettlement & Rehabilitation.	124.00	23.43
6	Station Improvement & Trespassing Control	220.90	185.98
	<b>Total 2B</b>	<b>3,284.43</b>	<b>1,679.89</b>
	<b>Total (MUTP 2A &amp; 2B)</b>	<b>8,087.11</b>	<b>6,296.06</b>
<b>3.0</b>	<b>MUTP-2C (Running of 12 Car EMU on Harbor Line between CSTM-PNVL/ADH)</b>	<b>Sanctioned cost</b>	<b>Cumulative expenditure upto 31.3.2021</b>
1	Running of 12 Car EMU on Harbour line (CSMT-PNVL/ADH) CIDCO Part	661.21	615.84
2	Running of 12 Car EMU on Harbour line (CSMT-PNVL/ADH) MMRDA Part	128.34	123.44
	<b>TOTAL</b>	<b>789.55</b>	<b>739.28</b>
<b>4.0</b>	<b>MUTP-3</b>		
1	New suburban corridor link between Airoli-Kalwa (elevated)	476.00	136.58
2	New suburban Railway corridor Panvel-Karjat (double line)	2782.00	388.53
3	Quadrupling of the Virar-Dahanu Road	3578.00	241.71
4	Procurement of Rolling Stock (565 coaches)	3491.00	-
5	Tresspass control on mid-section	551.00	161.08
6	Technical Assistance	69.00	22.76
	<b>TOTAL</b>	<b>10,947.00</b>	<b>950.66</b>
<b>5.0</b>	<b>MUTP-3A</b>		

1	Extension of Harbour Line between Goregoan to Borivli	825.58	-
2	5th &6th Line between Borivali to Virar	2184.02	1.05
3	4th Line between Kalyan-Asangaon	1759.16	0.62
4	3rd &4th Line KYN-Badlapur	1509.87	0.69
5	Kalyan Yard - Segregation of long distance and Suburban Traffic	865.68	-
6	Augmentation of Carrying Capacity and safety enhancement using CBTC	5928.33	0.03
7	Station Improvement under MUTP-3A	946.94	-
8	Procurement Air-conditioned EMU Rakes (191 nos. 12Car)	15802.89	-
9	EMU Maintenance facilities	2352.77	-
10	Stabling Lines (97 Lines)	556.63	-
	Stabling Lines (Central Railway)		-
	Stabling Lines (Western Railway)		-
11	Power Supply Augmentation - Traction Power Supply and General Power Supply	708.13	-
	Power Supply Augmentation - (Central Railway)		-
	Power Supply Augmentation - (Western Railway)		-
12	Technical Assistance	250.00	-
	<b>TOTAL</b>	<b>33,690.00</b>	<b>2.40</b>
<b>6.0</b>	<b>Passenger Amenities (Construction of FoB )</b>		
1	Construction of FoBs in CR	134.36	55.37
2	Construction of FoBs in WR	188.49	135.83
	<b>TOTAL</b>	<b>322.85</b>	<b>191.20</b>
<b>7.0</b>	<b>Other MUTP works executed out of MRVC's surplus</b>		
<b>i</b>	<b>Works completed from surplus funds</b>		
1	Provision of cushioning in 2nd Class seats	1.00	0.30
2	Extn. of PF 3&4 of CCG for 15 Coach W/o Covered	6.10	4.73
3	EMU Maint.-WR (done by MRVC)-Ph II	*	9.92
4	CSTM-FoB (Suburban Line to Main Line)-1	9.00	9.09
5	Extension of Harbour Line	*	10.00
6	Stabling Lines-Ph-II (Exec. by MRVC)	*	5.53
7	Warehousing facilities for Electrics of MUTP-II EMUs - ICF	9.85	9.66
8	Extension of Parel (S) FoB and Cover Shed landing & flooring of middle FoB at Matunga Road	2.34	2.08
9	5th-6th line between TNA-Diva	*	53.71
10	Updation of Techno Economics Feasibility Study and Final Location Survey for Bandra-Kurla Rail Link	0.20	0.20
11	Supply & Installation of Telecom Material-CCG Office (Surplus Deployment)	0.34	0.52

12	To provide Cover Over Platform at about 11700 sqm in CCG-VR.	8.19	9.14
	<b>Total works completed from surplus funds</b>	<b>37.02</b>	<b>114.87</b>
ii	<b>Works under progress out of surplus funds</b>		
1	Provision of LED type tube lights in EMU rakes of WR	4.17	1.06
2	Model OHE at Kurla new OHE office complex for training of Artisans and Supervisors	0.16	-
3	Augmentation of Passenger Amenity items like Indicators and Announcement system at 31 stations in CSTM-Karjat & Kalyan-Kasara section.	9.51	8.84
4	Construction of FoBs in Mumbai area (exe by WR)	0.74	0.85
5	Construction of FoBs in Mumbai area (exe by CR)	0.73	0.54
6	Work of Pathway, Pole Lights & Tower Lights (Central Railway)	4.26	4.07
7	Improvement to illumination in EMU Stab Yard	0.90	0.82
8	Providing Pathways at various stabling yard for EMU rakes inspection	1.90	1.45
9	CSTM-FoB (Suburban Line to Main Line)-2	3.00	2.74
10	Proc. of funds for Coloba (I) improv. officers qtr. at Bhadwarpark Clny. (WR)	3.00	1.66
11	Renovation/Strenghtening of FoB (CR)	9.45	-
	<b>Total works under progress out of surplus funds</b>	<b>37.82</b>	<b>22.03</b>
	<b>Total (i+ii)</b>	<b>74.84</b>	<b>136.90</b>
<b>8.0</b>	<b>Other deposit and related works</b>		
i	Const. of Skywalk-Metro Stn.ADH-MMRDA	7.99	7.70
ii	Consul. Services for Preparation DPR Pune-LNL	3.17	4.07
iii	Construction of Hostel Bldg at IRICEN-Pune	53.26	0.50
	<b>Total (i+ii+iii)</b>	<b>64.42</b>	<b>12.28</b>
<b>9.0</b>	<b>Total (1.0+2.0 + 3.0 + 4.0+5.0+6.0+7.0+8.0)</b>	<b>58,477.57</b>	<b>12,781.44</b>
<b>10.0</b>	Less: Project financially closed	4,501.80	4,452.67
<b>11.0</b>	<b>Total (9.0-10.0)</b>	<b>53,975.77</b>	<b>8,328.77</b>
* Works of ₹79.16 crore against sanctioned of MUTP-2 has been incurred out of MRVC's surplus.			

Some of the major achievements of MRVC during the year under review are as follows:

a) **Loan Agreement**

Loan Agreement was signed between the Government of India and Asian Infrastructure Investment Bank (AIIB) in August 2020 for MUTP III to improve network capacity, service quality and safety of the suburban railway system in Mumbai. Project Agreement for MUTP III was also signed on the same day by GoM, MRVC and AIIB.

b) **Financing Agreement for MUTP III**

The Financing Agreement was signed by the Government of Maharashtra, Mumbai Metropolitan Region Development Authority (MMRDA), City & Industrial Development Corporation

(CIDCO) and MRVC in July 2020 for MUTP III in the presence of Hon'ble Chief Minister of Maharashtra.

**c) Completion of FoBs**

As part of the Mid-section Trespass control work and as part of work assigned by Railways, various Foot over bridges were completed and commissioned at various locations on Western and Central Railways which includes Ambernath, Goregaon, Vasai Road, Mumbai Central (S), Grant Road (S), Vikroli etc.

**d) Launching of Open Web Girders at Mumbra Rail Flyover**

Two 76.2 m Open Web Steel Girders weighing 330 t each were successfully launched in March 2021 under Road Traffic blocks as part of the Mumbra Rail Flyover on Up and Down lines over the six lane Thane-Pune Highway (NH-58) under Thane Diva 5<sup>th</sup> & 6<sup>th</sup> Lines project.

**e) Delaunching of Trusses of old FoBs**

- i) For delaunching of old Foot Over bridges, longer blocks are required which disrupt normal rail traffic. Also such blocks are available only at night with safety issues. Advantage of lockdown was taken to avail blocks in daytime in which it was more feasible to ensure safety while delaunching.
- ii) Delaunching of old FOBs at Nallasopara, Naigaon (S), Goregaon, Marine Line (M), Dadar (south), Andheri and Mumbai Central Stations was carried out successfully by MRVC's team of Engineers.

**f) Long disputed Income Tax Refund received**

Registered under section 12A of IT, MRVC has been tax exempt since its inception. In January 2014, the IT Department cancelled the Company's 12A registration and reopened assessment for past years with tax demand for Assessment Years 2007-08 to 2015-16 of approximately ₹73.10 crore (including interest upto date of order). A long and tedious case was fought by the Company with the IT department since May 2014 and appeal allowed in favour of MRVC in February 2019. Appeal filed by DR were also set aside by the ITAT in January 2021. As a result of this arduous exercise, tax demand of approximately ₹73.10crore was set aside. The Corporation received a refund of ₹20.86crore towards disputed tax demand for Assessment Years 2007-08 to 2015-16 along with interest of ₹6.80crore in the financial year 2020-21 and cross objection filed by MRVC has been allowed in favour the Company.

**g) Tri-Partite Portfolio Review Meetings (TPRMs) with AIIB and NDB**

Tri-partite Portfolio Review meetings (TPRMs) were held between the Department of Economic Affairs (DEA), Asian Infrastructure Investment Bank and MRVC concerning loan components of MUTP III and MUTP 3A-I on 01/02.07.2020 and 17/18.12.2020. TPRMs were also held with the DEA, National Development Bank (NDB) and MRVC on 27.11.2020 and 03.03.2021 for review of MUTP 3A-II loan components.

**h) Activities during Covid 19 Pandemic**

- MRVC issued and implemented a detailed Standard Operating Procedure (SOP) in April 2020 specifying norms to be followed for work at office and at work sites in order to prevent spread of Covid-19.

- Wearing of masks was ensured stringently along with thermal scanning at the office entry points, regular sanitization of office premises, and provision of hand-wash/sanitizer.
  - As far as possible, VCs and Web meetings/Webinars were held to monitor and review performance, hold technical discussion to interact within MRVC as well as with Railways, Department of Public Enterprises, DEA, AIBB and the Contracting Agencies. Pre-bid meetings were also arranged through VC/Web.
  - Installation of Arogya Setu App - In terms of Railway Board's letter No. E(W)2020/SC-2/1 dated 04-04-2020, all officers and staff including outsourced and reemployed personnel and their family members downloaded the Arogya Setu App.
  - **Contribution to PM CARES Fund-** Following Hon'ble PM's call, Team MRVC Ltd volunteered for two days salary by contributing ₹15lakh for PM CARES Fund. ₹50lakh was also contributed under CSR to the PM CARES Fund for India's battle against COVID-19.
- i) In terms of Railway Board's letter No. E(G)/2019/CL-4/4 dated 13-08-2020, "**Sadbhavana Diwas**" was observed on 20.08.2020 in which the Company's officers and staff took Sadbhavana Pledge from their respective places of work duly adhering to social distancing and other laid down protocol.
- j) In terms of directives of DPE, the Corporation has observed "**Swachhta Pakhwada**" from 16<sup>th</sup> to 30<sup>th</sup> September 2020 duly adhering to social distancing norms. The officers and staff took part in Cleanliness drives organized in MRVC Office, Project Sites and thereby ensured cleanliness at their respective sections and work sites.
- k) All officers and staff took "**Rashtriya Ekta Diwas** (National Unity Day)" Pledge on 31.10.2020 at their respective worksites/offices/residences duly adhering to the guidelines/directions in respect of COVID-19 pandemic.
- l) **Constitution Day** was celebrated on 26/11/2020 to commemorate the adoption of the Constitution of India. During this celebration, the preamble to the Constitution was read out by CMD/Directors/HODs in the Corporate office and other officers and staff at their respective worksites/offices/ residences, reaffirming their commitment to uphold the ideology delineated in our constitution.

**m) ISO Certificates**

MRVC have received ISO Certificates for Occupational Health & Safety Management System (ISO 45001:2018) vide certificate No. IN87439C-1 and Environmental Management System (ISO 14001:2015) vide certificate No. IN87439B for implementation of Rail Infrastructure projects under MUTP in Mumbai area.

**n) Signing of Performance Memorandum of Understanding between MoR & MRVC**

Performance Memorandum of Understanding targets for financial year 2020-2021 were finalised by the Inter-Ministerial Committee of DPE and signed between Ministry of Railways and MRVC on 03.11.2020.

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