

INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF PACCHWARA COAL MINING PRIVATE LIMITED

Opinion

We have audited the accompanying Ind AS financial statements of **Pacchwarra Coal Mining Private Limited ("the Company")**, which comprise the Balance Sheet as at 31st March 2022, the Statement of Profit and Loss (including other comprehensive income) for the year then ended, the Cash Flows and the Statement of Changes in Equity for the year then ended and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the Ind AS financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ("Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015 as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2022, the loss for the year ended on that date.

Basis of Opinion

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

Management's Responsibility for the Financial Statements

K.P.RAO & CO

CHARTERED ACCOUNTANTS

K.P.RAO

K.VISWANATH K.P.SIDDHARTH
D..J.REBELLO V.NARAYANAN
H.N.ANIL S.PRASHANTH
MOHAN.R.LAVI P.RAVINDRANATH

'Poornima', II Floor
25 Madras Bank Road
Bangalore 560 001
Karnataka, India

Tel: 080 – 25587385, 25586814, 25594661
E Mail: info@kprao.co.in or admin@kprao.co.in

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

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

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

Auditor's Responsibility

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion.

Hyderabad Office: 6-3-652, D1, 3rd Floor, Kautilya, Somajiguda, Hyderabad 500 082, Telangana.
Phone: 040 –23322310, E Mail: info.hyderabad@kprao.co.in

Mysore Office: 74, 2nd Main, First Stage, Vijayanagar, Mysore 570 017. Phone: 0821 – 2517971. E Mail: info.mysore@kprao.co.in

Chennai Office: Flat 2A, Second Floor, 3/7, 8th Cross Street, Adayar, Chennai 600 020. Phone: 044 - 45511564. EMail:info.chennai@kprao.co.in

K.P.RAO & CO

CHARTERED ACCOUNTANTS

K.P.RAO

K.VISWANATH K.P.SIDDHARTH
D..J.REBELLO V.NARAYANAN
H.N.ANIL S.PRASHANTH
MOHAN.R.LAVI P.RAVINDRANATH

'Poornima', II Floor
25 Madras Bank Road
Bangalore 560 001
Karnataka, India

Tel: 080 – 25587385, 25586814, 25594661
E Mail: info@kprao.co.in or admin@kprao.co.in

The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Division has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Division's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosure are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Division to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

We also communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Hyderabad Office: 6-3-652, D1, 3rd Floor, Kautilya, Somajiguda, Hyderabad 500 082, Telangana.
Phone: 040 –23322310, E Mail: info.hyderabad@kprao.co.in

Mysore Office: 74, 2nd Main, First Stage, Vijayanagar, Mysore 570 017. Phone: 0821 – 2517971. E Mail: info.mysore@kprao.co.in

Chennai Office: Flat 2A, Second Floor, 3/7, 8th Cross Street, Adayar, Chennai 600 020. Phone: 044 - 45511564. EMail:info.chennai@kprao.co.in

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

Report on Other Legal and Regulatory Requirements

As required by the Companies (Independent Auditor's Report) Order, 2020 ("the Order") issued by the Central Government of India in terms of subsection (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, to the extent applicable.

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

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- c) The Balance Sheet, the Statement of Profit and Loss including other comprehensive income, the Cash Flow Statement and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account.
- d) In our opinion, the aforesaid Ind AS financial statements comply with the Indian Accounting Standards specified under Section 133 of the Act, read with Companies (Indian Accounting Standards) Rules, 2015, as amended.
- e) On the basis of the written representations received from the directors as on 31st March, 2022 taken on record by the Board of Directors, none of the directors are disqualified as on 31st March, 2022 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**".

K.P.RAO & CO

CHARTERED ACCOUNTANTS

K.P.RAO

K.VISWANATH K.P.SIDDHARTH
D..J.REBELLO V.NARAYANAN
H.N.ANIL S.PRASHANTH
MOHAN.R.LAVI P.RAVINDRANATH

'Poornima', II Floor
25 Madras Bank Road
Bangalore 560 001
Karnataka, India

Tel: 080 – 25587385, 25586814, 25594661
E Mail: info@kprao.co.in or admin@kprao.co.in

- g) The provisions of section 197 of the Act does not apply to the Company, hence reporting under Section 143(3)(g) is not required.
- h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company does not have any pending litigations which would impact its financial position in its Ind AS financial statements.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund.
 - iv. The Management has represented that, to the best of its knowledge and belief, as disclosed in the Note 20a to the accounts, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
 - v. The Management has represented, that, to the best of it's knowledge and belief, as disclosed in the Note 20b to the accounts, no funds have been received by the Company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
 - vi. Based on the audit procedures performed that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e) contain any material mis-statement.

Hyderabad Office: 6-3-652, D1, 3rd Floor, Kautilya, Somajiguda, Hyderabad 500 082, Telangana.
Phone: 040 –23322310, E Mail: info.hyderabad@kprao.co.in

Mysore Office: 74, 2nd Main, First Stage, Vijayanagar, Mysore 570 017. Phone: 0821 – 2517971. E Mail: info.mysore@kprao.co.in

Chennai Office: Flat 2A, Second Floor, 3/7, 8th Cross Street, Adayar, Chennai 600 020. Phone: 044 - 45511564. EMail:info.chennai@kprao.co.in

K.P.RAO & CO
CHARTERED ACCOUNTANTS

K.P.RAO
K.VISWANATH K.P.SIDDHARTH
D..J.REBELLO V.NARAYANAN
H.N.ANIL S.PRASHANTH
MOHAN.R.LAVI P.RAVINDRANATH

'Poornima', II Floor
25 Madras Bank Road
Bangalore 560 001
Karnataka, India
Tel: 080 – 25587385, 25586814, 25594661
E Mail: info@kprao.co.in or admin@kprao.co.in

- vii. The dividend including interim dividend paid during the year is in compliance with Section 123 of the Companies Act, 2013.

For **K.P.Rao & Co.**
Chartered Accountants
Firm Reg. No. 003135S
R m O H A N

Mohan R Lavi
Partner
Membership No. 029340
UDIN: **22029340AIQFHC9937**

Place: Bengaluru
Date: 2ND May 2022

Hyderabad Office: 6-3-652, D1, 3rd Floor, Kautilya, Somajiguda, Hyderabad 500 082, Telangana.
Phone: 040 –23322310, E Mail: info.hyderabad@kprao.co.in

Mysore Office: 74, 2nd Main, First Stage, Vijayanagar, Mysore 570 017. Phone: 0821 – 2517971. E Mail: info.mysore@kprao.co.in

Chennai Office: Flat 2A, Second Floor, 3/7, 8th Cross Street, Adayar, Chennai 600 020. Phone: 044 - 45511564. EMail: info.chennai@kprao.co.in

ANNEXURE - A TO THE INDEPENDENT AUDITORS' REPORT

The Annexure referred to in Independent Auditor's Report to the members of the Company on the financial statements for the year ended 31st March 2022, we report that:

- (i) (a) (A) The company is maintaining records showing full particulars, including quantitative details and situation of Property, Plant and Equipment;
- (B) the company is maintaining proper records showing full particulars of intangible assets;
- (b) the Property, Plant and Equipment have not been physically verified by the management during the year.
- (c) The title deeds of immovable properties held by the company are in the name of the Company.
- (d) The company has not revalued its Property, Plant and Equipment or Intangible Assets during the year.
- (e) According to the information and explanations given to us, no proceedings have been initiated or are pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.
- (ii) (a) the Company has no inventory.
- (b) the company has not been sanctioned working capital limits in excess of five crore rupees, in aggregate, from banks or financial institutions on the basis of security of current assets at any point of time during the year. Hence reporting under Para 3(ii)(b) is not applicable.
- (iii) The company has not made investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured,

K.P.RAO & CO
CHARTERED ACCOUNTANTS

K.P.RAO
K.VISWANATH K.P.SIDDHARTH
D..J.REBELLO V.NARAYANAN
H.N.ANIL S.PRASHANTH
MOHAN.R.LAVI P.RAVINDRANATH

'Poornima', II Floor
25 Madras Bank Road
Bangalore 560 001
Karnataka, India
Tel: 080 – 25587385, 25586814, 25594661
E Mail: info@kprao.co.in or admin@kprao.co.in

to companies, firms Limited Liability Partnerships or any other parties during the year, hence provisions under Para 3(iii) are not applicable to the company.

- (iv) The Company has not given loans, investments, guarantees and securities during the year. Accordingly, paragraph 3(iv) of the Order is not applicable to the Company.
- (v) According to the information and explanations given to us, the Company has not accepted deposits from the public.
- (vi) According to the information and explanations given to us, the Central Government has not prescribed maintenance of cost records under sub-section (1) of section 148 of the Companies Act, 2013 for any of the services rendered by the Company. Accordingly, paragraph 3(vi) of the Order is not applicable to the Company.
- (vii) (a) According to the information and explanations given to us and as per our verification of the records of the company, the company has been regular in depositing undisputed statutory dues including Income Tax, Cess and other statutory dues with the appropriate authorities during the year.
- (b) According to the information and explanations given to us and as per our verification of the records of the company, there are no disputed amounts of tax/duty that have not been deposited with appropriate authorities as at 31st March 2022
- (viii) According to the information and explanations given to us, there are no transactions not recorded in the books of accounts that were surrendered or disclosed as income during the year. Hence, reporting under Para 3(viii) is not applicable to the Company.

Hyderabad Office: 6-3-652, D1, 3rd Floor, Kautilya, Somajiguda, Hyderabad 500 082, Telangana.
Phone: 040 –23322310, E Mail: info.hyderabad@kprao.co.in

Mysore Office: 74, 2nd Main, First Stage, Vijayanagar, Mysore 570 017. Phone: 0821 – 2517971. E Mail: info.mysore@kprao.co.in

Chennai Office: Flat 2A, Second Floor, 3/7, 8th Cross Street, Adayar, Chennai 600 020. Phone: 044 - 45511564. EMail:info.chennai@kprao.co.in

K.P.RAO & CO

CHARTERED ACCOUNTANTS

K.P.RAO

K.VISWANATH K.P.SIDDHARTH
D..J.REBELLO V.NARAYANAN
H.N.ANIL S.PRASHANTH
MOHAN.R.LAVI P.RAVINDRANATH

'Poornima', II Floor
25 Madras Bank Road
Bangalore 560 001
Karnataka, India

Tel: 080 – 25587385, 25586814, 25594661
E Mail: info@kprao.co.in or admin@kprao.co.in

- (ix) (a) According to the information and explanations given to us, the company has not defaulted in repayment of dues to banks, financial institutions and debenture holders.
- (b) According to the information and explanations given to us, the company is not a declared wilful defaulter by any bank or financial institution or other lender.
- (c) The company does not have any term loans, hence the provisions of Para 3(ix)(c) are not applicable to the company.
- (d) According to the information and explanations given to us, and the procedures performed by us, and on an overall examination of the financial statements of the company, we report that no funds raised on short-term basis have been used for long-term purposes by the company.
- (e) According to the information and explanations given to us and procedures performed by us, the company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures.
- (f) According to the information and explanations given to us and procedures performed by us, the company has not raised any loans during the year on the pledge of securities held in its subsidiaries, joint ventures, or associate companies.
- (x) (a) The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year. Accordingly, paragraph 3 (ix)(a) of the Order is not applicable.
- (b) The Company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially, or optionally convertible) during the year. Accordingly, paragraph 3 (ix)(b) of the Order is not applicable.
- (xi) (a) According to the information and explanations given to us, no material fraud by the company or on the Company by its officers or employees has been noticed or reported during the course of our audit.

Hyderabad Office: 6-3-652, D1, 3rd Floor, Kautilya, Somajiguda, Hyderabad 500 082, Telangana.
Phone: 040 –23322310, E Mail: info.hyderabad@kprao.co.in

Mysore Office: 74, 2nd Main, First Stage, Vijayanagar, Mysore 570 017. Phone: 0821 – 2517971. E Mail: info.mysore@kprao.co.in

Chennai Office: Flat 2A, Second Floor, 3/7, 8th Cross Street, Adayar, Chennai 600 020. Phone: 044 - 45511564. EMail: info.chennai@kprao.co.in

K.P.RAO & CO
CHARTERED ACCOUNTANTS

K.P.RAO
K.VISWANATH K.P.SIDDHARTH
D..J.REBELLO V.NARAYANAN
H.N.ANIL S.PRASHANTH
MOHAN.R.LAVI P.RAVINDRANATH

'Poornima', II Floor
25 Madras Bank Road
Bangalore 560 001
Karnataka, India
Tel: 080 – 25587385, 25586814, 25594661
E Mail: info@kprao.co.in or admin@kprao.co.in

(b) We have not filed any report under sub-section (12) of section 143 of the Companies Act in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors)

Rules, 2014 with the Central Government.

(c) As represented to us by the Management, there are no no whistle-blower complaints received by the company during the year.

(xii) The company is not a Nidhi Company and therefore the provisions of Para 3(xii) of the Companies (Auditors Report), 2020 are not applicable.

(xiii) According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the Financial Statements etc., as required by the applicable accounting standards.

(xiv) (a) The company has an internal audit system commensurate with the size and nature of its business.

(b) We have considered the internal audit reports of the company issued till date, for the period under audit.

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

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

(b) According to the information and explanations given to us, the company has not conducted any Non-Banking Financing or Housing Finance activities during the year.

(c) The company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Accordingly the provisions of

Hyderabad Office: 6-3-652, D1, 3rd Floor, Kautilya, Somajiguda, Hyderabad 500 082, Telangana.
Phone: 040 –23322310, E Mail: info.hyderabad@kprao.co.in

Mysore Office: 74, 2nd Main, First Stage, Vijayanagar, Mysore 570 017. Phone: 0821 – 2517971. E Mail: info.mysore@kprao.co.in

Chennai Office: Flat 2A, Second Floor, 3/7, 8th Cross Street, Adayar, Chennai 600 020. Phone: 044 - 45511564. EMail:info.chennai@kprao.co.in

K.P.RAO & CO
CHARTERED ACCOUNTANTS

K.P.RAO
K.VISWANATH K.P.SIDDHARTH
D..J.REBELLO V.NARAYANAN
H.N.ANIL S.PRASHANTH
MOHAN.R.LAVI P.RAVINDRANATH

'Poornima', II Floor
25 Madras Bank Road
Bangalore 560 001
Karnataka, India
Tel: 080 – 25587385, 25586814, 25594661
E Mail: info@kprao.co.in or admin@kprao.co.in

Para 3(xvi)(c) are not applicable to the company.

(d) As per the information and explanations given to us, there are no Core Investment Companies as part of the Group. Accordingly the provisions of Para 3(xvi)(d) is not applicable to the company.

(xvii) The company has not incurred any cash losses during the year.

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

(xix) According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the company as and when they fall due.

Hyderabad Office: 6-3-652, D1, 3rd Floor, Kautilya, Somajiguda, Hyderabad 500 082, Telangana.
Phone: 040 –23322310, E Mail: info.hyderabad@kprao.co.in

Mysore Office: 74, 2nd Main, First Stage, Vijayanagar, Mysore 570 017. Phone: 0821 – 2517971. E Mail: info.mysore@kprao.co.in

Chennai Office: Flat 2A, Second Floor, 3/7, 8th Cross Street, Adayar, Chennai 600 020. Phone: 044 - 45511564. EMail: info.chennai@kprao.co.in

K.P.RAO & CO
CHARTERED ACCOUNTANTS

K.P.RAO
K.VISWANATH K.P.SIDDHARTH
D..J.REBELLO V.NARAYANAN
H.N.ANIL S.PRASHANTH
MOHAN.R.LAVI P.RAVINDRANATH

'Poornima', II Floor
25 Madras Bank Road
Bangalore 560 001
Karnataka, India
Tel: 080 – 25587385, 25586814, 25594661
E Mail: info@kprao.co.in or admin@kprao.co.in

(xx) The company has unspent amounts from its CSR obligation which will be transferred to a fund specified in Schedule VII to the Companies Act, 2013 within a period of six months of the expiry of the financial year in compliance with second proviso to sub-section (5) of section 135 of the said Act

for **K.P.Rao & Co.**
Chartered Accountants
Firm Reg. No. 003135S

R mOHAN

Mohan R Lavi
Partner
Membership No. 029340
UDIN: **22029340AIQFHC9937**

Place: Bengaluru
Date: 2nd May 2022

Hyderabad Office: 6-3-652, D1, 3rd Floor, Kautilya, Somajiguda, Hyderabad 500 082, Telangana.
Phone: 040 –23322310, E Mail: info.hyderabad@kprao.co.in

Mysore Office: 74, 2nd Main, First Stage, Vijayanagar, Mysore 570 017. Phone: 0821 – 2517971. E Mail: info.mysore@kprao.co.in

Chennai Office: Flat 2A, Second Floor, 3/7, 8th Cross Street, Adayar, Chennai 600 020. Phone: 044 - 45511564. EMail: info.chennai@kprao.co.in

ANNEXURE B TO INDEPENDENT AUDITORS' REPORT

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

We have audited the internal financial controls over financial reporting of the Company as at 31st March 2022 in conjunction with our audit of the Balance Sheet as at 31st March 2022, the statement of profit and loss annexed for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditor's 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 and the Standards on Auditing ('the Standards'), issued by the ICAI and deemed to be prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls, both issued by the ICAI. 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

K.P.RAO & CO

CHARTERED ACCOUNTANTS

K.P.RAO
K.VISWANATH K.P.SIDDHARTH
D..J.REBELLO V.NARAYANAN
H.N.ANIL S.PRASHANTH
MOHAN.R.LAVI P.RAVINDRANATH

'Poornima', II Floor
25 Madras Bank Road
Bangalore 560 001
Karnataka, India
Tel: 080 – 25587385, 25586814, 25594661
E Mail: info@kprao.co.in or admin@kprao.co.in

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. This includes those policies and procedures that:

- i) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company;
- ii) 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
- iii) 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.

Hyderabad Office: 6-3-652, D1, 3rd Floor, Kautilya, Somajiguda, Hyderabad 500 082, Telangana.
Phone: 040 –23322310, E Mail: info.hyderabad@kprao.co.in

Mysore Office: 74, 2nd Main, First Stage, Vijayanagar, Mysore 570 017. Phone: 0821 – 2517971. E Mail: info.mysore@kprao.co.in

Chennai Office: Flat 2A, Second Floor, 3/7, 8th Cross Street, Adayar, Chennai 600 020. Phone: 044 - 45511564. EMail: info.chennai@kprao.co.in

K.P.RAO & CO
CHARTERED ACCOUNTANTS

K.P.RAO
K.VISWANATH K.P.SIDDHARTH
D..J.REBELLO V.NARAYANAN
H.N.ANIL S.PRASHANTH
MOHAN.R.LAVI P.RAVINDRANATH

'Poornima', II Floor
25 Madras Bank Road
Bangalore 560 001
Karnataka, India
Tel: 080 – 25587385, 25586814, 25594661
E Mail: info@kprao.co.in or admin@kprao.co.in

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 maintained, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March 2022, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India. However, the existing policies, systems, procedures and internal controls followed by the Company have to be completely and appropriately documented.

*for***K.P.Rao & Co.**
Chartered Accountants
Firm Reg. No. 003135S

R mOHAN

Mohan R Lavi
Partner
Membership No. 029340

UDIN: **22029340AIQFHC9937**

Place: Bangalore
Date: 2nd May 2022

Hyderabad Office: 6-3-652, D1, 3rd Floor, Kautilya, Somajiguda, Hyderabad 500 082, Telangana.
Phone: 040 –23322310, E Mail: info.hyderabad@kprao.co.in

Mysore Office: 74, 2nd Main, First Stage, Vijayanagar, Mysore 570 017. Phone: 0821 – 2517971. E Mail: info.mysore@kprao.co.in

Chennai Office: Flat 2A, Second Floor, 3/7, 8th Cross Street, Adayar, Chennai 600 020. Phone: 044 - 45511564. EMail:info.chennai@kprao.co.in

Hyderabad Office: 6-3-652, D1, 3rd Floor, Kautilya, Somajiguda, Hyderabad 500 082, Telangana.
Phone: 040 –23322310, E Mail: info.hyderabad@kprao.co.in

Mysore Office: 74, 2nd Main, First Stage, Vijayanagar, Mysore 570 017. Phone: 0821 – 2517971. E Mail: info.mysore@kprao.co.in

Chennai Office: Flat 2A, Second Floor, 3/7, 8th Cross Street, Adayar, Chennai 600 020. Phone: 044 -
45511564. EMail: info.chennai@kprao.co.in

PACHHWARA COAL MINING PRIVATE LIMITED
Hyderabad

(CIN NO:U10200TG2016PTC110024)

BALANCE SHEET AS AT MARCH 31, 2022

(₹ in Lakhs)

	NOTE	AS AT MARCH 31, 2022		AS AT MARCH 31, 2021	
ASSETS					
Non Current Assets					
Property, Plant and Equipment	3	0.04		0.08	
Other Financial Assets	4	202.97		169.76	
			203.01		169.84
Current Assets					
Financial Assets					
Trade Receivables	5	2,364.62		2,235.30	
Cash and Cash Equivalents	6	7.86		65.10	
Other Current Assets	7	3,733.70		2,824.55	
Total Current Assets			6,106.18		5,124.95
Total Assets			6,309.19		5,294.79
EQUITY AND LIABILITIES					
EQUITY					
Equity Share Capital	8	20.00		20.00	
Other Equity	9	1,150.96		911.33	
Total Equity			1,170.96		931.33
LIABILITIES					
Current Liabilities					
Financial Liabilities					
Trade Payables	10	2,153.97		1,990.29	
Other Current Liabilities	11	2,984.26		2,373.17	
Total Current Liabilities			5,138.23		4,363.46
Total Equity and Liabilities			6,309.19		5,294.79
Company information and Significant accounting policies	1 & 2				

accompanying notes forming part of financial statements 3 to 26

As per our Report of even date attached

for K.P. RAO & CO

Chartered Accountants

FRN 003135S

R m O RAO text here

Mohan R Lavi
Partner
Membership No. 029340

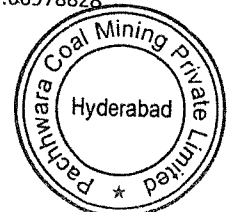
Bangalore, Dt: 02.05.2022

For PACHHWARA COAL MINING PRIVATE LIMITED

R.S. RAJU
R.S. RAJU
Director
DIN NO:00037918

Hyderabad, Dt: 02.05.2022

ROHIT REDDY BATHINA
Director
DIN NO:06978828



PACHHWARA COAL MINING PRIVATE LIMITED
Hyderabad

(CIN NO:U10200TG2016PTC110024)

STATEMENT OF PROFIT AND LOSS FOR THE PERIOD ENDED MARCH 31,2022

(₹ in Lakhs)

	NOTE	PERIOD ENDED MARCH 31, 2022		PERIOD ENDED MARCH 31, 2021	
REVENUE					
Revenue from Operations	12	86,485.81		29,454.85	
Other Income	13	5.84		1.40	
Total Revenue			86,491.65		29,456.25
EXPENSES					
Sub Contractors Work Bills	14	79,566.95		27,098.46	
Other Construction Expenses	15	3,459.43		1,178.19	
Employee Benefits Expense	16	68.27		66.96	
Financial Costs	17	0.10		1.33	
Depreciation and amortisation expenses	3	0.03		0.12	
Other Expenses	18	13.28		5.54	
Total Expenses			83,108.06		28,350.60
Profit/(Loss) Before Tax			3,383.59		1,105.65
Tax Expenses					
- Current Tax			853.96		278.30
Profit/(Loss) for the Year			2,529.63		827.35
Other Comprehensive Income			-		
Total Comprehensive Income			2,529.63		827.35
Earning per Share of face Value of Rs.10.00 each	22		1,264.82		413.68
Company information and Significant accounting policies	1 & 2				

accompanying notes forming part of financial statements 3 to 22

As per our Report of even date attached

for K.P. RAO & CO

Chartered Accountants

FRN 0031355

R MOHAN

Mohan R Lavi

Partner

Membership No. 029340

Bangalore, Dt: 02.05.2022

For PACHHWARA COAL MINING PRIVATE LIMITED

R.S.RAJU

R.S.RAJU

Director

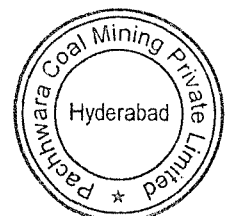
DIN NO:00037918

ROHIT REDDY BATHINA

Director

DIN NO:06978828

Hyderabad, Dt: 02.05.2022



PACHHWARA COAL MINING PRIVATE LIMITED
CASH FLOW STATEMENT FOR THE PERIOD ENDED MARCH 31, 2022

(₹ in Lakhs)

	Period Ended March 31, 2022	Period Ended March 31, 2021
A. Cash flow from operating activities		
Profit/(Loss) Before Tax	3,383.59	1,105.65
Adjustments:		
Depreciation	0.03	0.12
Operating profit / (loss) before working capital changes	3,383.62	1,105.77
Changes in working capital:		
Adjustments for (increase) / decrease in Current assets		
Trade Receivables	(129.32)	925.87
Other Current Assets	(909.15)	(2,962.21)
Adjustments for increase / (decrease) in Current liabilities:		
Trade Payables	163.68	(1,083.81)
Other Current Liabilities	611.09	2,051.84
Changes in working capital	(263.70)	(1,068.31)
Cash generated from operations	3,119.92	37.46
Net income tax (paid) / refunds	(887.17)	-
Net cash flows generated / (used) in operating activities (A)	2,232.75	37.46
B. Cash flow from investing activities		
Purchase of Fixed Assets	-	-
Net cash flow from investing activities (B)	-	-
C. Cash flow from financing activities		
Proceeds from issue of share Capital	-	-
Dividend Paid	(2,290.00)	-
Net cash flow from financing activities (C)	(2,290.00)	-
Net increase in Cash and cash equivalents (A + B + C)	(57.25)	37.46
Cash and cash equivalents at the beginning of the period	65.10	27.64
Cash and cash equivalents at the end of the period	7.86	65.10
Notes:		
1. The Cash Flow Statement is prepared in accordance with the indirect method and presents the cash flows by operating, investing and financing activities.		
2. Accompanying notes on accounts form an integral part of the Cash Flow Statement.		
3. Figures in bracket represents cash outflows.		

As per our Report of even date attached
for K.P. RAO & CO
Chartered Accountants
FRN 0031355

R MOHAN

Mohan R Lavi
Partner
Membership No. 029340

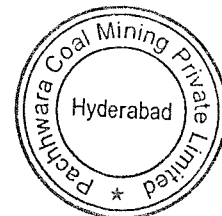
Bangalore, Dt: 02.05.2022

for and on behalf of the Board of
PACHHWARA COAL MINING
PRIVATE LIMITED
(CIN NO:U10200TG2016PTC110024)

R.S RAJU
R.S RAJU
Director
DIN: 00037918

ROHIT REDDY BATHINA
Director
DIN: 06978828

Hyderabad, Dt: 02.05.2022



PACHHWARA COAL MINING PRIVATE LIMITED
STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED MARCH 31, 2022

Equity Share Capital		(₹ in Lakhs)
Description	Total	
Opening Balance as on 01.04.2020	20.00	
Add : Shares issued during the year 2020-21	-	
Balance as at March 31, 2021	20.00	
Add : Shares issued during the year 2021-22	-	
Balance as at March 31, 2022	20.00	

Other Equity			
Description	Retained Earnings	Other Comprehensive Income	Total
Opening Balance as on 01.04.2020	83.98		83.98
Total comprehensive income for the year	827.35		827.35
Balance at the end of the March 31, 2021	911.33	-	911.33
Total comprehensive income for the period	2,529.63		2,529.63
Dividends	(2,290.00)		(2,290.00)
Balance at the end of the March 31, 2022	1,150.96	-	1,150.96

Accompanying notes form an integral part of the financial statements

In terms of our report attached
for K.P. RAO & CO
Chartered Accountants
FRN 003135S

R MOHAN

Mohan R Lavi
Partner
Membership No. 029340

Bangalore, Dt: 02.05.2022

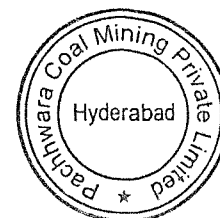
for and on behalf of the Board of
PACHHWARA COAL MINING PRIVATE LIMITED
(CIN NO:U10200TG2016PTC110024)

R.S RAJU

R.S RAJU
Director
DIN: 00037918

ROHIT REDDY BATHINA
Director
DIN NO:06978828

Hyderabad, Dt: 02.05.2022



PACHHWARA COAL MINING PRIVATE LIMITED

Notes forming part of Financial statements

1. Corporate Information

The company is a Special Purpose Vehicle (SPV) formed for carrying on the business of Mine Developer and Operator (MDO) for Development and Operation of the Pachhwara North Coal Block located in the state of Jharkhand awarded by the West Bengal Power Corporation Limited. The scope of the business to be carried on by the company as an MDO shall include Drilling and blasting, Excavation & Transportation of Overburden, Mining and Transportation of Coal, Coal Handling and allied activities, Construction of required infrastructure, undertaking community development and welfare activities of the social community.

2. Significant accounting policies:

2.1 Statement of Compliance:

These financial statements have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 (as amended from time to time).

2.2 Basis for preparation of financial statements:

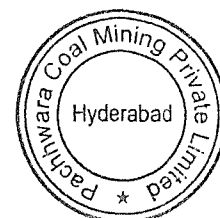
These financial statements are prepared in accordance with Indian Accounting Standards (Ind AS) under the historical cost convention on the accrual basis except for certain financial instruments which are measured at fair values, the provisions of the Companies Act, 2013 ('Act') (to the extent notified) and guidelines issued by the Securities and Exchange Board of India (SEBI). The Ind AS are prescribed under Section 133 of the Act read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 (as amended from time to time). Historical cost is generally based on the fair value of the consideration given in exchange for goods and services.

2.3 Use of Estimates:

The preparation of financial statements requires the management of the Company to make estimates and assumptions to be made that affect the reported amounts of assets and liabilities on the date of financial statements, disclosure of contingent liabilities as at the date of the financial statements, and the reported amounts of income and expenses during the reported period. Changes in estimates are reflected in the financial statements in the period in which changes are made and, if material, their effects are disclosed in the financial statements.

2.4 Property, Plant & Equipment:

Property, Plant & Equipment are stated at actual cost less accumulated depreciation and net of impairment. The actual cost capitalised includes material cost, freight, installation cost, duties and taxes, eligible borrowing costs and other incidental expenses incurred during the construction / installation stage.



Depreciation / amortization of Property, Plant & Equipment:

Depreciable amount for assets is the cost of an asset, or other amount substituted for cost, less its estimated residual value. Depreciation / amortisation on Property, Plant & Equipment including assets taken on lease, other than freehold land is charged based on straight line method on an estimated useful life as assessed based on technical advice, considering the nature of the asset, estimated usage of the asset, the operating conditions of the asset, past history of replacement, anticipated technological changes, manufacturers warranties and maintenance support, etc.

Depreciation is provided on straight line method , in the manner stated in schedule II to the Companies Act 2013 and as per the useful lifes stated in part C to the said Schedule.

The estimated useful lives and residual values of the tangible assets are reviewed at the end of each reporting period, with the effect of any changes in estimate accounted for on a prospective basis.

2.5 Impairment of Assets:**i) Financial assets**

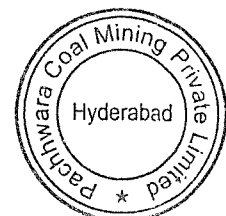
Company assesses at each balance sheet date whether there is objective evidence that a financial asset or a group of financial assets is impaired. A financial asset is considered to be impaired if objective evidence indicates that one or more events have had a negative effect on the estimated future cash flows of that asset.

Impairment loss on financial assets carried at amortised cost is measured at the difference between the asset's carrying amount and the present value of estimated future cash flows, discounted at the financial asset's original effective interest rate. In a subsequent period, if the amount of impairment loss decreases and the decreases can be related objectively to an event, the previously recognised impairment is reversed through profit or loss.

ii) Non-financial assets**Property, Plant & Equipment**

Property, Plant and Equipment with finite life are evaluated for recoverability whenever there is any indication that their carrying amounts may not be recoverable. If any such indication exists, the recoverable amount (i.e. higher of the fair value less cost to sell and the value-in-use) is determined on an individual asset basis unless the asset does not generate cash flows that are largely independent of those from other assets. In such cases, the recoverable amount is determined for the cash generating unit (CGU) to which the asset belongs.

If the recoverable amount of an asset (or CGU) is estimated to be less than its carrying amount, the carrying amount of the asset (or CGU) is reduced to its recoverable amount. An impairment loss is recognised in the profit or loss.



2.6 Financial Instruments

Financial assets and liabilities are recognised when the Company becomes a party to the contractual provisions of the instrument.

Financial assets and liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value measured on initial recognition of financial asset or financial liability.

Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognised in profit or loss.

Non-derivative financial instruments

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.

Financial assets at amortised cost

Financial assets are subsequently measured at amortised cost if these financial assets are held within a business whose objective is to hold these assets in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Financial assets at fair value

Financial asset not measured at amortised cost is carried at fair value through profit or loss (FVTPL) on initial recognition, unless the company irrevocably elects on initial recognition to present subsequent changes in fair value in other comprehensive income.

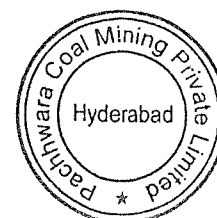
The Company, on initial application of IND AS 109 *Financial Instruments*, has made an irrevocable election to present in other comprehensive income subsequent changes in fair value of equity instruments not held for trading.

Financial asset at FVTPL are measured at fair values at the end of each reporting period, with any gains or losses arising on remeasurement recognised in profit or loss.

Financial liabilities

Financial liabilities at fair value through profit and loss are stated at fair value, with any gains or losses arising on remeasurement recognised in profit and loss.

For trade and other payables maturing within one year from the Balance Sheet date, the carrying amounts approximate fair value due to the short maturity of these instruments.



2.7 Revenue

The management consider that this output method is an appropriate measure of the progress towards complete satisfaction of these performance obligations under Ind AS 115. Revenue on Claims and variations are recognized as revenue when the customer accepts the claims and variations.

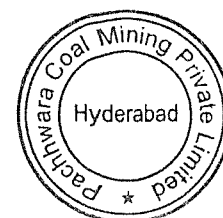
2.8 Earnings per Share:

Basic earnings/ (loss) per share are calculated by dividing the net profit / (loss) for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. The weighted average number of equity shares outstanding during the period are adjusted for any bonus shares issued during the year and also after the Balance Sheet date but before the date the financial statements are approved by the Board of Directors.

2.9 Provision, Contingent Liabilities and Contingent Assets:

A provision is recognized when the Company has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which reliable estimate can be made. If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

Contingent Liabilities and Contingent Assets are not recognized in the financial statements.

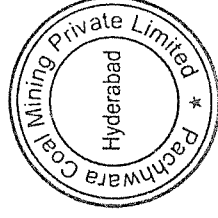


PACHHWARA COAL MINING PRIVATE LIMITED
Notes forming part of Financial statements for the period ended March 31, 2022

3. Property, P & M and Office Equipment

(in ₹)

S.No	Tangible Assets	Gross Block at cost				Depreciation			Net Block	
		As at April 01, 2021	Additions	Disposals / Discarded	As at March 31, 2022	up to March 31, 2021	Depreciation for the year	Disposals / Discarded	As at March 31, 2022	As at March 31, 2021
1	Office Equipment	87,800.00	-	-	87,800.00	80,114.65	2,847.64		4,837.71	7,685.35
	Total	87,800.00	-	-	87,800.00	80,114.65	2,847.64	-	4,837.71	7,685.35



PACHHWARA COAL MINING PRIVATE LIMITED
Notes forming part of Financial statements

(₹ in Lakhs)

	As at March 31, 2022	As at March 31, 2021
4 Other Financial Assets		
TDS	1,335.25	486.81
Provision for Income Tax	1,132.28	317.05
Total	202.97	169.76
5 Trade Receivables	2,364.62	2,235.30
Total	2,364.62	2,235.30
5.1 Classification of Trade Receivables		
a) Non- Current	-	-
b) Current	2,364.62	2,235.30
Total	2,364.62	2,235.30

5.2 Trade Receivables (Both Current and Non Current)

Trade Receivables ageing schedule

(₹ in Lakhs)

Particulars	Outstanding for following periods from due date of payment #					Total
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade receivables - Considered good	2,310.49	54.13				2,364.62
(ii) Undisputed Trade receivables - which have significant increase in credit risk						-
(iii) Undisputed Trade receivables - credit impaired						-
(iv) Disputed Trade receivables - Considered good						-
(v) Disputed Trade receivables - which have significant increase in credit risk						-
(vi) Disputed Trade receivables - credit impaired						-

6 Cash and Cash Equivalents

Balances with Scheduled Banks

In Current Accounts

Total

7.86

65.10

7.86

65.10

7 Other Current Assets

Goods and Service Tax credit receivable

Retention Money Dept.

Withheld Dept.

Deposits

Total

770.34

518.11

2,952.11

2,295.19

11.15

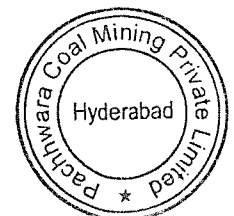
11.15

0.10

0.10

3,733.70

2,824.55



PACHHWARA COAL MINING PRIVATE LIMITED
Notes forming part of Financial statements

	(₹ in Lakhs)			
	As at March 31, 2022		As at March 31, 2021	
	Number of Shares	Amount	Number of Shares	Amount
8 Share Capital				
Authorised				
Equity Shares of ₹ 10/- each	2,00,000	20.00	2,00,000	20.00
Issued, Subscribed and Fully Paid up				
Equity Shares of ₹ 10/- each	2,00,000	20.00	2,00,000	20.00
Total	2,00,000	20.00	2,00,000	20.00

8.1 Reconciliation of the numbers of shares and amount outstanding at the beginning and end of the reporting period

	As at March 31, 2022		As at March 31, 2021	
	Number of Shares	Amount	Number of Shares	Amount
Equity Shares of ₹ 10/- each fully paid up				
Balance at the beginning of the period	2,00,000	20.00	2,00,000	20.00
Add: Allotment made during the period				
Balance at the end of the period	2,00,000	20.00	2,00,000	20.00

8.2 Rights, preferences and restrictions attached to equity shares

The equity shares of the Company having par value of ₹ 10/- per share rank pari passu in all respects including voting rights and entitlement to dividend. Repayment of the capital in the event of winding up of the Company will inter alia be subject to the provisions of Companies Act 2013, the Articles of Association of the Company and as may be determined by the Company in General Meeting prior to such winding up.

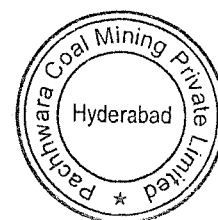
8.3 Details of shares held by the holding company and subsidiaries of the holding company

	As at March 31, 2022		As at March 31, 2021	
	Number of Shares	Amount	Number of Shares	Amount
Equity Shares of ₹ 10/- each fully paid up				
NCC Limited	1,02,000	10.20	1,02,000	10.20
BGR Mining & Infra Limited	98,000	9.80	98,000	9.80

8.4 Details of shares held by each shareholders holding more than 5% shares in the Company

	As at March 31, 2022		As at March 31, 2021	
	Number of Shares	%	Number of Shares	%
Equity Shares of ₹ 10/- each fully paid up				
NCC Limited	1,02,000	51%	1,02,000	51%
BGR Mining & Infra Limited	98,000	49%	98,000	49%

	(₹ in Lakhs)	
	As at March 31, 2022	As at March 31, 2021
9 Other Equity		
Opening balance	911.33	83.98
Profit for the Period 01.04.2021 to 31.03.2021	2,529.63	827.35
Less:-Dividend distributed to equity Share holders	2,290.00	-
Total	1,150.96	911.33



PACHHWARA COAL MINING PRIVATE LIMITED
Notes forming part of Financial statements

(₹ in Lakhs)

	As at March 31, 2022	As at March 31, 2021
10 Trade Payables		
Trade Payables-Others	237.72	39.03
Trade Payables-Purchases	-	107.34
Trade Payables-Sub Contractors	1,916.25	1,843.92
Total	2,153.97	1,990.29

Note: The Company donot have any dues to Micro, Small Medium Enterprises, hence no disclosure is required

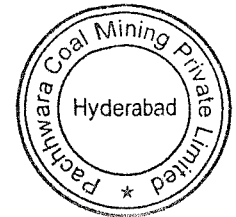
10.1 Trade Payables ageing schedule

(₹ in Lakhs)

Particulars	Outstanding for following periods from due date of payment #					Total
	Less than 1 year	1-2 years	2-3 years	2-3 years	More than 3 years	
(i)MSME						
(ii)Others	2,153.97					2,153.97
(iii)Disputed dues - MSME						
(iv)Disputed dues - Others						

11 Other Current Liabilities

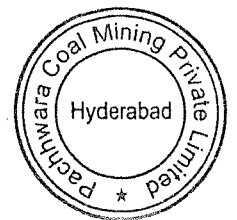
Advances from Holding Company	0.04	0.29
Withheld Sub-Cont.	13.33	13.33
Retention Money - Sub Cont.	2,952.11	2,295.19
Outstanding liabilities	17.57	11.06
TDS & Other Statutory Payables	1.21	53.30
Total	2,984.26	2,373.17



PACHHWARA COAL MINING PRIVATE LIMITED
Notes to the financial statements

(₹ in Lakhs)

		Period Ended March 31, 2022		Year Ended March 31, 2021	
12	Revenue from Operations		86,485.81		29,454.85
13	Other Income		5.84		1.40
14	Sub Contract Expenses		79,566.95		27,098.46
15	Other Construction Expenses Technical Consultation Charges		3,459.43		1,178.19
16	Employee Benefits Expense Salaries and Other Benefits	68.27		66.96	
	Total		68.27		66.96
17	Finance Costs Other Borrowing Costs Commission on - BGs & Other Bank Charges Interest to others	0.10 -		0.04 1.29	
	Total		0.10		1.33
			0.10		1.33
18	Other Expenses Rent Travelling and Conveyance Office Maintenance Profession Tax (company) Postage, Telegrams and Telephones Printing and Stationery Legal and Professional Charges General Expenses Filling Charges Auditors' Remuneration Provision for Doubtful Trade Receivables / Advances / EMD C S R Expenses		- - 0.03 0.04 0.06 - 3.34 0.20 0.13 0.65 8.83		- 0.20 0.06 - 0.06 0.02 4.78 0.10 0.12 0.20 5.54
	Total		13.28		5.54
18.1	Auditors' Remuneration (Excluding Taxes thereon) Statutory Audit fee Tax Audit fee		0.35 0.30		0.20 -



PACHHWARA COAL MINING PRIVATE LIMITED
Notes forming part of Financial statements

19 Fair value measurements

(₹ in Lakhs)

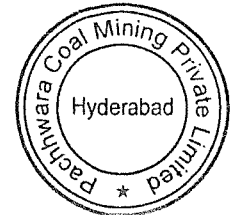
Fair value of financial assets and financial liabilities that are not measured at fair value (but fair value disclosures are required)

	Fair value hierarchy	As at March 31, 2022		As at March 31, 2021	
		Carrying amount	Fair value	Carrying amount	Fair value
Financial assets					
Financial assets at amortised cost:					
- Cash and cash equivalents	Level 2	7.82	7.82	65.10	65.10
- Trade Receivables	Level 2	2,364.62	2,364.62	2,235.30	2,235.30
Financial liabilities					
Financial liabilities at amortised cost:					
- Other financial liabilities	Level 2	237.72	237.72	146.36	146.36
- Trade Payables	Level 2	1,916.25	1,916.25	1,843.92	1,843.92

The fair values of the financial assets and financial liabilities included above have been determined in accordance with generally accepted pricing models.

20 Financial Ratios

Ratios	Numerator	Denominator	FY 2021-22	FY 2020-21	Variance	% Variance
(a) Current Ratio,	Current Assets	Current Liabilities	1.19	1.17	0.01	1.17%
(b) Debt-Equity Ratio	Debt	Equity	- NA -			NA
(c) Debt Service Coverage Ratio	Net Profit + Dep + Interest cost	Interest Service	- NA -			NA
(d) Return on Equity Ratio	Net Profit	Average Shareholder's Equity	2.41	1.60	0.81	33.59%
(e) Inventory turnover ratio	Sales	Average Inventory	- NA -			NA
(f) Trade Receivables turnover ratio	Revenue from Operations	Average Trade Receivables	37.60	10.92	26.69	70.97%
(g) Trade payables turnover ratio	Expenses for Trade paybles	Average Trade Payables	38.40	10.70	27.70	72.13%
(h) Net capital turnover ratio	Revenue from Operations	Average Working Capital	100.02	82.69	17.33	17.32%
(i) Net profit ratio	Net Profit	Revenue from Operations	2.92%	2.81%	0.00	3.97%
(j) Return on Capital employed	Net Profit	Total Capital Employed	292.52%	232.22%	0.60	20.62%



PACHHWARA COAL MINING PRIVATE LIMITED
Notes forming part of Financial statements

21 Related Party Transactions

21.1 Following is the list of related party and relationships

Related Party	Relationship
NCC Limited	Holding Company
BGR Mining & Infra Ltd	Enterprise having Significant Influence
R.S.RAJU	Key Managerial Personnel
ROHIT REDDY BATHINA	Key Managerial Personnel

	Period ended March 31, 2022	Year ended March 31, 2021
--	--------------------------------	------------------------------

21.2 Transactions during the year with related parties

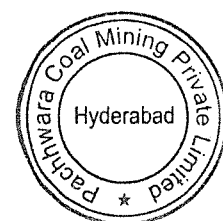
A. Trade Payables - O & M Bills		
BGR Mining & Infra Limited	83,845.13	26,322.87
B. Trade Payables - O & M Bill Payments		
BGR Mining & Infra Limited	83,773.08	26,966.77
C. Consultancy Charges - Claimed		
NCC Limited	1,868.09	687.26
BGR Mining & Infra Limited	1,868.09	687.26
D. Consultancy Charges - Paid		
NCC Limited	1,868.09	687.26
BGR Mining & Infra Limited	1,868.09	783.97
E. Trade Payables - Others - Royalty Paid		
NCC Limited	872.36	1,574.39
BGR Mining & Infra Limited	26,710.33	13,338.33
F. Trade Payables - Others - Royalty Reimbursed		
NCC Limited	872.36	1,574.39
BGR Mining & Infra Limited	26,510.33	13,682.13
G. Dividend Payable		
NCC Limited	1,167.90	-
BGR Mining & Infra Limited	1,122.10	-
H. Dividend Paid		
NCC Limited	1,051.11	-
BGR Mining & Infra Limited	1,009.89	-
I. Other Expenses		
NCC Limited	-0.25	-5.26
BGR Mining & Infra Limited	-	-179.46

21.3 Credit Balances as at end of the year March 31, 2022

NCC Limited		
Trade payables	0.00	-
Advance Amount	0.04	0.29
Total	0.04	0.29
BGR Mining & Infra Limited		
Trade payables	1,916.25	1,843.92
Advance-Current A/c.BGR	-	-
Trade payables - Others:		
Consultancy charges	0.00	-
Royalty Payable	237.72	37.72
Withheld Sub Contractors (BGR)	13.33	13.33
Total	2,167.30	1,894.97

22 Earning Per Share

	Period ended March 31, 2022	Period ended March 31, 2021
Net Profit after tax available for equity shareholders	(₹ in lakhs) 2,529.63	(₹ in lakhs) 827.35
Weighted average number of equity shares for basic and diluted EPS	(in Nos.) 2,00,000	(in Nos.) 2,00,000
Face Value per share	(in ₹) 10.00	(in ₹) 10.00
Basic and Diluted EPS	(in ₹) 1,264.82	(in ₹) 413.68



PACHHWARA COAL MINING PRIVATE LIMITED
Notes forming part of Financial statements

23 Financial instruments

Capital management

The Company's financial strategy aims to support its strategic priorities and provide adequate capital to its businesses for growth and creation of sustainable stakeholder value. The Company funds its operations through issue of equity capital.

For the purpose of capital management, capital includes issued equity capital and revenue reserves. There is no debt on the Company.

The following table summarises the capital of the Company:

(₹ in Lakhs)

	As at March 31, 2022	As at March 31, 2021
Equity	20.00	20.00
Cash and cash equivalents	7.82	65.10
Net debt	7.82	65.10
Total capital (equity + net debt)	27.82	85.10

Categories of financial instruments

(₹ in Lakhs)

	As at March 31, 2022	As at March 31, 2021
Financial assets		
Measured at amortised cost		
Cash and bank balances	7.82	65.10
Trade Receivables	2,364.62	2,235.30
Financial liabilities		
Measured at amortised cost		
Trade Payables	2,153.97	1,990.29

Financial risk management objectives

The company's business activities are currently not exposed to any variety of financial risk viz., market risk, credit risk and liquidity risk.

Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. During the current period, the Company has no financial instruments whose fair values are susceptible to change due to market prices.

Interest rate risk

The Company has not dealt in any debt instruments during the year. Hence there is no interest rate risk applicable to the Company.

Equity risks

The Company does not currently have any investments into equity instruments. There are no equity risks applicable to the Company presently.

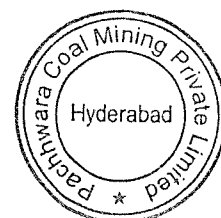
Credit risk management

Credit Risk refers to the risk for a counter party default on its contractual obligation resulting a financial loss to the company. The maximum exposure of the financial assets represents amounts recoverable in the nature of reimbursement of expenses from related parties.

The credit risk on cash and bank balances is limited because the counterparties are banks with high credit ratings assigned by credit rating agencies.

Liquidity risk management

The Company manages liquidity risk by maintaining adequate balances in the form of cash and bank. There are no significant risks relating to liquidity applicable to the Company.



The table below provides details regarding the contractual maturities of financial liabilities including estimated interest payments as at March 31, 2022:

(₹ in Lakhs)					
	Carrying amount	Upto 1 year	1-3 year	More than 3 year	Total contracted cash flows
Other financial liabilities	1,916.25	1,916.25	-	-	1,916.25
Total	1,916.25	1,916.25	-	-	1,916.25

The table below provides details of financial assets as at March 31, 2022:

(₹ in Lakhs)		
	Carrying amount as at March 31 2022	Carrying amount as at March 31 2021
Other financial assets	7.82	65.10
Total	7.82	65.10

24 Unrecognised deductible temporary differences, unused tax losses and unused tax credits (as per the ITR)

(₹ in Lakhs)		
Particulars	As at March 31, 2022	As at March 31, 2021
Deductible temporary differences, unused tax losses and unused tax credits for which no deferred tax assets have been recognised are attributable to the following:		
- Unused tax credits		

25 Reconciliation of tax expense to the accounting profit

(₹ in Lakhs)				
Particulars	As at March 31, 2022		As at March 31, 2021	
	Accounting Profit before tax		3,383.59	
Tax expense at statutory tax rate @ 25.17%		853.96		278.30
Adjustments:				
Effect of income that is exempt from Taxation	-		-	
Adjustments recognized in the current year in relation to the current tax of prior years	-		-	
Effect of expenses that are not deductible in determining taxable profit			0.01	
Effect of carry forward losses set off	-		-	
Effect of Tax payable under MAT provisions	-		-	
Others including effect of change in rate of tax	-		-	
				0.01
Tax Expense reported in the Statement of Profit and Loss		853.96		278.31

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

For K.P. RAO & CO.
Chartered Accountants
Firm Regn. No. 0031355

R MOHAN

Mohan R Lavi
Partner
Membership No. 029340

Bangalore, Dt: 02.05.2022

For PACHHWARA COAL MINING PRIVATE LIMITED
CIN NO:U10200TG2016PTC110024

R.S. RAJU

R.S. RAJU
Director
DIN NO:00037918

ROHIT REDDY BATHINA
Director
DIN NO:06978828

Hyderabad, Dt: 02.05.2022

