

# JKVS & CO.

## CHARTERED ACCOUNTANTS

### INDEPENDENT AUDITOR'S REPORT

To The Members of Malwa Power Private Limited

#### Report on the Audit of the Financial Statements

##### Opinion

We have audited the accompanying financial statements of Malwa Power Private Limited ("the Company"), which comprise the Balance sheet as at March 31, 2024, the Statement of Profit and Loss including Other Comprehensive Income, the Statement of Changes in Equity and the Statement of Cash Flows for the year then ended, and notes to the financial statements, including a summary of material accounting policies and other explanatory information (hereinafter referred to as "the 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 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2024, its profit including other comprehensive income, the changes in equity and its cash flows for the year ended on that date.

##### Basis for Opinion

We conducted our audit of the financial statements in accordance with the Standards on Auditing (SAs), as specified under section 143(10) of the Act. 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 Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

##### Key Audit Matters

Reporting of Key audit matters are not applicable on the Company being unlisted entity.

##### Other Information

The Company's Board of Directors are responsible for the other information. The other information comprises the information included in the Directors Report including Annexures, but does not include the financial statements and our auditor's reports thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

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



## **Responsibilities of Management for the Financial Statements**

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) 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 Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

## **Auditor's Responsibilities for the Audit of the Financial Statements**

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

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism 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. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.





- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the 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 communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the 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**

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. A. 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 except for the matters stated in paragraph 2B(f) below on reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014;
  - (c) The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, the Statement of Changes in Equity and the Statement of Cash Flows and dealt with by this Report are in agreement with the books of account;
  - (d) In our opinion, the aforesaid financial statements comply with the Indian Accounting Standards (Ind AS) specified under Section 133 of the Act;



- (e) On the basis of the written representations received from the directors as on March 31, 2024 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2024 from being appointed as a director in terms of Section 164 (2) of the Act;
  - (f) The modifications relating to the maintenance of accounts and other matters connected therewith are as stated in the paragraph 2A(b) above on reporting under Section 143(3)(b) of the Act and paragraph 2B(f) below on reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014;
  - (g) With respect to the adequacy of the internal financial controls with reference to these financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B" to this report;
- B. 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, as amended in our opinion and to the best of our information and according to the explanations given to us:
- a. The Company has disclosed the impact of pending litigations on its financial position in its financial statements – Refer Note 37 to the financial statements;
  - b. The Company did not have any material foreseeable losses in long-term contracts including derivative contracts;
  - c. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company;
  - d. (i). The management has represented that, to the best of it's knowledge and belief, as disclosed in the Note 38 to the financial statements, 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 persons or entities, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediaries shall, whether, 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;  
(ii). The management has represented, that, to the best of it's knowledge and belief, as disclosed in the Note 38 to the financial statements, no funds have been received by the Company from any persons or entities, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, 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;  
(iii). Based on such audit procedures, we have 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 d(i) and d(ii) contain any material misstatement;
- e. The Company has neither declared nor paid any dividend during the year. Therefore, reporting in this regard is not applicable to the Company.





- f. The Company has used accounting software (Busy) for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has been operated throughout the year for all transactions recorded in the Busy and the audit trail feature has not been tampered with. However, the feature of recording of audit trail (edit log) facility was not enabled at database level to log any direct data changes for the accounting software used for maintaining the books of account in Busy.

As proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 is applicable from April 1, 2023, reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 on preservation of audit trail as per the statutory requirements for record retention is not applicable for the financial year ended March 31, 2024.

- C. In our opinion and according to the information and explanations given to us, the managerial remuneration paid/ provided by the Company for the year ended March 31, 2024 is in accordance with the provisions of section 197 read with Schedule V to the Act.

Date: July 15, 2024  
Place: Noida (Delhi – NCR)



For JKVS & Co.  
Chartered Accountants  
Firm Reg. No. 318086E

A handwritten signature in blue ink, appearing to read 'Sajal'.

Sajal Goyal  
Partner

Membership No. 523903  
UDIN : 24523903BKDIBF3216

**Annexure A to Independent Auditor's Report of even date to the members of Malwa Power Private Limited on the Financial Statements as of and for the year ended March 31, 2024 (Referred to in paragraph 1 of our report on other legal and regulatory requirements)**

- (i) a. (A) The Company has maintained proper records showing full particulars including quantitative details and situation of Property, Plant and Equipment.  
(B) The Company has maintained proper records showing full particulars of intangible assets.
- b. The Company has a regular programme of physical verification of its property, plant and equipment by which all property, plant and equipment are verified in a phased manner over a period of three years, which in our opinion, is at reasonable intervals having regard to the size of the Company and nature of its property, plant and equipment. In accordance with this programme, property, plant were physically verified during the year. The discrepancies noticed on such physical verification were not material.
- c. Based on the records examined by us, the title deeds of immovable properties (other than properties where the Company is the lessee and the lease agreements are duly executed in favor of the lessee) disclosed in the financial statements are held in the name of the Company.
- d. On the basis of our examination of records of the Company, the Company has not revalued any of its property, plant and equipment or intangible assets during the year. Therefore, provisions of clause 3(i)(d) of the Order are not applicable to the Company.
- e. According to the information and explanations given to us, no proceeding has been initiated or is pending against the Company for holding any benami property under the Prohibition of Benami Property Transactions Act, 1988 and the rules made thereunder. Therefore, provisions of clause 3(i)(e) of the Order are not applicable to the Company.
- (ii) a. According to the information and explanations given to us and records examined by us, the inventories have been physically verified by the management during the year and in our opinion, coverage and procedure of such verification by the management is appropriate having regard to the size of the Company and nature of its business. No discrepancies of 10% or more in the aggregate for each class of inventory were noticed as compared to the book records.
- b. According to the information and explanations given to us and records examined by us, the Company has been sanctioned working capital limits in excess of five crore rupees, in aggregate, from banks on the basis of security of current assets. The quarterly returns / statements filed by the Company with such banks are in agreement with the books of accounts of the Company other than followings. The Company has not been sanctioned working capital limits from any financial institution.

Quarter ended	Name of the Bank	Amount as per books (A)	Amount as reported in the quarterly return/ statement (B)	Amount of difference (A-B)	Reason for material discrepancies
<b>Inventory</b>					The quarterly statements filed with banks within stipulated time, were provisional, based on the unaudited books of account which did not include the adjustments recorded by the Company at the time of preparation/ finalization of financial statements as at and for the period end.
June-2023	<b>Bank of India</b>	985.34	998.72	(13.38)	
September-2023		611.42	600.05	11.37	
December-2023		1,483.46	1,519.57	(36.11)	
March-2024		1,120.21	1,045.47	74.74	
<b>Trade receivable</b>					
June-2023		1,055.17	986.86	68.31	
September-2023		1,113.80	936.62	177.18	
December-2023		1,032.71	973.58	59.13	
March-2024		992.47	981.16	11.31	





- (iii) a. Based on the books of account examined by us and according to information and explanation given to us, the Company has granted unsecured loan of Rs. 1025 Lakhs to holding company during the year and no balance was outstanding as on balance sheet date. The Company has not provided any advance in the nature of loans, or stood guarantee, or provided security during the year.
- b. In our opinion and according to the information and explanation given to us, the terms and conditions of the loan granted, during the year are, prima facie, not prejudicial to the Company's interest.
- c. The schedule of repayment of principal and payment of interest was on demand and the repayments of principal amount was made as and when demanded by the Company.
- d. Based on the books of account and other relevant records examined by us, there is no overdue amount remaining outstanding for more than ninety days as on the balance sheet date. Therefore, provisions of the clause 3(iii)(d) of the Order are not applicable to the Company.
- e. According to the information and explanation given to us and record examined by us we have not come across any case where the loan granted by the Company which was fallen due during the year, has been renewed or extended or fresh loans granted to settle the overdues of existing loans given to the same parties.
- f. According to the information and explanation given to us and records examined by us, the Company has granted loans of Rs. 1025 lakhs to holding company, which represents 100% of the total loans granted during the year, which was repayable on demand. No loan or advances in the nature of loans have been granted during the year without specifying any terms or period of repayment.
- (iv) According to information and explanation given to us and based on audit procedure performed by us, the Company has complied with provisions of section 186 of the Companies Act, 2013 with respect to loan granted during the year. No loan or guarantee or security under section 185 and no investment or guarantee and security under section 186 of the Companies Act, 2013 have been given during the year.
- (v) The Company has not accepted any deposit or amount which are deemed to be deposits within the meaning of section 73 to 76 of the Companies Act, 2013. Therefore, provisions of clause 3(v) of the Order are not applicable to the Company.
- (vi) We have broadly reviewed the books of account maintained by the Company pursuant to the rules made by the Central Government for the maintenance of cost records under section 148(1) of the Companies Act, 2013 in respect of the Company's product to which the said rules are applicable and are of the opinion that prima facie, the prescribed records have been made and maintained. We have not, however, made a detailed examination of the said records with a view to determine whether they are accurate or complete.
- (vii) a. According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/ accrued in the books of account in respect of undisputed statutory dues including Goods and Service Tax, Provident Fund, Employees State Insurance, Income-tax, Sales tax, Service tax, Duty of customs, Duty of excise, Value Added tax, Cess and any other material statutory dues, to the extent applicable, have generally been regularly deposited with the appropriate authorities. There were no undisputed outstanding statutory dues as at the year-end for a period of more than six months from the date they became payable.
- b. According to the information and explanation given to us and the records of the Company examined by us, there are no statutory dues referred to in sub-clause (a) on account of any dispute except the followings where amount has been quantified:

The Name of Statute	Nature of Dues	Amount(Rs. in Lakhs)*	Period to which the amount related	Forum where matter is pending
Income Tax Act, 1961	Income Tax	55.43	AY 2018-19	Assessing Officer





\*Net of amount paid under protest and excluding interest to the extent not quantified by the assessing authority.

- (viii) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not surrendered or disclosed any transactions, previously unrecorded as income in the books of account, in the tax assessments under the Income Tax Act, 1961 as income during the year.
- (ix) a. The Company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon during the year.
- b. According to the information and explanations given to us and on the basis of our audit procedures, we report that the Company has not been declared willful defaulter by any bank or financial institution or Government or any Government authority.
- c. Based on the books of account examined by us, the Company has not availed term loans during the year. Therefore, the provisions of clause 3(ix)(c) of the Order 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 during the year have been used for long-term purposes by the Company.
- e. The Company has no subsidiaries, joint ventures or associate. Therefore, the provisions of clause 3(ix)(e) and 3(ix)(f) of the Order are not applicable to the Company.
- (x) a. The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) during the year. Therefore, the provisions of clause 3(x)(a) of the Order are not applicable to the Company.
- 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. Therefore, the provisions of clause 3(x)(b) of the Order are not applicable to the Company.
- (xi) a. Based upon the audit procedures performed and considering the principles of materiality outlined in Standards on Auditing, for the purpose of reporting the true and fair view of the financial statements and according to the information and explanations given to us, we have neither come across any instance of fraud by the Company or on the Company noticed or reported during the year nor have we been informed of any such case by the management during the course of the audit.
- b. According to the information and explanation given to us, no report under subsection (12) of section 143 of the Companies Act, 2013 has been filed by the auditors in Form ADT-4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government during the year.
- c. According to the information and explanations given to us, no whistle blower complaints were received by the Company during the year.
- (xii) In our opinion and according to the information and explanations given to us, the Company is not a Nidhi Company. Therefore, the provisions of Clause 3(xii) of the Order are not applicable to the Company.
- (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 section 177 and 188 of the Companies Act, 2013 where applicable and details for the same have been disclosed in the financial statements as required by the applicable Indian Accounting Standards.
- (xiv) a. In our opinion and according to information and explanations given to us, the Company has an internal audit system commensurate with the size and nature of its business.
- b. We have considered internal audit reports of the Company issued till date for the period under audit.
- (xv) According to the information and explanations given to us, in our opinion, during the year the Company has not entered into any non-cash transactions with its directors or persons connected with them as






referred to in section 192 of the Companies Act, 2013. Therefore, the provisions of clause 3(xv) of the Order are not applicable to the Company.

- (xvi) a. In our opinion, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Therefore, the provisions of clause 3(xvi)(a) of the Order are not applicable to the Company.
- b. In our opinion, the Company has not conducted any Non-Banking Financial or Housing Finance activities during the year. Therefore, the provisions of clause 3(xvi)(b) of the Order are not applicable to the Company.
- c. In our opinion, the Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Therefore, the provisions of clause 3(xvi)(c) of the Order are not applicable to the Company.
- d. According to the representations given to us, there is no CIC as part of the Group. We have not, however, separately evaluated whether the information provided by the management is accurate and complete. Therefore, the provisions of clause 3(xvii) of the Order are not applicable to the Company.
- (xvii) The Company has not incurred cash losses in current year and in the immediately preceding financial year. Therefore, the provisions of clause 3(xvii) of the Order are not applicable to the Company.
- (xviii) There has been no resignation of statutory auditor during the year. Therefore, the provisions of clause 3(xviii) of the Order are not applicable to the Company.
- (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 the 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.
- (xx) The Company has carried out expenditure on CSR and also given funds to a trust for carrying out the CSR activities as specified in the Note 40 to the financial statements. This trust has furnished certificate for fully utilization of such funds as on March 31, 2024 for CSR activities as advised by the Company. Accordingly, The Company has no unspent amount relating to CSR activities which is required to be transferred to a fund specified in Schedule VII to the Companies Act 2013. Therefore, the provisions of clause 3(xx) of the Order are not applicable to the Company.

Date: July 15, 2024  
Place: Noida (Delhi – NCR)



For JKVS & Co.  
Chartered Accountants  
Firm Reg. No. 318086E

  
Sajal Goyal  
Partner

Membership No. 523903  
UDIN : 24523903BKDIBF3216



**Annexure B to Independent Auditor's Report of even date to the members of Malwa Power Private Limited on the Financial Statements as of and for the year ended on March 31, 2024 (refer to in paragraph 2A(g) of our report on other legal and regulatory requirements)**

We have audited the internal financial controls with reference to financial statements of Malwa Power Private Limited ('the Company') as of March 31, 2024 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 with reference to the financial statement based on the internal control over the 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.

**Auditor's Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls with reference to financial statements 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 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, 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 with reference to financial statements was established and maintained and if such controls operated effectively in all material respects.

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

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

**Meaning of Internal Financial Controls with reference to financial statements**

A Company's Internal Financial Controls with reference to financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control with reference to financial statements includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as





necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with 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 with reference to financial statements**

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

## **Opinion**

In our opinion, the Company has, in all material respects, an adequate internal financial controls with reference to financial statements and such internal financial controls with reference to financial statements were operating effectively as at March 31, 2024, based on the criteria for internal control with reference to financial statements 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.

Date: July 15, 2024  
Place: Noida (Delhi – NCR)



For JKVS & Co.  
Chartered Accountants  
Firm Reg. No. 318086E

A handwritten signature in blue ink, appearing to read 'Sajal'.

Sajal Goyal  
Partner

Membership No. 52393  
UDIN : 24523903BKDIBF3216

(All amounts are in ₹ lakhs, unless otherwise stated)

Particulars	Note No.	As at 31st March 2024	As at 31st March 2023
<b>I ASSETS</b>			
<b>(1) Non-current assets</b>			
(a) Property, Plant and Equipment	3A	2,301.73	1,966.19
(b) Capital work-in-progress	3B	195.24	90.33
(c) Other Intangible Assets	3C	0.88	1.11
<b>Total non-current Assets</b>		<b>2,497.85</b>	<b>2,057.63</b>
<b>(2) Current assets</b>			
(a) Inventories	4	1,120.21	1,356.06
(b) Financial Assets			
(i) Trade Receivables	5	992.47	735.90
(ii) Cash and cash equivalents	6	0.02	0.27
(iii) Other Financial Assets	7	0.04	0.12
(c) Current Tax Assets	8	13.30	-
(d) Other current assets	9	29.44	57.57
<b>Total current Assets</b>		<b>2,155.48</b>	<b>2,149.92</b>
<b>Total Assets</b>		<b>4,653.33</b>	<b>4,207.55</b>
<b>II EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
(a) Equity Share capital	10	1,220.97	1,220.97
(b) Other Equity	11	1,589.71	1,026.61
<b>Total Equity</b>		<b>2,810.67</b>	<b>2,247.58</b>
<b>Liabilities</b>			
<b>(1) Non-current liabilities</b>			
(a) Financial Liabilities			
(i) Borrowings	12	73.65	164.95
(b) Deferred tax liabilities (Net)	13	151.82	147.73
<b>Total non-current liabilities</b>		<b>225.47</b>	<b>312.68</b>
<b>(2) Current liabilities</b>			
(a) Financial Liabilities			
(i) Borrowings	14	962.28	860.96
(ii) Trade Payables	15		
- total outstanding dues of micro and small enterprises		12.63	22.83
- total outstanding dues of creditors other than micro and small enterprises		478.49	648.78
(iii) Other Financial Liabilities	16	122.03	93.09
(b) Other Current Liabilities	17	19.03	10.44
(c) Provisions	18	10.89	6.91
(d) Current Tax Liabilities (net)	19	11.84	4.28
<b>Total current liabilities</b>		<b>1,617.19</b>	<b>1,647.29</b>
<b>Total Equity and Liabilities</b>		<b>4,653.33</b>	<b>4,207.55</b>

Summary of material accounting policies and other notes to financial statements

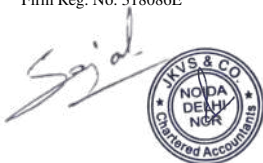
1-41

The accompanying notes are an integral part of the financial statements

For and on behalf of Board of Directors

As per our report of even date

For JKVS & Co.  
Chartered Accountants  
Firm Reg. No. 318086E



Sajal Goyal  
Partner  
M. No. 523903

Place: Noida (Delhi-NCR)  
Date: July 16, 2024

Krishan Lalit Bansal  
Managing Director  
DIN: 01125121

Gaurav Narang  
Chief Financial Officer

Balwan Singh Jangra  
Chief Executive Officer

Ashima Bansal  
Director  
DIN: 0928449

Ranjan K. Sarangi  
Company Secretary  
FCS-8604

Place: Faridabad  
Date: July 16, 2024



**Malwa Power Private Limited**  
**CIN No. U40107DL2002PTC113715**  
**Statement of Profit and Loss for the year ended 31st March 2024**  
(All amounts are in ₹ lakhs, unless otherwise stated)

Particulars	Note No.	For the year ended 31st March 2024	For the year ended 31st March 2023
I Revenue From Operations	20	4,013.93	3,399.60
II Other Income	21	118.21	26.02
<b>III Total Income (I+II)</b>		<b>4,132.14</b>	<b>3,425.62</b>
<b>IV Expenses</b>			
Cost of Materials Consumed	22	1,654.54	1,439.54
Employee Benefit Expenses	23	693.95	616.79
Finance Costs	24	90.04	86.21
Depreciation and Amortization	25	134.76	120.76
Other Expenses	26	865.17	828.59
<b>Total expenses (IV)</b>		<b>3,438.45</b>	<b>3,091.89</b>
<b>V Profit before tax (III-IV)</b>		<b>693.69</b>	<b>333.73</b>
<b>VI Tax expense:</b>			
1) Current Tax			
-Current year		121.20	57.52
- Relating to earlier years		18.20	-
2) Deferred Tax Charge / (Credit)	13B	5.54	58.65
<b>VII Profit for the year (V - VI)</b>		<b>548.75</b>	<b>217.57</b>
<b>VIII Other Comprehensive Income</b>			
(1) Items that will not be reclassified to profit & loss			
Re-measurement gains / (losses) on defined benefit plans	27	(4.98)	(1.38)
Tax relating to above		1.45	0.40
(2) Items that will be reclassified to profit & loss		-	-
<b>Total Other Comprehensive Income for the year</b>		<b>(3.53)</b>	<b>(0.98)</b>
<b>IX Total Comprehensive Income for the year (VII+VIII)</b>		<b>545.22</b>	<b>216.59</b>
<b>X Earnings per Equity Share (Per Share Value of ₹10 each)</b>			
Basic	28	4.49	1.78
Diluted	28	4.49	1.78

Summary of material accounting policies and other notes to financial statements **1-41**

The accompanying notes are an integral part of the financial statements

As per our report of even date

For and on behalf of Board of Directors

**For JKVS & Co.**  
Chartered Accountants  
Firm Reg. No. 318086E

*Sajal*  


**Sajal Goyal**  
Partner  
M. No. 523903

**Krishan Lalit Bansal**  
Managing Director  
DIN: 01125121

**Ashima Bansal**  
Director  
DIN: 0928449

*Gaurav Narang*  
**Gaurav Narang**  
Chief Financial Officer

*Ranjan K Sarangi*  
**Ranjan K Sarangi**  
Company Secretary  
FCS-8604

*Balwan Singh Jangra*  
**Balwan Singh Jangra**  
Chief Executive Officer

Place: Noida (Delhi-NCR)  
Date: July 16, 2024

Place: Faridabad  
Date: July 16, 2024

Particulars	For the year ended 31st March 2024	For the year ended 31st March 2023
<b>A. Cash Flow From Operating Activities</b>		
Profit before tax	693.69	333.73
Adjustments to reconcile profit before tax to net cash flows:		
Depreciation and Amortisation	134.76	120.76
Finance Costs	90.04	86.21
(Profit)/loss on sale of property, plant and equipments	9.06	1.17
Interest Income	(10.87)	(6.81)
Employee stock option scheme	17.88	
<b>Operating Profit before Working Capital Changes</b>	<b>934.56</b>	<b>533.68</b>
Working capital adjustments:		
Increase in Trade and other receivables	(214.37)	130.92
(Increase) / Decrease in Inventories	235.85	(672.64)
Decrease in Trade Payables, Other Liabilities and Provisions	(157.68)	312.42
<b>Cash generated from Operations</b>	<b>798.36</b>	<b>304.38</b>
Direct Tax Paid	(145.15)	(90.71)
<b>Net cash Inflow / (Outflow) from Operating Activities</b>	<b>653.21</b>	<b>213.67</b>
<b>B. Cash Flow From Investing Activities</b>		
Purchase of Property, plant and equipments	(569.78)	(172.63)
Sale of Property, plant and equipments	-	3.75
Loans to Holding Company	1,025.00	(1,150.00)
Repayment of Loan by holding Company	(1,025.00)	1,150.00
Interest Received	-	6.81
<b>Net Cash Inflow / (Outflow) from investing activities</b>	<b>(569.78)</b>	<b>(162.07)</b>
<b>C. Cash Flow From Financing Activities</b>		
Proceeds from Long term borrowings	-	89.60
Repayment of long term borrowings	(112.11)	(56.97)
Loans received from Holding Company	483.00	-
Loan repaid to Holding Company	(364.00)	-
Finance Costs paid	(90.56)	(86.21)
<b>Net Cash Inflow / (Outflow) from Financing Activities</b>	<b>(83.67)</b>	<b>(53.58)</b>
<b>Net increase/(decrease) in Cash and Cash Equivalents (A + B + C)</b>	<b>(0.24)</b>	<b>(0.60)</b>
<b>Opening Balance of Cash and Cash Equivalents</b>	<b>0.27</b>	<b>0.87</b>
<b>Closing Balance of Cash and Cash Equivalents (Refer Note No. 6)</b>	<b>0.03</b>	<b>0.27</b>

**Notes**

- The above Statement of Cash Flow has been prepared under the 'Indirect Method' as set out in the Indian Accounting Standard on 'Statement of Cash Flows (Ind AS-7).
- As per Ind AS 7, the Company is required to provide disclosures that enable users of financial statements to evaluate changes in liabilities arising from financing activities, including both changes arising from cash flows and non-cash changes. The Company did not have impact on the Statement of Cash Flows therefore reconciliation has not been given.

Summary of material accounting policies and other notes to financial statements

1-41

The accompanying notes are an integral part of the financial statements

For and on behalf of Board of Directors

As per our report of even date

For JKVS & Co.

Chartered Accountants  
Firm Reg. No. 318086E


  


Sajal Goyal  
Partner  
M. No. 523903

Place: Noida (Delhi-NCR)  
Date: July 16, 2024

Krishan Lalit Bansal  
Managing Director  
DIN: 01125121

Ashima Bansal  
Director  
DIN: 0928449

  
Gaurav Narang  
Chief Financial Officer

  
Ranjan K Sarangi  
Company Secretary  
FCS-8604

  
Balwan Singh Jangra  
Chief Executive Officer

Place: Faridabad  
Date: July 16, 2024



Malwa Power Private Limited

CIN No. U40107DL2002PTC113715

Statement of Changes in Equity for the year ended 31st March 2024

(All amounts are in ₹ lakhs, unless otherwise stated)

**A. Equity share capital:**

Particular	As at 31st March 2024		As at 31st March 2023	
	Equity Shares No.	₹ lakhs	Equity Shares No.	₹ lakhs
Equity shares of ₹ 10 each issued, subscribed and fully paid				
Balance at the beginning of the year	1,22,09,680	1,220.97	1,22,09,680	1,220.97
Changes in accounting policy or prior period errors	-	-	-	-
<b>Restated balance at the beginning of the year</b>	<b>1,22,09,680</b>	<b>1,220.97</b>	<b>1,22,09,680</b>	<b>1,220.97</b>
Changes in equity share capital during the year	-	-	-	-
<b>Balance at the end of the year</b>	<b>1,22,09,680</b>	<b>1,220.97</b>	<b>1,22,09,680</b>	<b>1,220.97</b>

**B. Other equity**

For the year ended 31st March 2023 and 31st March 2024:

Particulars	Reserve & Surplus		
	Retained Earnings	Employee Stock Option Outstanding Reserve	Total
Balance as at 1st April 2022	810.02	-	810.02
Changes in accounting policy or prior period errors	-	-	-
<b>Add/ (Less):</b>			
Profit for the year	217.57	-	217.57
Other Comprehensive Income (net of tax)	(0.98)	-	(0.98)
<b>Balance at the 31st March 2023</b>	<b>1,026.61</b>	<b>-</b>	<b>1,026.61</b>
Changes in accounting policy or prior period errors	-	-	-
<b>Add/ (Less):</b>			
Profit for the year	548.75	-	548.75
Other Comprehensive Income (net of tax)	(3.53)	-	(3.53)
Share based payment expense for the year		17.88	17.88
<b>Balance at the 31st March 2024</b>	<b>1,571.83</b>	<b>17.88</b>	<b>1,589.71</b>

**Retained Earnings**

Retained earnings are profits retained by the Company after transfer to general reserve and payment of dividend to shareholders.

**Employee Stock Option Outstanding Reserve**

For details of share reserved for issue under the share based payments plan of the Company, please refer note 39

The accompanying notes are an integral part of the financial statements

For and on behalf of Board of Directors

As per our report of even date

For JKVS & Co.

Chartered Accountants

Firm Reg. No. 318086E

*Sajal Goyal*



**Sajal Goyal**

Partner

M. No. 523903

**Krishan Lalit Bansal**

Managing Director

DIN: 01125121

**Ashima Bansal**

Director

DIN: 01928449

*Gaurav Narang*  
**Gaurav Narang**  
Chief Financial Officer

*Ranjan K Sarangi*  
**Ranjan K Sarangi**  
Company Secretary  
FCS-8604

*Balwan Singh Jangra*  
**Balwan Singh Jangra**  
Chief Executive Officer

Place: Noida (Delhi-NCR)

Date: July 16, 2024

Place: Faridabad

Date: July 16, 2024

## 3A. Property, plant and equipment

Particulars	Gross Block				Accumulated Depreciation				Net Block	
	As at 31st March 2023	Additions	Deletions	As at 31st March 2024	As at 31st March 2023	For the year	Deletions	As at 31st March 2024	As at 31st March 2024	As at 31st March 2023
Freehold land	225.30	-	-	225.30	-	-	-	-	225.30	225.30
Building	446.44	-	-	446.44	135.40	19.48	-	154.88	291.56	311.04
Furniture and fixtures	11.43	1.18	-	12.61	5.13	0.84	-	5.97	6.64	6.30
Plant and equipment	1,984.80	448.49	16.95	2,416.34	589.41	108.25	7.90	689.76	1,726.58	1,395.39
Electrical Installations and Equipment	1.17	-	-	1.17	0.07	-	-	0.07	1.10	1.10
Office equipments	12.56	0.06	-	12.62	6.58	1.36	-	7.94	4.68	5.98
Vehicles	28.79	28.28	-	57.07	11.01	3.27	-	14.28	42.79	17.78
Computers and Data processing	10.98	1.11	-	12.09	7.68	1.33	-	9.01	3.08	3.30
<b>Total</b>	<b>2,721.47</b>	<b>479.12</b>	<b>16.95</b>	<b>3,183.64</b>	<b>755.28</b>	<b>134.53</b>	<b>7.90</b>	<b>881.91</b>	<b>2,301.73</b>	<b>1,966.19</b>

Particulars	Gross Block				Accumulated Depreciation				Net Block	
	As at 31st March 2022	Additions	Deletions	As at 31st March 2023	As at 31st March 2022	For the year	Deletions	As at 31st March 2023	As at 31st March 2023	As at 31st March 2022
Freehold land	225.30	-	-	225.30	-	-	-	-	225.30	225.30
Building	446.44	-	-	446.44	115.97	19.43	-	135.40	311.04	330.47
Furniture and fixtures	11.14	0.29	-	11.43	4.39	0.74	-	5.13	6.30	6.75
Plant and equipment	1,920.55	78.80	14.55	1,984.80	506.78	94.61	11.98	589.41	1,395.39	1,413.77
Electrical Installations and Equipment	1.17	-	-	1.17	0.07	-	-	0.07	1.10	1.10
Office equipments	12.12	0.44	-	12.56	5.13	1.45	-	6.58	5.98	6.99
Vehicles	28.79	-	-	28.79	8.15	2.86	-	11.01	17.78	20.64
Computers and Data processing	10.69	0.29	-	10.98	6.26	1.42	-	7.68	3.30	4.43
<b>Total</b>	<b>2,656.20</b>	<b>79.82</b>	<b>14.55</b>	<b>2,721.47</b>	<b>646.75</b>	<b>120.51</b>	<b>11.98</b>	<b>755.28</b>	<b>1,966.19</b>	<b>2,009.45</b>

(i) Assets pledged and hypothecated against borrowings - Refer Note 12 and 14.

(ii) There were no revaluation carried out by the Company during the year and previous year.

(iii) All title deeds of immovable properties are held in the name of the Company.

(iv) 'During the year, borrowing cost amounting to ₹ 12.37 lakhs (Previous year ₹ 4.14 Lakhs) has been capitalized / transfer to capital work in progress by the Company. The capitalization rate used to determine the amount of borrowing costs capitalized is weighted average interest rate applicable to the borrowings i.e. 10.01% (Previous year 10.01%)





**Malwa Power Private Limited**
**Notes to the financial statements for the year ended 31st March 2024**
**(All amounts are in ₹ lakhs, unless otherwise stated)**
**3B. Capital work-in-progress**

Particulars	As At 31-03-2024	As At 31-03-2023
Opening Balance	90.33	-
Additions during the year	104.91	90.33
Less : Capitalised during the year	-	-
Closing Balance	195.24	90.33

**(i) Ageing schedule of Capital work in progress :**

31-Mar-24					(₹ Lakhs)
Amount in capital work-in-progress for the year of					
	Less than 1 year	1 to 2 years	2 to 3 years	More than 3 years	Total
Projects in progress	104.91	90.33	-	-	195.24
Projects temporary suspended	-	-	-	-	-
<b>Total</b>	<b>104.91</b>	<b>90.33</b>	<b>-</b>	<b>-</b>	<b>195.24</b>

31-Mar-23					(₹ Lakhs)
Amount in capital work-in-progress for the year of					
	Less than 1 year	1 to 2 years	2 to 3 years	More than 3 years	Total
Projects in progress	90.33	-	-	-	90.33
Projects temporary suspended	-	-	-	-	-
<b>Total</b>	<b>90.33</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>90.33</b>

**(ii) The Company does not have any material project which is overdue or has exceeded its cost compared to its original plan in current year and previous year.**
**3C. Intangible Assets**

Particulars	Gross Block				Accumulated Amortisation				Net Block	
	As at 31st March 2023	Additions	Deletions	As at 31st March 2024	As at 31st March 2023	For the year	Deletions	As at 31st March 2024	As at 31st March 2024	As at 31st March 2023
Software	2.70	-	-	2.70	1.59	0.23	-	1.82	0.88	1.11
<b>Total</b>	<b>2.70</b>	<b>-</b>	<b>-</b>	<b>2.70</b>	<b>1.59</b>	<b>0.23</b>	<b>-</b>	<b>1.82</b>	<b>0.88</b>	<b>1.11</b>

Particulars	Gross Block				Accumulated Amortisation				Net Block	
	As at 31st March 2022	Additions	Deletions	As at 31st March 2023	As at 31st March 2022	For the year	Deletions	As at 31st March 2023	As at 31st March 2023	As at 31st March 2022
Software	2.60	0.10	-	2.70	1.34	0.25	-	1.59	1.11	1.26
<b>Total</b>	<b>2.60</b>	<b>0.10</b>	<b>-</b>	<b>2.70</b>	<b>1.34</b>	<b>0.25</b>	<b>-</b>	<b>1.59</b>	<b>1.11</b>	<b>1.26</b>

**(i) There were no revaluation carried out by the Company during the year.**


	As at 31st March 2024	As at 31st March 2023
<b>4 Inventories</b>		
<b>Current</b>		
(Valued at lower of cost and net realizable value)		
Raw Materials	893.10	1,171.22
Stores and Spares	174.06	141.84
Agroforestry	53.05	43.00
	<b>1,120.21</b>	<b>1,356.06</b>
i. Inventories are hypothecated to secure borrowings. Refer Note 12 and 14.		
ii. Material in Transit	-	-
<b>5 Trade receivables</b>		
<b>Current</b>		
Unsecured, considered good	992.47	735.90
	<b>992.47</b>	<b>735.90</b>

- i No trade receivable are due from directors or other officers of the company either severally or jointly with any other person. Nor any trade or other receivable are due from firms or private companies respectively in which any director is a partner, a director or a member.
- ii Trade receivables are interest bearing and are generally on terms of 60 days.
- iii Trade Receivables are hypothecated to secure borrowings. Refer Note 12 and 14.

## iv Ageing Schedule for trade receivables

## As at 31st March 2024

Particulars	Undisputed – considered good	Undisputed – considered	Disputed - considered good	Disputed - considered doubtful
Unbilled	348.55			
Not Due	643.92	-	-	-
Upto 6 months	-	-	-	-
6-12 Months	-	-	-	-
1-2 Years	-	-	-	-
2-3 Years	-	-	-	-
More than 3 years	-	-	-	-
<b>Total receivable</b>	<b>992.47</b>	<b>-</b>	<b>-</b>	<b>-</b>

## As at 31st March 2023

Particulars	Undisputed – considered good	Undisputed – considered	Disputed - considered good	Disputed - considered doubtful
Unbilled	80.32	-	-	-
Not Due	644.76	-	-	-
Upto 6 months	-	-	-	-
6-12 Months	10.03	-	-	-
1-2 Years	-	-	-	-
2-3 Years	-	-	-	-
More than 3 years	0.79	-	-	-
<b>Total receivable</b>	<b>735.90</b>	<b>-</b>	<b>-</b>	<b>-</b>

	Current	
Particulars	As at 31st March 2024	As at 31st March 2023
<b>6 Cash and cash equivalents</b>		
Balances with Scheduled banks:		
In Current Accounts	-	0.26
Cash on hand	0.02	0.01
	<b>0.02</b>	<b>0.27</b>
<b>7 Other financial assets</b>		
Security deposits	0.04	0.12
	<b>0.04</b>	<b>0.12</b>
<b>8 Current Tax Assets</b>		
Income Tax Recoverable	13.30	-
	<b>13.30</b>	<b>-</b>

## 9 Other current assets

(Unsecured, considered good unless otherwise stated)

	Current	
Particulars	As at 31st March 2024	As at 31st March 2023
Prepaid expenses	18.11	12.31
Advance to Suppliers	11.33	11.31
Others	-	33.95
	<b>29.44</b>	<b>57.57</b>





**10 Equity share capital****(A) Authorised share capital:**

Particulars	Equity shares	
	No.	₹ in lakhs
Equity shares of ₹ 10 each :		
As at 1st April 2022	1,30,00,000	1,300.00
Increase / (Decrease) during the year	-	-
As at 31st March 2023	1,30,00,000	1,300.00
Increase / (Decrease) during the year	-	-
As at 31st March 2024	1,30,00,000	1,300.00

**(B) Issued, subscribed and paid-up**

Particulars	No. of shares		₹ in lakhs	
Equity shares of ₹ 10 each :				
As at 1st April 2022	1,22,09,680		1,220.97	
Increase/ (decrease) during the year	-		-	
As at 31st March 2023	1,22,09,680		1,220.97	
Increase/ (decrease) during the year	-		-	
As at 31st March 2024	1,22,09,680		1,220.97	

**(C) Terms, rights, preferences attached to Equity shares:**

The Company has only one class of equity shares having par value of INR 10 per share. Each shareholder is entitled to one vote per share. The dividend except interim dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting. In the event of liquidation of the Company, the equity shareholders will be entitled to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

**(D) Details of shareholders holding more than 5% shares in the Company:**

Particulars	As at 31st March 2024		As at 31st March 2023	
	Nos.	% of holding	Nos.	% of holding
M/S Dee Development Engineers Limited ( <b>Holding Company</b> ) (including nominee shareholders)	1,22,09,679	100.00%	1,22,09,680	100%

**(E) Details of promoter's share on holding:****For the year ended March 31, 2024**

Promoter Name	No. of Shares at beginning of the year	Change during the year	No. of Shares at the year end	% of total shares
Dee Development Engineers Limited.	1,22,09,679	Nil	1,22,09,679	99.99999%
Krishan Lalit Bansal	1	Nil	1	0.00001%

**For the year ended March 31, 2023**

Promoter Name	No. of Shares at beginning of the year	Change during the year	No. of Shares at the year end	% of total shares
Dee Development Engineers Limited.	1,22,09,679	Nil	1,22,09,679	99.99999%
Krishan Lalit Bansal	1	Nil	1	0.00001%

(F) In preceding five (5) years, there was no issue of bonus, buy back, cancellation and issue of shares for other than cash consideration.

**11 Other equity**

Particulars	As at 31st March 2024	As at 31st March 2023
-------------	-----------------------	-----------------------

**(A) Retained Earnings**

Opening balance	1,026.61	810.02
Add: Profit for the year	548.75	217.57
Add : transfer from Other Comprehensive Income	(3.53)	(0.98)
Closing balance	1,571.83	1,026.61

**(B) Other Comprehensive Income**

Opening balance	-	-
Other Comprehensive Income for the year	(3.53)	(0.98)
Less : transfer to retained earnings	3.53	0.98
Closing balance	-	-

**(C) Employee Stock Option Outstanding Reserve**

Opening balance	-	-
Add: Share based payment expense for the year	17.88	-
Less: Transferred to securities premium on exercise of stock options	-	-
Closing balance	17.88	-

**Total reserves**

1,589.71	1,026.61
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Particulars	As at 31st March 2024	As at 31st March 2023
<b>12 Non Current Borrowings</b>		
<b>Secured</b>		
Term Loan from a bank (refer note (a) below)	156.14	265.64
Car Loan	5.61	8.22
	<b>161.75</b>	<b>273.86</b>
Less: Current maturities of Non-current borrowings disclosed under "Current Borrowing"	88.10	108.89
	<b>73.65</b>	<b>164.95</b>

**Notes:**

- a) Secured by first charge on both movable and immovable property, plant and equipments situated at village Gulabewala, personal guarantee of promoters and corporate guarantee of holding company.
- b) Secured by second charge on both movable and immovable property, plant and equipments situated at village Gulabewala.

Particulars	As at 31st March 2024	As at 31st March 2023
<b>Secured Loans (Interest rate and term of payment)</b>		
Presently 9.15% (Previous year 9.15% ) p.a.	49.28	90.00
[Repayable in 15 (previous year 27) Equated monthly installments]		
Presently 7.5% (Previous year 7.5%) p.a.	25.27	86.04
[Repayable in 4 (previous year 16) Equated monthly installments]		
Presently 10.35% (Previous year 10.35% ) p.a.	81.59	89.60
[Repayable in 44 (previous year 48) Equated monthly installments after moratorium period]		
Presently 6.80% (Previous year 6.80%) p.a.	5.61	8.22
[Repayable in 23 (previous year 35) Equated monthly installments]		
	<b>161.75</b>	<b>273.86</b>

<b>13 Deferred tax</b>		
<b>A Cumulative balance</b>	<b>As at 31st March 2024</b>	<b>As at 31st March 2023</b>
Impact of difference between tax depreciation and depreciation/amortization charged for the financial reporting	(419.45)	(502.84)
MAT Credit assets (refer (i) below)	267.64	355.11
Unabsorbed depreciation as per tax return	-	-
<b>Net deferred tax asset / (liabilities)</b>	<b>(151.82)</b>	<b>(147.73)</b>
<b>B Balance recognised in Statement of profit and loss</b>	<b>For the year ended 31st March 2024</b>	<b>For the year ended 31st March 2023</b>
Impact of difference between tax depreciation and depreciation/amortization charged for the financial reporting	(83.38)	37.71
MAT Credit assets (refer (i) below)	87.47	(24.57)
Expenditure allowed for tax purposes on payment basis	-	45.10
Unabsorbed depreciation as per tax return	-	-
<b>Deferred tax expense / (income)</b>	<b>4.09</b>	<b>58.24</b>





Reconciliation of tax expense and accounting profit multiplied by Indian domestic tax

Particulars	For the year ended 31st March 2024	For the year ended 31st March 2023
Profit before tax from operations	693.69	333.73
Tax using the Company's Domestic Tax Rate @ 29.12%	202.00	97.18
<b>Tax effect of :-</b>		
- Tax on expenses not allowed	3.88	3.87
- MAT Credit related to current year	87.47	(24.57)
- Others [deferred tax related to previous year etc.]	(148.41)	39.68
<b>Tax Expense recognised in the Statement of profit or loss</b>	<b>144.94</b>	<b>116.16</b>

(C) Movement in deferred tax balances

As at March 31, 2024

	As at 31 March 2023	Recognised in statement of profit and loss	Recognized in OCI	As at 31 March 2024
Provision for employee benefits	-	1.45	1.45	-
<b>Deferred tax assets (A)</b>	<b>-</b>	<b>1.45</b>	<b>1.45</b>	<b>-</b>
Property, plant and equipment and other intangible assets - depreciation, impairment and amortisation	(502.84)	(83.39)	-	(419.45)
Others	355.11	87.47	-	267.64
<b>Deferred tax liabilities (B)</b>	<b>(147.73)</b>	<b>4.09</b>	<b>-</b>	<b>(151.82)</b>
<b>Net deferred tax (liabilities) (A - B)</b>	<b>(147.73)</b>	<b>5.54</b>	<b>1.45</b>	<b>(151.82)</b>

As at March 31, 2024

	As at 31 March 2022	Recognised in statement of profit and loss	Recognized in OCI	As at 31 March 2023
Provision for employee benefits	-	0.40	0.40	-
<b>Deferred tax assets (A)</b>	<b>-</b>	<b>0.40</b>	<b>0.40</b>	<b>-</b>
Property, plant and equipment and other intangible assets - depreciation, impairment and amortisation	(465.12)	37.72	-	(502.84)
Others	375.63	20.52	-	355.11
<b>Deferred tax liabilities (B)</b>	<b>(89.49)</b>	<b>58.24</b>	<b>-</b>	<b>(147.73)</b>
<b>Net deferred tax (liabilities) (A - B)</b>	<b>(89.49)</b>	<b>58.64</b>	<b>0.40</b>	<b>(147.73)</b>

14 Current Borrowings

Secured (repayable on demand)

Cash Credit from a bank (refer note (a) below)	684.18	681.07
Current maturities of Long term debts	88.10	108.89
	<b>772.28</b>	<b>789.96</b>

Unsecured (repayable on demand)

Inter Corporate Loan from Holding Company	190.00	71.00
	<b>962.28</b>	<b>860.96</b>

Notes:

- a) The loan is secured by the hypothecation of current assets, including present and future stock of raw material & store & spares, and book debts. It is also secured by the hypothecation of plant and machinery, as well as the mortgage of industrial land located at Gulabewala. The Loan is further secured by corporate guarantee of the Holding Company and personal guarantee of Promotor - Directors.

Detail of quarterly statement/ returns of current assets filed by the Company with banks and reconciliation with the books of accounts

For the year ended 31 March 2024

Quarter ended	Name of the Bank	Amount as per books (A)	Amount as reported in the quarterly return/state ment (B)	Amount of difference (A-B)	Reason for material discrepancies
<b>Inventory</b>					
June-2023		985.34	998.72	(13.38)	The quarterly statements filed with banks within stipulated time, were provisional, based on the unaudited books of account which did not include the adjustments recorded by the Company at the time of preparation/finalization of financial statements as at and for the period end.
September-2023		611.42	600.05	11.37	
December-2023		1,483.46	1,519.57	(36.11)	
March-2024		1,120.21	1,045.47	74.74	
<b>Trade receivable</b>	<b>Bank of India</b>				
June-2023		1,055.17	986.86	68.31	The quarterly statements filed with banks within stipulated time, were provisional, based on the unaudited books of account which did not include the adjustments recorded by the Company at the time of preparation/finalization of financial statements as at and for the period end.
September-2023		1,113.80	936.62	177.18	
December-2023		1,032.71	973.58	59.13	
March-2024		992.47	981.16	11.31	



15	<b>Trade Payables</b>		
	Trade payables to Micro and Small Enterprises	12.63	22.83
	Trade payables dues of creditors other than micro and small enterprises	478.49	648.78
		<b>491.12</b>	<b>671.61</b>

**Trade Payable Ageing Schedule#**

As at 31 March 2024	Outstanding for following years from transaction date				
	Less than 1	1-2 years	2-3 years	More than 3 years	Total
	INR lakhs	INR lakhs	INR lakhs	INR lakhs	INR lakhs
Total outstanding dues of micro enterprises and small enterprises	12.63	-	-	-	12.63
Total outstanding dues of creditors other than micro enterprises and small enterprises	416.45	62.04	-	-	478.49
Disputed dues of micro enterprises and small enterprises	-	-	-	-	-
Disputed dues of creditors other than micro enterprises and small enterprises	-	-	-	-	-
<b>Total</b>	<b>429.08</b>	<b>62.04</b>	<b>-</b>	<b>-</b>	<b>491.12</b>

As at 31 March 2023	Outstanding for following years from transaction date				
	Less than 1	1-2 years	2-3 years	More than 3 years	Total
	INR lakhs	INR lakhs	INR lakhs	INR lakhs	INR lakhs
Total outstanding dues of micro enterprises and small enterprises	22.83	-	-	-	22.83
Total outstanding dues of creditors other than micro enterprises and small enterprises	648.78	-	-	-	648.78
Disputed dues of micro enterprises and small enterprises	-	-	-	-	-
Disputed dues of creditors other than micro enterprises and small enterprises	-	-	-	-	-
<b>Total</b>	<b>671.61</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>671.61</b>

Particulars	As at 31st March 2024	As at 31st March 2023
(a) Based on the information available and as identified by the Company, there are certain vendors who have confirmed that they are covered under the Micro, Small and Medium Enterprises Development Act, 2006. Disclosures relating to dues of Micro and Small enterprises under section 22 of "The Micro, Small and Medium Enterprises Development Act, 2006, are given below:		
Principal amount and Interest due thereon remaining unpaid to any supplier as on	17.17	22.83
Interest paid by the Company in terms of Section 16 of the MSMED Act along with the amounts of the payment made to the supplier beyond the appointed day.	-	-
the amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under this Act.	-	-
the amount of interest accrued and remaining unpaid during the accounting year.	-	-
The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under section 23 of this Act.	-	-





<b>16 Other financial liabilities</b>		
Interest accrued on borrowings	1.80	2.32
Employees Emoluments	69.11	77.28
Capital Creditors#	14.26	-
Other Payables	36.86	13.49
	<b>122.03</b>	<b>93.09</b>

# Includes MSME creditors amount Rs. 4.54 Lakhs (Previous year Nil)

Particulars	As at 31st March 2024	As at 31st March 2023
(a) Based on the information available and as identified by the Company, there are certain vendors who have confirmed that they are covered under the Micro, Small and Medium Enterprises Development Act, 2006. Disclosures		
Principal amount and Interest due thereon remaining unpaid to any supplier as on	4.54	-
Interest paid by the Company in terms of Section 16 of the MSME Act along with the amounts of the payment made to the supplier beyond the appointed day.	-	-
the amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under this Act.	-	-
the amount of interest accrued and remaining unpaid during the accounting year.	-	-
The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under section 23 of this Act.	-	-
<b>17 Other Current liabilities</b>		
Statutory Dues	19.03	10.44
	<b>19.03</b>	<b>10.44</b>
<b>18 Provisions</b>		
Employee benefits	10.89	6.91
	<b>10.89</b>	<b>6.91</b>
<b>19 Current Tax Liabilities</b>		
Current Tax (Net)	11.84	4.28
	<b>11.84</b>	<b>4.28</b>



Particulars	For the year ended 31st March 2024	For the year ended 31st March 2023
<b>20 Revenue from operations</b>		
Sale of Electricity	4,013.93	3,399.60
	<b>4,013.93</b>	<b>3,399.60</b>
<b>A. Disaggregated revenue information</b>		
i The Company presented disaggregated revenue based on the type of goods sold directly to customers. Revenue is recognised for goods sold at a point in time.		
ii <b>Reconciliation of revenue as per contract price and as recognised in Statement of Profit or Loss:</b>		
Revenue as per contract price	4,013.93	3,399.60
Less: Rebates, incentives, discounts etc.	-	-
<b>Revenue as per Statement of Profit and Loss</b>	<b>4,013.93</b>	<b>3,399.60</b>
iii <b>Receivables, assets and liabilities related to contracts with customers</b>		
Trade receivables and Contract assets (including unbilled revenue)	992.47	735.90
Advances from customers (Contract liabilities) #	-	-
# NIL (Previous year NIL) revenue recognised in the reporting year out of the contract liability balance at the beginning of the year.		
<b>21 Other income</b>		
Particulars	Year ended 31 March 2018	Year ended 31 March 2018
Interest income	10.87	6.81
Insurance claim received	78.73	3.83
Scrap sales	18.58	12.86
Miscellaneous income	10.03	2.52
	<b>118.21</b>	<b>26.02</b>
<b>22 Materials consumed</b>		
Raw materials (Fuel)	<b>1,654.54</b>	<b>1,439.54</b>
<b>23 Employee benefits expense</b>		
Salaries, wages, bonus etc	614.56	557.83
Contribution to provident and other funds	23.68	19.85
Contribution to gratuity fund	12.96	11.36
Employee stock option scheme	17.88	-
Workmen and staff welfare expenses	24.87	27.75
	<b>693.95</b>	<b>616.79</b>
<b>24 Finance costs</b>		
Interest Expense		
- On Term Loans	21.86	24.44
- To Others	78.99	63.92
-To Interest on delayed payment of taxes	-	1.91
Other Borrowing Cost	1.56	0.08
	<b>102.41</b>	<b>90.34</b>
Less: Amount Transferred to Capital Work in Progress/ Capitalised	(12.37)	(4.14)
<b>Total</b>	<b>90.04</b>	<b>86.21</b>
<b>25 Depreciation and amortization expense</b>		
Depreciation	134.53	120.51
Amortisation	0.23	0.25
<b>Total</b>	<b>134.76</b>	<b>120.76</b>





Particulars	For the year ended 31st March 2024	For the year ended 31st March 2023
<b>26 Other expenses</b>		
Stores and Spare Parts Consumed	147.87	96.70
Job Charges	275.10	287.08
Repair and Maintenance:		
- Buildings	4.55	5.58
- Plant and Machinery	199.88	232.03
- Others	22.70	20.50
Rent including lease rentals	21.46	31.17
Rates and Taxes	2.48	3.02
Insurance	38.93	39.62
Power, Fuel and Water Charges	19.87	19.46
Auditors Remuneration (Refer 26.1)	14.04	2.95
Ash Handling	24.67	20.92
Legal & Professional	33.82	11.86
Travelling	3.67	2.79
Loss on sale/ discard of Property, Plant and Equipment (Net)	9.06	1.17
Security & Servicing Charges	26.67	29.38
CSR Expenses	10.00	11.00
Miscellaneous	10.40	13.35
<b>Total</b>	<b>865.17</b>	<b>828.59</b>
<b>26.1 Payment to auditors :</b>		
<b>As auditor:</b>		
- Audit fee	2.00	2.00
- Tax audit fee	0.60	0.50
- Certification fee in relation to IPO of holding company	9.50	-
<b>In other capacity:</b>		
- Reimbursement of Goods and Service tax	1.71	0.36
- Reimbursement of expenses	0.23	0.09
<b>Total</b>	<b>14.04</b>	<b>2.95</b>
<b>27 Components of Other Comprehensive Income (OCI) (Net of tax)</b>		
<b>A. Retained Earnings</b>		
Re-measurement gains (losses) on defined benefit plans [net of taxes]	(3.53)	(0.98)
	<b>(3.53)</b>	<b>(0.98)</b>
<b>28 Earnings per share (EPS)</b>		
The following table reflects the income and shares data used in computation of the basic and diluted earnings per share:		
(a) Profit for the year (₹ Lakhs)	548.75	217.57
(b) Face value per share (₹)	10	10
(c) Number of equity shares at the beginning of the year	1,22,09,680	1,22,09,680
Number of equity shares at the end of the year	1,22,09,680	1,22,09,680
(d) Weighted average number of equity shares*	1,22,09,680	1,22,09,680
(e) Effect of dilution	-	-
(f) Weighted average number of equity shares for diluted EPS*	1,22,09,680	1,22,09,680
(e) <b>Earning Per Share : (not annaulised)</b>		
Basic (₹ / share) [ (a)/(d) ]	4.49	1.78
Diluted (₹/ share) [ (a)/(f) ]	4.49	1.78

\*There have been no transactions involving Equity shares or Potential Equity shares between the reporting date and the date of approval of these financial statements that would have an impact on the outstanding weighted average number of equity shares as at the year end.



## 29 Gratuity and other post-employment benefit plans

### A. Defined contribution plan

**Provident Fund, ESI and other Funds :** During the year, the Company has recognised ₹ 23.68 Lakhs (Previous year ₹ 19.85 Lakhs) as contribution to Employee Provident Fund in the Statement of Profit and Loss.

### B. Defined benefit plans - General Description

The Company made provision for gratuity in accordance with Ind-AS 19 "Employee Benefits". Each employee rendering continuous service of 5 years or more is entitled to receive gratuity amount equal to 15/26 of the monthly emoluments for every completed year of service subject to maximum of ₹ 20 Lakhs at the time of separation from the company.

The most recent actuarial valuation of the present value of the defined benefit obligation for gratuity were carried out as at 31st March 2024 wherein expense and liabilities in respect of gratuity were measured by an independent using the Projected Unit Credit Method : The following tables summarise the components of net benefit expense recognised in the statement of profit or loss and the funded status and amounts recognised in the balance sheet for defined benefit plans:

#### Amount recognised in statement of profit and loss

Net employee benefit expense recognized in the employee cost:

Particulars	Year ended 31 March 2024	Year ended 31 March 2023
Service cost	11.62	10.86
Net interest cost	1.34	0.50
<b>Expenses recognised in the statement of profit and loss</b>	<b>12.96</b>	<b>11.36</b>

#### Amount recognised in other comprehensive income

Net actuarial loss/(gain) recognised in the year	4.98	1.38
<b>Expenses recognised in the other comprehensive income</b>	<b>4.98</b>	<b>1.38</b>

#### Balance sheet

##### **Benefit asset/ (liability)**

Present value of defined obligation at the end of the year	111.86	90.32
Fair value of the plan assets at the end of the year	(79.12)	(72.08)

<b>Amount recognized in Balance Sheet</b>	<b>(32.74)</b>	<b>(18.24)</b>
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##### **Changes in the present value of the defined benefit obligation are as follows:**

Opening defined benefit obligation	90.32	75.80
Current service cost	11.62	10.86
Interest cost	6.65	5.45
Benefits paid	(1.08)	(2.44)
Actuarial (gain)/ loss on obligation	4.35	0.65
<b>Closing defined benefit obligation</b>	<b>111.86</b>	<b>90.32</b>

##### **Changes in the fair value of plan assets are as follows:**

Opening fair value of plan assets	72.08	68.86
Expected Return on Plan Assets	5.40	4.88
Fund Manager Charges	(0.72)	(0.66)
Contribution by the employer	3.44	1.44
Benefits paid	(1.08)	(2.44)
<b>Closing fair value of plan assets</b>	<b>79.12</b>	<b>72.08</b>

<b>C. Expected contribution for the next Annual reporting year</b>	7.00	9.14
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<b>D. Major categories of plan assets (as percentage of total plan assets)</b>		
Funds managed by insurer	100%	100%



Particulars	Year ended 31 March 2024	Year ended 31st March 2023
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**E. The principal actuarial assumptions used in determining gratuity are as follows:**

**(a) Economic assumptions**

Discount rate	7.21%	7.36%
Expected rates of return on any plan assets	8.00%	8.00%
Average Salary escalation rate	6.00%	6.00%
Average remaining working life of the employees (years)	14.31	15.18

The estimates of future salary increases, considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market. The overall expected rate of return on assets is determined based on the market prices prevailing on that date, applicable to the year over which the obligation is to be settled.

**(b) Demographic assumptions**

Retirement age	58 years	58 years
Mortality table	100% of IALM (2012 - 14)	100% of IALM (2012 - 14)

**F. A quantitative sensitivity analysis for significant assumption are given as below:**

Assumptions	Sensitivity Level	Impact on defined benefit obligation (increase)/Decrease
<b><u>Discount rate:</u></b>		
31st March 2024	Increase of 0.50%	(4.08)
	Decrease of 0.50%	4.41
31st March 2023	Increase of 0.50%	(3.47)
	Decrease of 0.50%	3.76
<b><u>Future salary increases:</u></b>		
31st March 2024	Increase of 0.50%	4.44
	Decrease of 0.50%	(4.15)
31st March 2023	Increase of 0.50%	3.79
	Decrease of 0.50%	(3.53)

Sensitivities due to mortality & withdrawals are insignificant hence ignored. Sensitivities as to rate of inflation, rate of increase of pensions in payment, rate of increase of pensions before retirement & life expectancy are not applicable being a lump sum benefit on retirement.

Although the analysis does not take account of the full distribution of cash flows expected under the plan, it does provide an approximation of the sensitivity of the assumptions shown.

**G. The following payments are expected contributions to the defined benefit plan in future years:**

Particulars	31st March 2024	31st March 2023
Within the next 12 months (next annual reporting year)	27.64	22.12
Between 2 and 5 years	20.91	17.49
Beyond 5 years	63.31	50.71
<b>Total expected payments</b>	<b>111.86</b>	<b>90.32</b>

**H. Description of Risk Exposures:**

Valuations are based on certain assumptions, which are dynamic in nature and vary over time. As such company is exposed to various risks as follow -

A) **Salary Increases** : Actual salary increases will increase the Plan's liability. Increase in salary increase rate assumption in future valuations will also increase the liability.

B) **Investment Risk** : If Plan is funded then assets liabilities mismatch and actual investment return on assets lower than the discount rate assumed at the last valuation date can impact the liability.

C) **Discount Rate** : Reduction in discount rate in subsequent valuations can increase the plan's liability.

D) **Mortality & disability** – Actual deaths & disability cases proving lower or higher than assumed in the valuation can impact the liabilities.

E) **Withdrawals** : Actual withdrawals proving higher or lower than assumed withdrawals and change of withdrawal rates at subsequent valuations can impact Plan's liability.

**I. The weighted average duration of the defined benefit plan obligation at the end of the reporting year is 12.09 years (31st March 2023: 12.85 ye**





**30 Related party transactions****(A) List of related parties:****(i) Holding Company:**

- Dee Development Engineers Ltd.

**(ii) Key management personnel:**

- Mr. Krishan Lalit Bansal (Chairman and Managing Director)  
 - Mrs. Ashima Bansal (Non Executive Director and Wife of Shri K.L. Bansal)  
 - Mr. Balwan Singh Jangra (Chief Executive Officer) ^  
 - Mr. Gaurav Narang (Chief Financial Officer) ^  
 - Mr. Ranjan Kumar Sarangi (Company Secretary) ^

**(iii) Relative of key management personnel**

- Mrs. Kamlesh Jangra (Wife of Mr. B.S. Jangra) ^

^ under the Companies Act, 2013

**(B) The following table provides the total amount of transactions that have been entered into with related parties for the relevant financial year:**

Name of related party	Year ended 31st March 2024	Year ended 31st March 2023
<b>(i) With Holding Company - DEE Development Engineers Ltd.</b>		
Purchase of goods *	2.82	2.99
Interest received	10.87	6.13
Interest paid and payable	4.25	-
Loan received	483.00	321.00
Repayment of loan	364.00	369.25
Loan given	1,025.00	1,150.00
Loan refunded back	1,025.00	1,150.00
Corporate Guarantee given to Banker for loan availed by the Company	1,149.00	1,019.00
* Amount Inclusive of GST		
<b>(ii) With Key management personnel and their relatives:</b>		
Rent paid to Mr. Krishan Lalit Bansal	0.60	0.60
Remuneration to KMP		
- Short term employee benefits		
Remuneration paid to Mr. Krishan Lalit Bansal	84.00	84.00
Remuneration paid to Mr. Balwan Singh Jangra	51.39	43.34
Remuneration paid to Mrs Kamlesh Jangra	17.67	13.92
Remuneration paid to Mr Gaurav Narang	24.00	24.00

**(C) Following are the balances outstanding as at year end:**

Name of related party	As at 31st March 2024	As at 31st March 2023
<b>(i) With Holding Company - DEE Development Engineers Ltd.</b>		
Loans Received	190.00	71.00
<b>(ii) With Key management personnel and their relatives:</b>		
<b>Amount Payable:</b>		
Mr. Krishan Lalit Bansal	4.67	4.27
Mr Balwan Singh Jangra	5.25	3.18
Mrs Kamlesh Jangra	1.36	0.75
Mr. Gaurav Narang	1.38	1.38

\*\*Remuneration do not include provision for leave encashment and contribution to the approved gratuity fund of the company, which are actuarially determined for the Company as a whole.

Apart from above, Mr. Krishan Lalit Bansal has given personal guarantee as a collateral for securing borrowings from the banks.

\*Guarantee related transactions - Refer Note 12 and 14.

**(D) Others**

Guarantee related transactions - Refer Note 12 and 14.



**31 Fair values**

Set out below, is a comparison by class of the carrying amounts and fair value of the Company's financial instruments, other than those with carrying amounts that are reasonable approximations of fair values:

Particulars	Carrying value		Fair value	
	As at 31st March 2024	As at 31st March 2023	As at 31st March 2024	As at 31st March 2023
<b>(A) Financial assets (at Amortised cost)</b>				
<b>Current</b>				
Trade Receivables	992.47	735.90	992.47	735.90
Cash and Cash Equivalent	0.02	0.27	0.02	0.27
Other financial assets	0.04	0.12	0.04	0.12
<b>Total financial assets</b>	<b>992.53</b>	<b>736.29</b>	<b>992.53</b>	<b>736.29</b>
<b>(B) Financial liabilities (at Amortised cost)</b>				
<b>Non-Current</b>				
Borrowings	73.65	164.95	73.65	164.95
<b>Current</b>				
Borrowings (including Current maturities of Non-current Borrowings)	962.28	860.96	962.28	860.96
Trade payables	491.12	671.61	491.12	671.61
Interest accrued on borrowings	1.80	2.32	1.80	2.32
Employee's Emoluments	69.11	77.28	69.11	77.28
<b>Total financial liabilities</b>	<b>1,597.96</b>	<b>1,777.12</b>	<b>1,597.96</b>	<b>1,777.12</b>

**Note:-**

The management assessed that cash and cash equivalents, trade receivables, security deposits, current borrowings, Non-current borrowings, fair values on based on discounted cash flow, trade payables and other current liabilities approximate their carrying amounts largely due to the short-term maturities of these instruments.

The fair value of the financial assets and liabilities is included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

**The following methods and assumptions were used to estimate the fair values:**

a. Non-current borrowings - The fair value of non-current borrowings is estimated by discounting future cash flows using rates currently available for debt on similar terms, credit risk and remaining maturities. The carrying value and fair value of the borrowings has been considered the same since the existing interest rate approximates its fair value.



### 32 Fair value hierarchy

This section explains the judgements and estimates made in determining the fair values of the financial instruments that are

- (a) recognised and measured at fair value and
- (b) measured at amortised cost and for which fair values are disclosed in the financial statements.

To provide an indication about the reliability of the inputs used in determining fair value, the Company has classified its financial instruments into the three levels prescribed under the accounting standard. An explanation of each level follows underneath the table.

This section explains the judgements and estimates made All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

Level 1 — Quoted (unadjusted) market prices in active markets for identical assets or liabilities

Level 2 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable

Level 3 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

#### Specific valuation techniques used to value financial instruments include:

- (i) the use of quoted market prices or dealer quotes for similar instruments
- (ii) the fair value of interest rate swaps is calculated as the present value of the estimated future cash flows based on observable yield curves
- (iii) the fair value of the remaining financial instruments is determined using discounted cash flow analysis.

The following table provides the fair value measurement hierarchy of the Company's assets and liabilities.

#### A. Quantitative disclosures fair value measurement hierarchy as at 31st March 2024:

Particulars	Date of valuation	Total	Fair value measurement using		
			Quoted prices in active markets (Level 1)	Significant observable inputs (Level 2)	Significant unobservable inputs (Level 3)
Financial assets measured at amortised cost	31-Mar-24	-	-	-	-
Financial liabilities measured at amortised cost	31-Mar-24	-	-	-	-
Non-current borrowings			73.65		

There have been no transfers between Level 1 and Level 2 during the year.

#### B. Quantitative disclosures fair value measurement hierarchy as at 31st March 2023:

Particulars	Date of valuation	Total	Fair value measurement using		
			Quoted prices in active markets (Level 1)	Significant observable inputs (Level 2)	Significant unobservable inputs (Level 3)
Financial assets measured at amortised cost	31-Mar-23	-	-	-	-
Financial liabilities measured at amortised cost	31-Mar-23	-	-	-	-
Non-current borrowings			164.95		

There have been no transfers between Level 1 and Level 2 during the year.





**33 Financial risk management objectives and policies**

The Company's principal financial liabilities comprise borrowings, trade and other payables. The main purpose of these financial liabilities is to finance the Company's operations. The Company's principal financial assets include trade and other receivables, cash and cash equivalent that derive directly from its operations.

The Company is exposed to market risk, credit risk and liquidity risk. The Company's senior management oversees the management of these risks. The Board of Directors reviews and agrees policies for managing each of these risks, which are summarised below.

**Market risk**

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: interest rate risk, currency risk and other price risk, such as equity price risk and commodity risk. Financial instruments affected by market risk include borrowings. The Company is not exposed to currency risk and other price risk.

The sensitivity analysis in the following sections relate to the position as at 31st March 2024 and 31st March 2023.

The sensitivity analysis have been prepared on the basis that the amount of net debt constant in place at 31st March 2024.

The analysis exclude the impact of movements in market variables on: the carrying values of gratuity and other post-retirement obligations; provisions.

The following assumption have been made in calculating the sensitivity analysis:

- The sensitivity of the relevant profit or loss item is the effect of the assumed changes in respective market risks. This is based on the financial assets and financial liabilities held at 31st March 2024 and 31st March 2023.

**Interest rate risk**

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company's exposure to the risk of changes in market interest rates relates primarily to the Company's long-term debt obligations with floating interest rates.

The Company is exposed to interest rate risk because Company borrows funds at both floating interest rates. These exposures are reviewed by appropriate levels of management. The Company regularly monitors the market rate of interest to mitigate the risk exposure. The following table demonstrates the sensitivity to a reasonably possible change in interest rates on that portion of loans and borrowings affected. With all other variables held constant, the Company's profit before tax is affected through the impact on floating rate borrowings, as follows:

Particulars	Increase / Decrease in basis point	Effect on profit before tax Decrease/(increase)	Effect on Equity, after tax	Increase / Decrease in basis point	Effect on profit before tax	Effect on Equity, after tax
	31st March 2024			31st March 2023		
Borrowings from banks	+50	4.23	3.00	+50	4.77	3.38
	-50	-4.23	-3.00	-50	-4.77	-3.38

**Credit risk**

Credit risk is the risk that counterparty will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. The Company is exposed to credit risk from its operating activities including deposits with banks and other financial instruments.



**Trade receivables:**

Trade receivables do not have any significant potential credit risk for the Company as the business of the Company is majorly cash based. Accordingly, any significant impairment analysis is not required to be performed by the management at each reporting date except on individual basis for major clients. The Company is a power generating company. The company is dealing with single customer having good credit worthiness, and no impairment loss has been recognized against these customers. In monitoring customer credit risk, customer is reviewed according to their credit characteristics, including whether they are an individual or a legal entity, their geographic location, industry and existence of previous financial difficulties. There is no history of default therefore no ECL provision has been created at the time of initial recognition.

Particulars	Neither due nor impaired (including	Past due			
		Up to 6 months	6 to 12 months	Above 12 months	Total
As at 31st March 2024	643.92	-	-	-	643.92
As at 31st March 2023	80.32	-	10.03	0.79	91.14

**Liquidity risk**

The Company's objective is to maintain a balance between continuity of funding and flexibility through the use of cash credits and bank loans. Most of loans borrowed by the Company's will mature in less than one year at 31st March 2024 other than reported in current borrowings based on the carrying value of borrowings reflected in the financial statements. The Company assessed the concentration of risk with respect to refinancing its debt and concluded it to be low. The Company has access to a sufficient variety of sources of funding and debt maturing within 12 months can be rolled over with existing lenders.

As at 31st March 2024, the Company has available ₹ 9.16 lakhs (March 31, 2023: ₹ 9.81 lakhs) of undrawn borrowing facilities.

The table below summarises the maturity profile of the Company's financial liabilities based on contractual undiscounted payments.

	On demand	Less than 3 months	3 to 12 months	1 to 5 years	> 5 years	Total
<b>Year ended 31st March 2024</b>						
Long term borrowings (including current maturities)	-	32.30	55.80	73.65	-	161.75
Short term borrowings	874.18	-	-	-	-	874.18
Trade payables	491.12	-	-	-	-	491.12
Other financial liabilities	70.91	-	-	-	-	70.91
	<b>1,436.21</b>	<b>32.30</b>	<b>55.80</b>	<b>73.65</b>	<b>-</b>	<b>1,597.96</b>
<b>Year ended 31st March 2023</b>						
Long term borrowings (including current maturities)	-	27.21	81.69	164.96	-	273.86
Short term borrowings	752.07	-	-	-	-	752.07
Trade payables	671.61	-	-	-	-	671.61
Other financial liabilities	79.61	-	-	-	-	79.61
	<b>1,503.29</b>	<b>27.21</b>	<b>81.69</b>	<b>164.96</b>	<b>-</b>	<b>1,777.15</b>



### 34 Capital management

For the purpose of the Company's capital management, capital includes issued equity share capital and all other equity reserves attributable to the shareholders of the Company. The primary objective of the Company's capital management is to maximise the shareholder value.

The Company manages its capital structure and makes adjustments in light of changes in economic conditions and the requirements of the financial covenants. To maintain or adjust the capital structure, the Company may adjust the dividend payment to shareholders, return capital to shareholders or issue new shares. The Company monitors capital using a gearing ratio, which is net debt divided by total capital plus net debt. The Company includes within net debt, interest bearing loans and borrowings, trade and other payables, less cash and cash equivalents.

Particulars	As at 31st March 2024	As at 31st March 2023
Borrowings (refer note 12 and 14)	1,035.93	1,025.91
Less: Cash and cash equivalents (refer note 6)	0.02	0.27
<b>Net debts (A)</b>	<b>1,035.91</b>	<b>1,025.64</b>
Equity share capital	1,220.97	1,220.97
Other Equity	1,589.71	1,026.61
<b>Total Capital (B)</b>	<b>2,810.67</b>	<b>2,247.58</b>
<b>Total capital and net debts (C) = (A) + (B)</b>	<b>3,846.59</b>	<b>3,273.22</b>
<b>Gearing ratio (C) / (B)</b>	<b>26.93%</b>	<b>31.33%</b>

In order to achieve this overall objective, the Company's capital management, amongst other things, aims to ensure that it meets financial covenants attached to the interest-bearing loans and borrowings that define capital structure requirements. Breaches in meeting the financial covenants would permit the bank to immediately call loans and borrowings.

No changes were made in the objectives, policies or processes for managing capital during the year ended 31st March 2024 and 31st March 2023.

**35** Balances of certain trade advances, trade payables and other liabilities are in the process of confirmation and/or reconciliation.

### 36 Lease

#### A. As a Lessee

- (a) The Company's significant leasing arrangements are in respect of operating leases of premises for storage. These leasing arrangements, which are cancellable, are generally for a period of 11 months and are usually renewable on mutually agreeable terms.
- (b) The Company has entered into rental agreements for a period upto 12 months considered as short term lease against which expense of ₹ 21.63 Lakhs (previous year : ₹ 31.17 lakhs) incurred for the year ended March 31, 2024.

#### B. As a Lessor

There is income of ₹ 0.71 Lakhs ( Previous year : ₹ 2.52 lakhs ) from subleasing right-of-use to Himalaya Exports and no gains or losses from sales and leaseback for the year ended 31st March 2024.

### 37 Contingent liabilities, contingent assets and commitments

Particulars	As at 31st March 2024	As at 31st March 2023
<b>A. Contingent Liabilities :</b>		
Claim against the company not acknowledged as debts		
Income Tax #	55.49	-
# In respect of certain disallowances and additions made by the Income Tax Authorities, appeals are pending before the Appellate Authorities and adjustment, if any, will be made after the same are finally determined.		
<b>B. Capital Commitments</b>		
Estimated amount of Contracts remaining to be executed on Capital Account		
[Net of Advances] not provided for		





**38 Other Disclosures****a Ratios and their Elements as per the requirements of Schedule III to Companies Act 2013**

Ratio	Numerator	Denominator	31/03/24	31/03/23	% Change	Reason of Change
Current Ratio (Times)	Current Asset	Current Liability	1.33	1.31	2.12%	
Debt Equity Ratio (Times)	Total Debt	Shareholder Equity	0.37	0.46	19.25%	
Debt Service Coverage Ratio (Times)	EBITDA	Debt Service	6.36	3.33	91.00%	Due to increase in profit
Return on Equity	Profit after tax	Shareholder Equity	0.11	0.10	12.08%	
Inventory Turnover Ratio (Times)	Sales	Average Inventory	0.67	1.41	-52.61%	Due to decrease in inventory
Trade Receivable Turnover Ratio (Times)	Sales	Average Trade Receivables	2.32	4.20	44.70%	Due to increase in sale and decrease in average trade receivable
Trade Payable Turnover Ratio (Times)	Purchases	Average Trade Payables	1.47	2.75	-46.63%	Due to decrease in trade payables
Net Capital Turnover Ratio (Times)	Net Sales	Working Capital	3.86	8.74	-55.88%	Due to decrease in revenue and increase in working capital
Net Profit Ratio	Net Profit after Tax	Net Sales	0.14	0.06	137.71%	Due to increase in profit
Return on Capital Employed	EBITDA	Capital Employed	0.13	0.14	-6.46%	
Return on Investments	Income received on Loans, FDRs and investments	Average of loans, FDRs and investments	NA	NA	NA	Not Applicable

**b Details of Benami Property held:**

There are no proceedings which have been initiated or pending against the Company for holding any benami property under the Prohibition of Benami Property Transactions Act, 1988 and rules made thereunder during the year and previous year.

**c Willful Defaulter:**

The Company has not been declared as Willful Defaulter by any Bank or Financial Institution or other Lender during the year and previous year.

**d Relationship with Struck off Companies :**

During the year and previous year, the Company does not have any transactions with the companies struck off under section 248 of Companies Act, 2013.

**e Compliance with number of layers of companies:**

The Company has no subsidy during the year and previous year

**f Utilisation of Borrowed funds and share premium:**

During the year and previous year, other than the transactions undertaken in the normal course of business and in accordance with extant regulatory guidelines as applicable.

- (i) No funds (which are material either individually or in the aggregate) 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 or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, 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.
- (ii) No funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, 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.

**g Undisclosed Income:**

The Company does not have any transactions not recorded in the books of accounts that has been surrendered or disclosed as income during the year and previous year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961). Also, there are nil previously unrecorded income and related assets.

**h Details of Crypto Currency or Virtual Currency:**

The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year and previous year

**i. Details of loans granted during the year :**

The Company has granted loans of ₹ 1025 lakhs (March 31, 2023 : ₹ 1150 lakhs) to holding company, which represents 100% of the total loans granted during the year, which was repayable on demand. No loan or advances in the nature of loans have been granted during the year without specifying any terms or period of repayment.



**39 Employee Share Based Payment**

Employee Stock Option Scheme “ESOP-2023” (herein referred as DEE Development Engineers Limited ESOP-2023) was approved by our parent company's Board of Directors in their meeting held on 22nd September, 2023 and by their shareholders in their meeting dated 23rd September, 2023 respectively. Under ESOP-2023, Nomination and Remuneration Committee of the parent company is authorised to grant 28,000 options to eligible employees of our company in one or more tranches. Options granted under ESOP-2023 shall not vest earlier than a minimum vesting period of one year and not later than a maximum vesting period of three years from date of grant. The exercise period in respect of vested options shall be subject to maximum period of Four years commencing from the date of vesting. The options granted under ESOP-2023 carry no rights to dividends and no voting rights till the date of exercise.

The fair value of the share options is estimated at the grant date using Black- Scholes Model, taking into account the terms and conditions upon which the share options were granted.

The Company has recognised an expense of ₹ 17.88 lakhs (March 31, 2023 : ₹ Nil) on grant of 28,000 ESOP granted during the year in accordance with Ind AS 102 “Share Based Payments”. The carrying amount of Employee stock options outstanding reserve as at March 31, 2024 is ₹ 17.88 lakhs ( March 31, 2023: ₹ Nil).

The exercise price of the share options is ₹ 10 per Equity Share. There are no cash settlement alternatives for employees.

As at the end of the financial year 31.03.2024, details and movements of the outstanding options are as follows:

**(a) Scheme Name ESOP-2023**

Particulars	As at 31 March, 2024 (No in lakhs)	Weighted average exercise price per share option (₹)	As at 31 March 2023	Weighted average exercise price per share option (₹)
Options outstanding at the beginning of the year	-	-	-	-
Options granted during the year	0.28	10	-	-
Options forfeited during the year	-	-	-	-
Options expired/lapsed during the year	-	-	-	-
Options exercised during the year	-	-	-	-
Options outstanding at the end of the year	0.28	10	-	-

No options expired during the year covered in the above tables.

Share options outstanding at the end of the year have the following expiry date and exercise prices

Grant date	Vesting date	Date of Expiry	Exercise price (₹)	Share options March 31, 2024 (No in Lakhs)	Share options March 31, 2023
27/09/23	26/09/24	4 years from the date of vesting date	10.00	0.06	-
27/09/23	26/09/25	4 years from the date of vesting date	10.00	0.11	-
27/09/23	26/09/26	4 years from the date of vesting date	10.00	0.11	-

**(b) For options outstanding at the end of the year:**

Exercise price range	10	-
Weighted average remaining contractual life (in years)	3	-

**(c) Fair value of options granted**

The fair value of each option is estimated on the date of grant based on the following assumptions:

Particulars	ESOP-2023	ESOP-2023
	31 March 2024	31 March 2023
Market Price (Rupees)	NA	NA
Dividend yield (%)	0%	NA
Expected life (years)	4.5 - 5.5 Years	NA
Risk free interest rate (%)	6.94% - 6.97%	NA
Volatility (%)	30.06% - 28.34%	NA
Exercise Price (Rupees)	10	NA
Vesting period	3	NA
Fair value of shares on date of grant	240.78	NA
Fair value of options	233.47	NA

The expected life of the share options is based on historical data and current expectations and is not necessarily indicative of exercise patterns that may occur. The volatility is based on annualised standard deviation of the continuously compounded rates of return based on the peer companies and competitive stocks over a period of time. The Company has determined the market price on grant date based on latest equity valuation report available with the Company preceding the grant date.



**Malwa Power Private Limited****Notes to the financial statements for the year ended 31st March 2024**

(All amounts are in ₹ lakhs, unless otherwise stated)

**40 Corporate Social Responsibility**

Particulars	As at 31st March 2024	As at 31st March 2023
i. Amount required to be spent during the year	9.97	10.88
ii. Amount spent during the year	10.00	11.00
iii. (Excess) / Shortfall for the year	(0.03)	(0.12)
iv. Total of previous years shortfall [net]	Not Applicable	Not Applicable
v. Details of related party transactions such as Contribution to trust controlled by the company		
- Atul Krishna Bansal Foundation	10.00	11.00
Where a provision is made with respect to a liability incurred by entering into a contractual obligation, the movements in the provision during the year should be shown separately	No	No
vi.		
vii. Nature of CSR activities:		
a) Promoting Education	10.00	11.00
viii. Reason for shortfall		
a) As at March, 31 2024	No Shortfall	No Shortfall
b) As at March, 31 2023	-	-

41 Previous year figures have been reclassified/regrouped to conform to current year figure.

**For and on behalf of Board of Directors****As per our report of even date****For JKVS & Co.**

Chartered Accountants  
Firm Reg. No. 318086E

**Sajal Goyal**

Partner

M. No. 523903

**Krishan Lalit Bansal**

Managing Director  
DIN: 01125121

**Gaurav Narang**  
Chief Financial Officer

**Balwan Singh Jangra**  
Chief Executive Officer

**Ashima Bansal**

Director  
DIN: 0928449

**Ranjan K Sarangi**  
Company Secretary  
FCS-8604

Place: Noida (Delhi - NCR)

Date: July 16, 2024

Place: Faridabad

Date: July 16, 2024