

BGR Boilers Private Limited
Balance Sheet as at 31 March 2023

(All amounts are in ₹, unless otherwise stated)

		Provisional & Un-audited	Provisional & Un-audited	Audited
	Note	As at 31 Mar 2023	As at 31 Mar 2022	As at 31 March 2021
ASSETS				
Non-current assets				
Property, plant and equipment	4			
Tangible assets		58,72,05,124	58,73,34,984	58,75,35,084
Intangible assets		23,154	38,922	68,622
Financial assets				
- Other financial assets	5	2,34,79,76,977	2,28,37,29,906	2,29,37,97,578
Income tax assets, net	6	-	-	1,29,20,760
Other non-current assets	7	21,91,59,868	21,91,59,868	21,91,59,868
		3,15,43,65,123	3,09,02,63,680	3,11,34,81,912
Current assets				
Financial assets				
- Trade receivables	8	7,04,77,998	4,85,72,848	2,89,54,747
- Cash and cash equivalents	9	11,42,636	1,13,66,906	6,06,22,505
- Other financial assets	5	16,70,574	18,51,101	27,85,359
Other current assets	7	1,56,81,74,601	1,61,42,23,913	1,61,77,59,634
		1,64,14,65,809	1,67,60,14,768	1,71,01,22,245
Total assets		4,79,58,30,932	4,76,62,78,448	4,82,36,04,157
EQUITY AND LIABILITIES				
Equity				
Equity share capital	10	1,35,58,40,000	1,35,58,40,000	1,35,58,40,000
Other equity				
- Reserves and surplus	11	(3,83,73,43,511)	(3,74,62,85,643)	(3,68,49,14,432)
- Accumulated other comprehensive income	11	16,84,618	16,84,618	16,60,901
		(2,47,98,18,893)	(2,38,87,61,025)	(2,32,74,13,531)
Non-current liabilities				
Financial liabilities				
Trade payables				
-Total outstanding dues of micro and small enterprises	12	-	-	-
-Total outstanding dues of creditors other than micro and small enterprises		-	-	-
Provisions	13	94,13,72,204	94,24,02,259	1,05,76,41,016
		94,13,72,204	94,24,02,259	1,05,76,41,016
Current liabilities				
Financial liabilities				
Trade payables				
-Total outstanding dues of micro and small enterprises		-	-	-
-Total outstanding dues of creditors other than micro and small enterprises	12	2,58,38,61,142	2,51,60,68,685	2,51,80,50,621
Provisions	13	-	-	-
Other current liabilities	14	3,73,23,40,861	3,66,93,53,473	3,54,63,52,107
Other financial liabilities	15	1,80,75,619	2,72,15,063	2,89,73,950
		6,33,42,77,622	6,21,26,37,221	6,09,33,76,678
Total equity and liabilities		4,79,58,30,932	4,76,62,78,448	4,82,36,04,157

BGR Boilers Private Limited
Statement of Profit and Loss for the period ended 31 March 2023

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

		Provisional & Un-audited	Provisional & Un- audited	Audited
	Note	1st April 2022 - 31 March 2023	1st April 2021 31 March 2022	1st April 2020 31 March 2021
Income				
Revenue from operations	16	1,87,21,949	1,76,26,850	3,36,13,771
Other income	17	10,37,475	8,34,408	67,75,347
Total income		1,97,59,424	1,84,61,258	4,03,89,118
Expenses				
Purchase of stock in trade	18	3,60,63,598	45,940	3,36,13,771
Employee benefits expense	19	2,14,45,764	4,02,23,908	-
Finance Costs	20	2,50,00,000	2,50,00,000	1,84,24,954
Depreciation and amortisation expense	21	1,45,628	2,29,800	3,50,343
Other expenses	22	2,81,62,302	1,43,09,104	2,82,94,805
Provision for onerous contracts	13	-	-	-
Total expenses		11,08,17,292	7,98,08,752	8,06,83,873
(Loss) before tax		(9,10,57,868)	(6,13,47,494)	(4,02,94,755)
Tax expenses				
Current tax	23			-
Tax for earlier periods				(14,18,472)
				(14,18,472)
(Loss) for the year		(9,10,57,868)	(6,13,47,494)	(3,88,76,283)
Other comprehensive income:				
Items that will not be reclassified to profit or loss				
- Re-measurement (losses) / gains on defined benefit plans				(23,717)
- Income tax relating to the above item				
Other comprehensive (loss) / income for the year, net of tax		-	-	(23,717)
Total comprehensive loss for the year		(9,10,57,868)	(6,13,47,494)	(3,89,00,000)

BGR Boilers Private Limited
Statement of Cash flow for the period ended 31 March 2023

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

	Provisional & Un- audited	Provisional & Un- audited
	Year ended 31 Mar 2023	Year ended 31 March 2022
A. Cash flows from operating activities		
(Loss) before tax	(9,10,57,868)	(6,13,47,494)
Adjustments for:		
Depreciation and amortisation expense	1,45,628	2,29,800
Provision for gratuity	-	-
Provision for compensated absences	(6,60,750)	(8,32,551)
Interest Income on deposits with banks	(1,41,227)	(6,72,252)
Provision for doubtful advances	-	-
Provision for onerous contract	-	-
Unrealised forex loss, net	-	-
Impairment of doubtful advances	-	-
Provision for tax	-	-
Operating (loss) before working capital changes	(9,17,14,217)	(6,26,22,497)
Changes in working capital:		
Decrease / (Increase) in other non current financial assets	(6,42,47,071)	1,00,67,672
Decrease in trade receivable	(2,19,05,150)	(1,96,18,101)
Decrease / (Increase) in other financial asset	1,80,527	9,34,258
Decrease in other current asset	4,60,49,312	35,35,721
Decrease in other current financial liability	(91,39,444)	(17,58,887)
(Decrease) in trade payable	6,77,92,457	(19,81,936)
(Decrease) / Increase in other current liability	6,29,87,388	12,30,01,366
Movement in provisions	(3,69,305)	(11,44,06,206)
Cash used in in operating activities	(1,03,65,503)	(6,28,48,610)
Taxes paid, net	-	1,29,20,760
Net cash (used in) / generated from operating activities (A)	(1,03,65,503)	(4,99,27,850)
B. Cash flows from investing activities		
Purchase of Property, plant and equipment	-	-
Interest received	1,41,227	6,72,252
Net cash generated from investing activities (B)	1,41,227	6,72,252
C. Net change in cash and cash equivalents(A+B)	(1,02,24,276)	(4,92,55,598)
Cash and cash equivalents at the beginning of the year	1,13,66,906	6,06,22,505
Cash and cash equivalents at the end of the year	11,42,630	1,13,66,907
D. Cash and cash equivalents comprises of (Refer note 9)		
Cash on hand	16,469	18,230
Balances with banks		
- in current accounts	11,02,996	9,24,877
- in deposit account (with maturity upto 3 months)	23,171	1,04,23,799
	11,42,636	1,13,66,906

BGR Boilers Private Limited
Statements of Changes in Equity for the year ended 31 March 2023

Provisional & Un-
audited

Particulars	Equity Share Capital	Reserves and Surplus		Accumulated other comprehensive	Total Equity
Balance as at 01 April 2021	1,35,58,40,000	(3,68,49,38,149)		16,84,618	(2,32,74,13,531)
Loss for the year	-	(6,13,47,494)		-	(6,13,47,494)
Other comprehensive income for the year	-	-		-	-
Total comprehensive loss for the year	-	(6,13,47,494)		-	(6,13,47,494)
Balance as at 31 March 2022	1,35,58,40,000	(3,74,62,85,643)		16,84,618	(2,38,87,61,025)
Loss for the year	-	(9,10,57,868)		-	(9,10,57,868)
Other comprehensive income for the year	-	-		-	-
Total comprehensive loss for the year	-	(9,10,57,868)		-	(9,10,57,868)
Balance as at 31 March 2023	1,35,58,40,000	(3,83,73,43,511)		16,84,618	(2,47,98,18,893)

0

BGR Boilers Private Limited

Summary of significant accounting policies and other explanatory information for the period ended 31 March 2023

Provisional &
Un-audited

4 Property, plant and equipment

Particulars	Tangible assets						Intangible Computer software
	Freehold land	Furniture and fixtures	Vehicles	Office equipment	Computers	Total	
Gross Block							
As at 01 April 2021	58,69,60,011	33,35,364	5,12,824	2,64,117	13,63,337	59,24,35,653	49,10,488
Additions	-	-	-	41,583	-	41,583	-
As at 31 March 2022	58,69,60,011	33,35,364	5,12,824	3,05,700	13,63,337	59,24,77,236	49,10,488
Additions	-	-	-	-	-	-	-
Disposals	-	-	-	-	-	-	-
As at 31 December 2022	58,69,60,011	33,35,364	5,12,824	3,05,700	13,63,337	59,24,77,236	49,10,488
Accumulated depreciation/amortisation							
As at 01 April 2021	-	30,67,031	4,95,008	2,73,042	11,07,071	49,42,152	48,41,866
Charge for the year	-	93,240	7,600	13,832	85,428	2,00,100	29,700
As at 31 March 2022	-	31,60,271	5,02,608	2,86,874	11,92,499	51,42,252	48,71,566
Charge for the year	-	60,964	4,352	7,600	56,944	1,29,860	15,768
As at 31 March 2023	-	32,21,236	5,06,961	2,94,474	12,49,443	52,72,112	48,87,334
Net block							
As at 31 March 2022	58,69,60,011	1,75,093	10,216	18,826	1,70,838	58,73,34,984	38,922
As at 31 March 2023	58,69,60,011	1,14,128	5,863	11,226	1,13,894	58,72,05,124	23,154

BGR Boilers Private Limited

Provisional & Un-
auditedProvisional & Un-
audited

Audited

Summary of significant accounting policies and other explanatory information for the period ended 31 March 2023
(All amounts are in ₹, unless otherwise stated)

	As at 31 Mar 2023	As at 31 Mar 2022	As at 31 March 2021
5 Other financial assets			
Non Current			
<i>Unsecured, considered good unless otherwise stated</i>			
Customer retention (Refer note 24(c))	2,34,79,51,977	2,28,37,04,906	2,29,37,72,578
Margin money deposits (Refer note 9)	25,000	25,000	25,000
	2,34,79,76,977	2,28,37,29,906	2,29,37,97,578
Current			
<i>Unsecured, considered good unless otherwise stated</i>			
Security deposits	35,000	35,000	7,85,000
Capital advances	41,21,000	41,21,000	41,21,000
Advance to employees	1,09,701	2,90,228	4,74,486
Other receivables (Refer note 24(c))	15,25,873	15,25,873	15,25,873
	57,91,574	59,72,101	69,06,359
Less: Provision for doubtful balances	(41,21,000)	(41,21,000)	(41,21,000)
	16,70,574	18,51,101	27,85,359
Financial assets carried at amortised cost	2,34,96,47,551	2,28,55,81,007	2,29,65,82,937
6 Income tax assets, net			
Income tax assets (net of provisions)	-	-	1,29,20,760
	-	-	1,29,20,760
7 Other assets			
Non Current			
<i>Unsecured, considered good</i>			
Balances with government authorities	21,91,59,868	21,91,59,868	21,91,59,868
<i>Unsecured, considered doubtful</i>			
Balances with government authorities	1,46,17,544	1,46,17,544	1,46,17,544
Less: Provision for doubtful balances	(1,46,17,544)	(1,46,17,544)	(1,46,17,544)
	21,91,59,868	21,91,59,868	21,91,59,868
Current			
<i>Unsecured, considered good</i>			
Advance to vendor for supplies (Refer note 24(c))	70,68,47,049	70,68,47,049	70,68,47,049
Advance to vendor for supplies	82,89,56,896	87,69,28,426	89,58,37,791
Balances with government authorities	3,22,98,063	3,02,61,533	1,37,92,707
Prepaid expenses	72,593	1,86,905	4,57,757
Interest accrued on FD	-	-	8,24,330
	1,56,81,74,601	1,61,42,23,913	1,61,77,59,634
	1,78,73,34,469	1,83,33,83,781	1,83,69,19,502
8 Trade receivables			
Trade receivables considered good -unsecured (Refer note 24(c))	7,04,77,998	4,85,72,848	2,89,54,747
	7,04,77,998	4,85,72,848	2,89,54,747
9 Cash and Bank balances			
Cash on hand	16469	18230	9091
Balances with banks			
-In current accounts	11,02,996	9,24,877	8,17,258
-In deposits with original maturity of three months or	23,171	1,04,23,799	5,97,96,156
	11,42,636	1,13,66,906	6,06,22,505
Other bank balances			
Margin money deposit	25,000	25,000	25,000
Less: Disclosed as non-current financial asset (Refer	(25,000)	(25,000)	(25,000)
	11,42,636	1,13,66,906	6,06,22,505

BGR Boilers Private Limited

Provisional & Un-audited

Provisional & Un-audited

Audited

Summary of significant accounting policies and other explanatory information for the period ended 31 March 2023
(All amounts are in ₹, unless otherwise stated)

	As at 31 Mar 2022	As at 31 Mar 2022	As at 31 Mar 2021
	Amount	Amount	Amount
10 Equity			
Share Capital			
Authorised			
Equity shares of ₹ 10 each	50,00,00,00,000	50,00,00,00,000	50,00,00,00,000
Issued, subscribed and paid up			
Equity shares of ₹ 10 each fully paid up	1,35,58,40,000	1,35,58,40,000	1,35,58,40,000
	<u>1,35,58,40,000</u>	<u>1,35,58,40,000</u>	<u>1,35,58,40,000</u>

a) Reconciliation of total number of shares outstanding

There has been no fresh issue of equity shares during any of the periods stipulated above.

b) Shareholders holding more than 5% of the aggregate shares in the Company

	% holding	% holding
BGR Energy Systems Limited	70%	70%
Hitachi Power Europe GmbH	30%	30%
	<u>100%</u>	<u>100%</u>

c) Shares held by the holding company

	Amount	Amount
BGR Energy Systems Limited	94,90,00,000	9,49,00,00,000

d) Rights, preferences and restrictions attached to equity shares

The Company has only one class of equity shares having a par value of ₹ 10 per share. Each holder of an equity share is entitled to one vote per share. Any dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing annual general meeting except for interim dividend. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders. The equity shares shall be transferable subject to the provisions contained in the Articles of Association and in the agreements entered / to be entered into with the investors / shareholders from time to time.

e) Shares issued pursuant to contract without payment being received, Bonus issue and Buy Back of shares

There were no shares issued pursuant to contract without payment being received in cash, allotted as fully paid up by way of bonus issues and bought back during the last five years immediately preceding 31 March 2022.

f) Capital Management

The key objective of the Company's capital management is to ensure that it maintains a stable capital structure with the focus on total equity to uphold investor, creditor, and customer confidence and to ensure future development of its business. The Company focused on keeping strong total equity base to ensure independence, security, as well as a high financial flexibility for potential future borrowings, if required without impacting the risk profile of the Company.

There are no borrowings in the Company as at 31 March 2022, 31 March 2021.

<< This space has been intentionally left blank >>

BGR Boilers Private Limited

Provisional & Un-audited

Provisional & Un-audited

Audited

Summary of significant accounting policies and other explanatory information for the period ended 31 March 2023
(All amounts are in ₹, unless otherwise stated)

	As at 31 March 2023	As at 31 March 2022	As at 31 March 2021
11 Other Equity			
Deficit in the statement of profit and loss			
Balance at the beginning of the year	(3,74,62,61,926)	(3,68,49,14,432)	(3,64,60,38,149)
Add: (Loss) for the year	(9,10,57,868)	(6,13,47,494)	(3,88,76,283)
Balance at the end of the year	(3,83,73,19,794)	(3,74,62,61,926)	(3,68,49,14,432)
Accumulated other comprehensive income			
Balance at the beginning of the year	16,60,901	16,60,901	16,84,618
Add : Transfer from other comprehensive income			(23,717)
Balance at the end of the year	16,60,901	16,60,901	16,60,901
Total other equity	(3,83,56,58,893)	(3,74,46,01,025)	(3,68,32,53,531)
12 Trade Payables			
Non-current			
-Total outstanding dues of micro and small enterprises (Refer note (a) below)			
-Total outstanding dues of creditors other than micro and small enterprises			
- Dues to related parties (Refer note 24(c))			
- Dues to Others			
	-	-	-
Current			
-Total outstanding dues of micro and small enterprises (Refer note (a) below)			
-Total outstanding dues of creditors other than micro and small enterprises			
- Dues to related parties (Refer note 24(c))			
- Dues to Others			
	2,58,38,61,142	2,51,60,68,685	2,51,80,50,621
	2,58,38,61,142	2,51,60,68,685	2,51,80,50,621
13 Provisions			
Non-Current			
Provision for employee benefits			
Gratuity (Refer note 13.1)	31,48,598	40,06,852	47,36,054
Compensated absences (Refer note 13.2)	13,48,025	15,19,826	18,77,946
Provision for onerous contract*	93,68,75,581	93,68,75,581	1,05,10,27,016
Provision for onerous contract	-	-	-
	94,13,72,204	94,24,02,259	1,05,76,41,016
Current			
Provision for employee benefits			
Gratuity (Refer note 13.1)			
Compensated absences (Refer note 13.2)			
Provision for onerous contract*			
	-	-	-
	94,13,72,204	94,24,02,259	1,05,76,41,016

***Provision for onerous contract**

The Company has entered into two contracts with BGR Energy Systems Limited for supply of the boiler parts, components and related services. During the year, considering changes in the market conditions, the Company has noted that the estimated cost of purchase to service the remaining obligations under the contract is higher than the balance amount to be billed as Revenue to the customers. Further, certain amendments and extensions to these contracts are under negotiation and in the absence of certainty, as at this reporting date, the Company has not considered the impact of additional revenues on account of these amendment and extension for the purpose of this evaluation. Hence, on the basis of prudence, the obligation for the future purchases, net of expected revenue, has been provided for. (Also refer note 1.2)

Summary of significant accounting policies and other explanatory information for the period ended 31 March 2023*(All amounts are in (₹), unless otherwise stated)***13.1 Gratuity**

In accordance with the Payments of Gratuity Act, 1972, the Company provides for gratuity, a defined benefit plan ("the Gratuity Plan") covering eligible employees. The Gratuity Plan provides for a lump sum payment to vested employees on retirement, termination of employment (subject to completion of five years of continuous employment) death or incapacitation or equivalent to fifteen days of salary last drawn for each completed year of service. The plan is unfunded.

	As at 31 Mar 2023	As at 31 March 2022	As at 31 March 2021
a) Change in present value of defined benefit obligation			
Obligation at the beginning of the year	62,99,242	62,99,242	62,99,242
Interest cost			
Current service cost			
Benefits paid			
Actuarial loss / (gain)			
Obligation at the end of the year	62,99,242	62,99,242	62,99,242
Classified as (Refer note 13)			
Non-current	31,48,598	40,06,852	47,36,054
Current	31,48,598	40,06,852	47,36,054
b) Components of net gratuity costs are			
Current service cost			
Interest cost			
Expense recognised in the Statement of profit and loss	-	-	-
Actuarial loss / (gain)			
Total gratuity expenses	-	-	-

13.2 Compensated absences

The Company allows encashment of compensated absences of maximum of 54 days of accumulated leave balance at the time of separation. The Company doesn't maintain any plan assets to fund its obligation with respect to compensated absences.

	As at 31 Mar 2023	As at 31 March 2022	As at 31 March 2021
Principal actuarial assumptions used :			
Discount rate			
Long-term rate of compensation increase			
Attrition rate			
14 Other current liabilities			
Customer advances from related parties (Refer note 24(c))	3,73,23,40,861	3,66,93,53,473	3,54,63,52,107
Contract Liability	-	-	-
	3,73,23,40,861	3,66,93,53,473	3,54,63,52,107
15 Other financial liabilities			
Current			
Employee related payables	1,58,62,149	1,62,87,398	1,66,93,516
Statutory dues payable	4,61,067	4,80,796	46,66,248
Other payable	17,52,403	1,04,46,869	76,14,186
	1,80,75,619	2,72,15,063	2,89,73,950

<< This space has been intentionally left blank >>

BGR Boilers Private Limited**Summary of significant accounting policies and other explanatory information for the period ended 31 March 2023***(All amounts are in ₹, unless otherwise stated)*

	Provisional & Un- audited	Provisional & Un- audited	Audited
	1st April 2022 - 31 March 2023	1st April 2021 31 March 2022	1st April 2020 31 March 2021
16 Revenue from operations			
Sale of products (Refer note 24(b))			
- Boilers parts and related components to related parties	1,87,21,949	1,76,26,850	3,36,13,771
- Supervision services to related parties			
- AS 115 Adjustment	-	-	-
- Design Charges Receipt - Inter Branch			
- Others			
	<u>1,87,21,949</u>	<u>1,76,26,850</u>	<u>3,36,13,771</u>
Effective from 01 April 2018, the Company adopted Ind AS 115 "Revenue from contracts with customers" using the cumulative catch-up transition method which is applied to contracts that were not completed as of April 1, 2018. The effect on adoption of Ind AS 115 was insignificant on the financial statements.			
	1st April 2022 31 March 2023	1st April 2021 31 March 2022	1st April 2020 31 March 2021
17 Other income			
Interest income on deposits with banks	1,41,227	6,72,252	30,96,927
Others	8,96,248	1,62,156	36,78,420
	<u>10,37,475</u>	<u>8,34,408</u>	<u>67,75,347</u>
18 Purchase of stock in trade			
Purchases of Boilers parts and related components			
- From related parties (Refer note 24(b))			
- From others	1,82,03,926	(9,38,625)	2,89,31,571
- Design Charges Expenses - Inter Branch		9,84,565	-
- Design Cost (HPE)-Meja (Out of Contract)			43,92,905
- Others	1,78,59,672		2,89,295
	<u>3,60,63,598</u>	<u>45,940</u>	<u>3,36,13,771</u>
19 Employee benefits expense			
Salaries and wages	2,08,13,588	3,90,18,873	5,22,28,001
Gratuity expenses (Refer note 13.1)	-	-	8,03,380
Contribution to provident and other funds	6,32,176	12,05,035	19,63,047
Less: provision for onerous adjustments			(5,49,94,428)
Staff welfare expenses			-
	<u>2,14,45,764</u>	<u>4,02,23,908</u>	<u>-</u>
20 Finance costs			
Interest on balance payable to MSME (Refer note 15)	2,50,00,000	2,50,00,000	1,84,24,954
	<u>2,50,00,000</u>	<u>2,50,00,000</u>	<u>1,84,24,954</u>
21 Depreciation and amortisation expense			
Depreciation of tangible assets (Refer note 4)	1,29,860	2,00,100	2,92,815
Amortisation of intangible assets (Refer note 4)	15,768	29,700	57,528
	<u>1,45,628</u>	<u>2,29,800</u>	<u>3,50,343</u>
22 Other expenses			
Supervision services (Refer note 24(b))	-	-	-
Legal and professional charges	51,97,610	41,96,916	28,42,448
Rates and taxes	30,68,267	2,38,909	39,809
Traveling and conveyance expenses	11,86,743	16,14,852	30,26,543
Repairs and maintenance*	12,45,354	15,69,840	18,58,890
Impairment of doubtful advances			-
Rent*	19,42,500	19,42,500	23,02,722
Inspection and other fees	-	-	-
Bank charges	14,827	46,967	47,453
Payments to auditors (Refer note 26)	-	30,00,000	25,16,217
Power and fuel*	6,52,932	4,74,863	6,59,498
Insurance	1,24,030	2,14,889	4,10,095
Communication expenses	15,614	11,537	15,487
Printing and stationery	73,226	16,305	71,582
Loss in foreign currency transaction and translation, net	1,45,44,122	8,24,889	1,17,98,342
Testing Charges	-	-	-
Miscellaneous expenses	97,077	1,56,637	27,05,719
	<u>2,81,62,302</u>	<u>1,43,09,104</u>	<u>2,82,94,805</u>
* Sharing of cost			