



## ADVETA POWER PRIVATE LIMITED

CIN: U40101DL2011PTC401112

Regd. Office: B-1 Extn./A-27, Mohan Co-operative, Industrial Estate, Mathura Road New Delhi - 110044

Phone: 011-41679000, E-Mail: corporate.adveta@advetapower.com

### DIRECTORS' REPORT

Dear Members,

Your Directors are pleased to present the 12<sup>th</sup> Annual Report on the business affairs of the Company together with the Audited Financial Statements and the Auditors' Report thereon for the financial year ended March 31, 2023.

#### 1. Business Performance

During the financial year 2022-23, there are no revenues from operations.

As the members are aware, Adveta had earlier been granted in-principle approval by Govt. of Arunachal Pradesh for allotment of two Power Projects of 80 MW and 75 MW in Arunachal Pradesh in FY 2012-13 and in this regard an agreement was executed on February 14, 2013. Adveta has in the past initiated taking preliminary steps in connection with the implementation of projects. However, no major investment was made in this regard.

Due to failure in achieving financial closure and inability to commence the implementation of the said power projects within the stipulated period, the Govt. of Arunachal Pradesh has terminated the said projects and accordingly, the said projects stands reverted back to the Govt. of Arunachal Pradesh on as is where is basis. Adveta has therefore written-off the entire investment of Rs.29.15 million made on projects, during the financial year 2022-23.

#### 2. Indian Accounting Standards

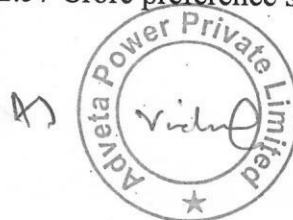
The annexed financial statements comply in all material aspects with Indian Accounting Standards ("Ind AS") notified under Section 133 of Companies Act, 2013 ("the Act"), Companies (Indian Accounting Standards) Rules, 2015 and other applicable provisions of the Act.

#### 3. Dividend and Transfer to Reserves

Since, the Company is yet to start revenue generation, the Board of Directors is constrained to recommend any dividend. Accordingly, there has been no transfer to general reserves.

#### 4. Share Capital

The issued, subscribed and paid up share capital of the Company as on March 31, 2023 remains unchanged at Rs.2.75 Crore comprising of Rs.0.18 Crore equity share capital divided into 1,80,000 Equity Shares of Rs.10 each and Rs.2.57 Crore preference share capital divided into



25,70,138, 0.5% Non-Convertible, Non-Cumulative, Redeemable Preference Shares of Rs.10 each.

During the year under review, the Company has not issued any equity shares with differential rights / sweat equity shares under Rule 4 & Rule 8 of Companies (Share Capital and Debentures) Rules, 2014.

## **5. Significant Events during the Year under Review / Current Year**

### **Scheme of Arrangement**

In view the objective of restructuring the business of the group, the Board of Directors of the Company has decided to amalgamate it with and into Panacea Biotec Limited's wholly-owned subsidiary company viz. Panacea Biotec Pharma Limited ("PBPL"), subject to the approvals of the shareholders, the Hon'ble National Company Law Tribunal ("NCLT") and other applicable authorities.

Upon the said amalgamation becoming effective, all the assets and liabilities liabilities, duties & obligations of any kind related to the Company shall, without any further act or deed or without payment of any duty or other charges, be transferred to and vested in PBPL and the shareholders of the Company will get the equity shares issued by PBPL.

The approval of Shareholders, NCLT and other requisite concerned authorities of respective companies is yet to be taken.

Save and except as mentioned above & elsewhere in the report, there were no significant events either during the year under review or after the end of the financial year ended March 31, 2023.

## **6. Public Deposits**

During the year under review, the Company has not invited or accepted any deposits from the public / members pursuant to the provisions of Sections 73 and 76 of the Act read with Companies (Acceptance of Deposits) Rules, 2014.

## **7. Particulars of Loans, Guarantees or Investments**

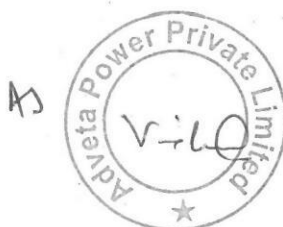
During the year under review, the Company has not granted any secured or unsecured loans or made any investments or provided any guarantees.

## **8. Subsidiary / Joint Venture / Associate Company**

As on the date of this report, your Company doesn't have any subsidiary, joint venture or associate company.

## **9. Significant and Material Orders impacting the going concern status and Company's operations in future**

During the year under review, no significant and material orders were passed by any regulator or court or tribunal which may impact the going concern status and your Company's operations in future.



## 10. Directors

During the year under review, the Board of Directors has appointed Mr. Vinod Goel (DIN: 02869127) as an additional director of the Company with effect from September 06, 2022 and the said appointment has subsequently been approved by the shareholders in their Annual General Meeting held on September 30, 2023.

Mr. Soshil Kumar Jain, Director designated as Chairman of the Company, has left for his heavenly abode on October 07, 2022 and accordingly ceased to be the director with immediate effect.

Your Directors place their sincere appreciation towards the invaluable contributions, guidance and support received from Shri Soshil Kumar Jain during his tenure as director of the Company towards the progress of the Company. Further, your directors pray the almighty that the departed soul of Shri Soshil Kumar Jain rest in peace.

Apart from the above, there is no change in the composition of the Board of Directors during the year under review.

## 11. Board Meetings

During the year under review, five (5) Board Meetings were held on May 16, 2022, June 15, 2022, September 06, 2022, December 26, 2022 and February 22, 2023. The intervening gap between two Board Meetings was within the maximum period prescribed under the Act.

## 12. Statutory Auditors

Pursuant to the provisions of Section 139 of the Act and the rules framed thereunder, M/s. K. K. Garg & Associates, Chartered Accountants, (Regn. No. 010909N) were re-appointed as Statutory Auditors of the Company for a further term of five (5) consecutive years to hold office from the conclusion of the 8<sup>th</sup> AGM of the Company held on September 30, 2019 till the conclusion of the 13<sup>th</sup> AGM of the Company.

However, due to pre-occupation of work, M/s. K. K. Garg & Associates has vide their letter dated August 31, 2023 tendered resignation from the post of Statutory Auditors of the Company with immediate effect which has resulted into casual vacancy in the office of Statutory Auditors of the Company.

In view of the above, the Board of directors has in its meeting held on September 08, 2023, recommended to the shareholders, the appointment of M/s. Gupta Mukesh Kumar & Co., Chartered Accountants (Firm Regn. No. 029601N) as Statutory Auditors of the Company for a term of five consecutive years from the conclusion of the ensuing 12<sup>th</sup> AGM of the Company till the conclusion of 17<sup>th</sup> AGM of the Company on such remuneration as may be decided by the Board in consultation with the auditors from year to year.

The Company has received consent letter from M/s. Gupta Mukesh Kumar & Co, Chartered Accountants (Firm Regn. No. 029601N) including the confirmation stating that their appointment, if made, would be within the limits specified under Section 141(3)(g) of the Act and that they are not disqualified to be appointed as Statutory Auditors in accordance with the provisions of Section 141 of the Act.



### **13. Auditors' Report**

The Auditors have not given any qualified opinion or made any reservation, adverse remark or disclaimer in their Audit Report for the financial year 2022-23.

The notes to accounts and observations, if any, in the Auditors' Report are self-explanatory and therefore, in the opinion of the Board, do not call for any further comments.

### **14. Cost Accounts and Auditors**

The Company is not engaged in any kind of activities, which as per order of Central Government requires maintenance of cost records under Section 148(1) of the Act. Therefore, the Company is not required to appoint Cost Auditors.

### **15. Details in respect of frauds reported by Auditors**

During the year under review, there were no frauds reported by the auditors to the Board under Section 143(12) of the Act.

### **16. Energy Conservation, Technology Absorption and Foreign Exchange Earnings & Outgo**

As the Company is yet to start its business operations, the particulars required to be furnished under Section 134 of the Act read with Rule 8 of the Companies (Accounts) Rules, 2014, are not applicable to the Company. There have been no transactions during the financial year involving Foreign Exchange Earnings and Outgo.

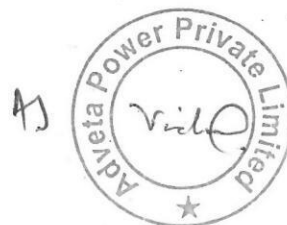
### **17. Annual Return**

Pursuant to Section 92 read with Section 134 of the Companies Act as amended vide Companies (Amendment) Act, 2017, effective from August 28, 2020, every Company shall place a copy of the annual return on its website, if any and the web link of such annual return shall be disclosed in the Board' Report.

Since your Company does not have a website, the web link of the Annual Return has not been provided in this Report.

### **18. Risk Management**

At present, the management of Company has not identified any element of risk which may threaten the existence of the Company in future.



## 19. Material Changes and Commitments, if any affecting the Financial Position

As required under Section 134(3) of the Act, the Board of Directors inform the members that during the year under review, there have been no material changes, except as disclosed elsewhere in this Report:

- in the nature of the Company's business,
- in the classes of business in which the Company has an interest.

Except as disclosed elsewhere in the Annual Report, there have been no material changes and commitments occurred affecting the financial position of the Company between the end of the financial year and date of this Report.

## 20. Secretarial Standards

The directors state that applicable Secretarial Standards, i.e. SS-1 and SS-2, relating to 'Meetings of the Board of Directors' and 'General Meetings', respectively, have been duly followed by the Company.

## 21. Directors' Responsibility Statement

In compliance with the provisions of Section 134(3)(c) read with Section 134(5) of the Act, to the best of their knowledge and belief, the directors hereby confirm that::

- a) in the preparation of the annual financial statements for the financial year ended March 31, 2023, the applicable Accounting Standards have been followed along with proper explanation relating to material departures;
- b) they had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at March 31, 2023 and of the profits of the Company for the year ended March 31, 2023;
- c) they have taken proper and sufficient care for the 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 fraud and other irregularities;
- d) the annual financial statements have been prepared on a going concern basis; and
- e) proper systems have been devised to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

## 22. Corporate Social Responsibility

The provisions of Section 135 of the Act and the rules made thereunder regarding Corporate Social Responsibility are not attracted to the Company as the Company does not fall under the threshold limit of net worth of Rs.500 crore or more, or turnover of Rs.1000 crore or more, or a net profit of Rs.5 Crore or more during the financial year under review.



### 23. Related Party Transactions

During the year under review, all the related party transaction(s)/arrangement(s) entered into were on an arm's length basis and were in the ordinary course of business. Suitable disclosures as required under AS-18 have been made in the notes to the financial statements forming part of the Annual Report.

Information on transactions with related parties pursuant to Section 134(3)(h) of the Act read with Rule 8(2) of the Companies (Accounts) Rules, 2014 are given in the prescribed form AOC-2 annexed as **Annexure - A** hereto and the same forms part of this Report.

### 24. Internal Control System

The Company's internal control procedures ensure compliance with various policies, practices and statutes.

### 25. Internal Financial Controls

The Company has designed and implemented Internal Financial Controls (IFC) within the meaning of Section 143(3)(i) of the Act. For the year ended on March 31, 2023, the Board is of the opinion that the Company has adequate IFC commensurate with the size and scale of its business operations that are operating effectively. The Company has a process in place to continuously monitor the same and identify gaps, if any.

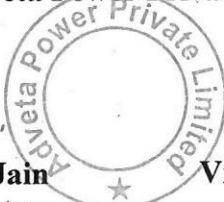
### 26. Prevention Of Sexual Harassment At Workplace

The provisions of The Sexual Harassment of Women at Workplace (Prevention, Prohibition & Redressal) Act, 2013 and Rules made thereunder, relating to constitution of Internal Complaints Committee, are not applicable to the Company. Further, no case has been reported during the year under review.

### 27. Acknowledgements

Your directors acknowledge with gratitude the support and assistance received from banks, government departments and other agencies. Your directors also thank the shareholders, vendors and other business associates for their confidence in the Company and its management and look forward for their continuous support.

**For and on behalf of the Board  
Adveta Power Private Limited**

  
*Ankesh Jain* *Vinod Goel*  
**Ankesh Jain** **Vinod Goel**  
**Director** **Director**  
**DIN: 03554467** **DIN: 02869127**

**Place: New Delhi**  
**Date: September 08, 2023**

**FORM NO. AOC - 2**

[Pursuant to clause (h) of sub section (3) of Section 134 of the Companies Act, 2013 and Rule 8 (2) of the Companies (Accounts) Rules, 2014]

**Form for disclosure of particulars of contracts / arrangements entered into by the Company with the related parties referred to in sub- section (1) of Section 188 of the Companies Act, 2013 including certain arms-length transactions under third proviso thereto.**

**1. Details of contracts or arrangements or transactions not at arm's length basis :**

| Sl. No. | Name of the related party and nature of relationship | Nature of contracts / arrangements / transactions | Duration of contracts/ arrangements / transactions | Salient features of contracts/arrangements / transactions, including value, if any | Date(s) of approval by the Board | Amount paid in advance | Date on which special resolution was passed in General Meeting u/s 188 (1) |
|---------|------------------------------------------------------|---------------------------------------------------|----------------------------------------------------|------------------------------------------------------------------------------------|----------------------------------|------------------------|----------------------------------------------------------------------------|
|         | (a)                                                  | (b)                                               | (c)                                                | (d)                                                                                | (e)                              | (f)                    | (g)                                                                        |
|         |                                                      |                                                   |                                                    | NIL                                                                                |                                  |                        |                                                                            |

**2. Details of contracts or arrangements or transactions at arm's length basis :**

| Sl. No. | Name of the related party and nature of relationship | Nature of contracts / arrangements / transactions | Duration of contracts/ arrangements / transactions | Salient features of contracts/arrangements / transactions, including value, if any                          | Date(s) of approval/ ratification by the Board | Approved Contract Amount (Rs. in Lacs) | Date on which special resolution was passed in General Meeting u/s 188 (1) |
|---------|------------------------------------------------------|---------------------------------------------------|----------------------------------------------------|-------------------------------------------------------------------------------------------------------------|------------------------------------------------|----------------------------------------|----------------------------------------------------------------------------|
|         | (a)                                                  | (b)                                               | (c)                                                | (d)                                                                                                         | (e)                                            | (f)                                    | (g)                                                                        |
| 1       | Panacea Biotec Ltd.                                  | Lease Agreement                                   | 09.06.2022 - 08.05.2023                            | Lease & Facility Agreement for Office space and Facilities at B-1 Extn./A-27, MCIE, Mathura Road, New Delhi | 24.02.2022                                     | 0.88                                   | NA                                                                         |
| 2       | Panacea Biotec Ltd.                                  | Lease Agreement                                   | 09.05.2023 - 31.03.2024                            | Lease & Facility Agreement for Office space and Facilities at B-1 Extn./A-27, MCIE, Mathura Road, New Delhi | 22.02.2023                                     | 0.93                                   | NA                                                                         |

Note:

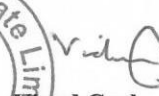
- Advance(s) paid, if any, have been adjusted against the billings.
- All related party transactions are approved/ ratified by the Board of Directors.

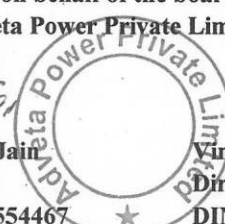
Place: New Delhi

Date: September 08, 2023

For and on behalf of the board  
for Adveta Power Private Limited

  
Ankesh Jain  
Director  
DIN: 03554467

  
Vinod Goel  
Director  
DIN: 02869127





**INDEPENDENT AUDITORS' REPORT**

**To the Members of ADVETA POWER PRIVATE LIMITED**

**Report on the Financial Statements**

**Opinion**

We have audited the accompanying standalone Ind AS financial statements of **ADVETA POWER PRIVATE LIMITED** ("the Company"), which comprise the Balance Sheet as at March 31, 2023, the Statement of Profit and Loss , (including other comprehensive income), Statement of Cash Flows and the Statement of changes in equity for the year then ended, and a summary of significant accounting policies and other explanatory information. (collectively referred to as "Ind AS financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Ind AS financial statements give the information required by the Companies Act, 2013, as amended ("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, 2023, its profit including other comprehensive income, its cash flows and the changes in equity for the year ended on that date.

**Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing (SAs) 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 Ind AS 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 we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Ind AS financial statements.

**Material Uncertainty Related to Going Concern**

We draw attention to Note 31 in the financial statements, which indicates that the Company incurred a net loss of Rs. 29474.58 Thousands during the year ended March 31, 2023 and, as of that date, the Company's current liabilities exceeded its total assets by Rs. 28,746.40 thousands. As stated in Note 31, these events or conditions, along with other matters as set forth in Note 31, indicate that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern. Our opinion is not modified in respect of this matter.

**Key Audit Matters**

We have determined that there are no key audit matters to communicate in our report.



## **Other Information**

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Director's Report, but does not include the Ind AS financial statements and our auditor's report thereon.

Our opinion on the Ind AS 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 Ind AS financial statements, our responsibility is to read the other information and, in doing so, consider whether such other information is materially inconsistent with the Ind AS financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. We have nothing to report in this regard.

## **Management's Responsibility for the Ind AS Financial Statements**

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act 2013 with respect to preparation of these Ind AS financial statements that give a true and fair view of the state of affairs (financial position), profit or loss (financial performance including other comprehensive income), cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards (Ind AS) prescribed 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 Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Ind AS 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.

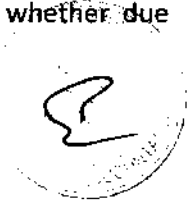
The Board of Directors are also responsible for overseeing the Company's financial reporting process.

## **Auditor's Responsibility for the Audit of the Ind AS Financial Statements**

Our objectives are to obtain reasonable assurance about whether the Ind AS 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 Ind AS 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 Ind AS financial statements, whether due

A handwritten signature in blue ink is written over a circular official stamp. The stamp contains text in a circular border, which is partially obscured by the signature.

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 system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the 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 Ind AS financial statements, including the disclosures, and whether the Ind AS financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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.

#### **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 enclose in the "Annexure A", a statement on the matters specified in paragraphs 3 and 4 of the said order, to the extent applicable.
2. 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 purpose of our audit.
  - b) In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.
  - c) The Balance Sheet, the Statement of Profit and Loss (including other comprehensive income), the Statement of Cash Flow and Statement of changes in equity dealt with by this Report are in agreement with the books of account.



- d) In our opinion, the aforesaid Ind AS financial statements comply with the Accounting Standards specified in Section 133 of the Act.
- e) On the basis of written representations received from the directors as on March 31, 2023 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2023, from being appointed as a director in terms of section 164 (2) of the Act.
- f) With respect to the adequacy of the internal financial controls over financial reporting of the Company with reference to these Ind AS financial statements and the operating effectiveness of such controls, refer to our separate report in "Annexure B"; and
- g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditor's) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
  - i. The Company does not have any pending litigations which would impact its financial position;
  - ii. The Company did not have any material foreseeable losses on long term contracts including derivatives contracts.
  - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
  - iv) (a) The Management has represented that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person or entity, including foreign entities ("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.  
  
(b) The Management has represented that, to the best of its knowledge and belief, no funds have been received by the company from any person or entity, 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.
  - (c) Nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) contain any material mis-statement.
- v. No dividend has been declared or paid by the company during the year.



- vi. Proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 for maintaining books of account using accounting software which has a feature of recording audit trail (edit log) facility is applicable to the Company with effect from April 1, 2023, and accordingly, reporting under Rule 11(g) of Companies (Audit and Auditors) Rules, 2014 is not applicable for the financial year ended March 31, 2023.

**For K.K. GARG & ASSOCIATES**  
**Chartered Accountants**  
**FRN: 010909N**



A handwritten signature in black ink, appearing to be 'K.K. Garg'.

**(K. K. Garg)**  
**Proprietor**  
**M. No.: 089374**

**Place : New Delhi**

**Dated: 26.05.2023**

**UDIN : 23089374BGLGH9632**

RE. : ADVETA POWER PRIVATE LIMITED

Annexure 'A' referred to in paragraph under the heading "Report on other legal and regulatory requirements" of our report of even date

In terms of the information and explanations sought by us and given by the company and the books of account and records examined by us in the normal course of audit and to the best of our knowledge and belief, we state that:

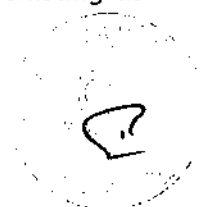
- i. (a) (A) The company does not have any Property, Plant & Equipment. Therefore, clause (i) of the para 3 of the order is not applicable to the Company.  
(B) The company does not have any intangible assets. Therefore, clause (i) of the para 3 of the order is not applicable to the Company.
- ii. (a) The company does not have inventory of goods. Therefore, clause (ii)(a) of the para 3 of the order is not applicable to the Company.  
(b) The company has not been sanctioned working capital limit in excess of Rs. five crores in aggregate from banks or financial institutions during any point of time of the year on the basis of security of current assets. Therefore, clause (ii)(b) of the para 3 of the order is not applicable to the Company.
- iii. As per information & explanation given to us and the records before us, the company has not made investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability partnerships or any other parties. Therefore the provisions of clause (iii) of the para 3 of the order are not applicable.
- iv. As per information & explanation given to us and the records before us, the company has not granted any loans, not made any investments, not given any guarantees and security during the year, hence the provisions of section 185 and 186 of the Companies Act, 2013 are not applicable to the company. Therefore the provisions of clause (iv) of the para 3 of the order are not applicable.
- v. As per information & explanation given to us and the records before us, the company has neither accepted any deposits from the public nor accepted any amounts which are deemed to be deposits within the meaning of sections 73 to 76 of Companies Act and the rules made thereunder, to the extent applicable. Therefore the provisions of clause (v) of the para 3 of the order are not applicable.
- vi. The company is in the implementation stage. Therefore, clause (vi) of the para 3 of the order is not applicable to the Company.
- vii. (a) According to the information and explanations given to us and as per records examined by us, the company is generally regular in depositing undisputed statutory dues including Income Tax, Cess and any other statutory dues

applicable to it, with the appropriate authorities. As per information and explanations given to us the provisions of Provident Fund, Employee's State Insurance, Sales Tax, Service Tax, Duty of Customs, Duty of Excise, Value Added Tax were not applicable to the Company during the year. There are no arrears of undisputed statutory dues outstanding for a period of more than six months from the date on which they become payable except Rs. 5.292 thousand in respect of G.S.T. payable under reverse charge, which are outstanding for a period of more than six months from the date on which they become payable.

- (b) According to the information and explanations given to us and as per our verification of the records of the company, there are no dues of Income Tax, Sales Tax, Service Tax, Duty of Customs, Duty of Excise, Value Added Tax or Cess, which have not deposited on account of any dispute.
- viii. As per information & explanation given by the management and on the basis of our examination of the books of account, no amount has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax, 1961 (43 of 1961) on account of any transactions which were not recorded in the books of accounts. Therefore, clause (viii) of the para 3 of the order is not applicable to the Company.
- ix. The company does not have any loans or borrowings from any financial institution, banks, government or debenture holders during the year. Therefore, clause (ix) of the para 3 of the order is 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). Therefore, clause (xa) of the para 3 of the order is not applicable to the Company.  
(b) During the year, the company has not made any preferential allotment or private placement of shares or convertible debentures. Therefore, clause (xb) of the para 3 of the order is not applicable to the Company.
- xi. (a) According to information and explanations given to us by the management, no fraud by the company or no fraud on the company has been noticed or reported during the year.  
(b) No report under sub-section (12) of section 143 of the Companies Act 2013 has been filed by the Auditor in Form ADT-4 as prescribed under rule 13 of Companies (Audit & Auditors) Rules 2014.  
(c) As per information & explanation given by the management no whistle-blower complaints have been received by the company during the year.



- xii. The Company is not a nidhi company. Therefore, clause (xii) of the para 3 of the order is 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 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards. As, the company is a private limited company; provisions of section 177 of the Act are not applicable on company
- xiv. In our opinion the company has an internal audit system commensurate with the size and the nature of its business. However, clause (xiv) (a) and (xiv) (b) of the para 3 of the order is not applicable to the Company.
- xv. According to the information and explanations given to us, the company has not entered into any non-cash transactions with its directors or persons connected with its directors. Therefore, clause (xv) of the para 3 of the order is not applicable to the Company.
- xvi.
  - (a) The Company is not required to register under section 45-IA of the Reserve Bank of India Act 1934.
  - (b) According to the information & explanation given by the management, the company has not conducted any Non-Banking Financial or Housing Finance activities;
  - (c) According to the information & explanation given by the management the company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India.
  - (d) According to the information & explanation given by the management, the group does not have any CIC.
- xvii. The Company has incurred cash losses of Rs. 29,474.58 thousand in the current financial year and Rs. 96.68 thousand in the immediately preceding financial year.
- xviii. There has been no resignation of statutory auditor during the year. Therefore clause (xviii) of the para 3 of the order is not applicable to the Company.
- xix. According to the information & explanation given by the management 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, the auditor is of the opinion that material uncertainty exists as on the date of the audit report that company is 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. However, the Board of Directors of the Company

-4-

has, in its meeting held on May 16, 2022, in-principally approved the draft Scheme of Arrangement whereby the Company is proposed to be amalgamated with and into PBPL, subject to the approval of Hon'ble National Company Law Tribunal (NCLT) and other applicable approvals. Accordingly, upon the said Scheme of Arrangement becoming effective, all the outstanding liabilities of the Company will be taken over by PBPL as a part of such amalgamation.

- xx. According to the information & explanation given by the management, since the company does not qualify for CSR as per the parameters mentioned in section 135 of the Companies Act 2013 and hence no obligation in respect of this section arises on the company for the year under audit. Therefore clause (xx) of the order is not applicable to the Company.

For K.K. GARG & ASSOCIATES  
Chartered Accountants  
(FRN-010909N)



A handwritten signature in black ink, appearing to be "K. K. Garg", written over a horizontal line.

(K. K. Garg)  
Proprietor  
M. No.: 089374

Place : New Delhi  
Dated:: 26.05.2023  
UDIN :

RE : ADVETA POWER PRIVATE LIMITED

Annexure – 'B' to the Auditors' Report

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of

Section 143 of the Companies Act, 2013 ("the Act")

We have audited the Internal financial controls over financial reporting of Adveta Power Private Limited ("the Company") as of March 31, 2023 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

**MANAGEMENT'S RESPONSIBILITY FOR INTERNAL FINANCIAL CONTROLS**

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

**AUDITORS' RESPONSIBILITY**

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

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

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



## MEANING OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that

- i) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- ii) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and
- iii) Provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

## INHERENT LIMITATIONS OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING

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

## OPINION

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2023, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For K.K. GARG & ASSOCIATES  
Chartered Accountants  
(FRN-010909N)



(K. K. Garg)  
Proprietor  
(M.No.-089374)

Place: New Delhi  
Dated: May 26, 2023

**Adveta Power Private Limited**

Balance Sheet as at March 31, 2023

(Rs. in '000)

| Particulars                                               | Note No. | As at<br>March 31, 2023 | As at<br>March 31, 2022 |
|-----------------------------------------------------------|----------|-------------------------|-------------------------|
| <b>Assets</b>                                             |          |                         |                         |
| <b>Non-current assets</b>                                 |          |                         |                         |
| a) Capital work-in-progress                               | 3        | -                       | 29,136.55               |
| b) Intangible assets under development                    | 4        | -                       | 13.19                   |
| c) Deferred tax assets (net)                              |          | -                       | -                       |
| <b>Total non-current assets</b>                           |          | -                       | <b>29,149.74</b>        |
| <b>Current assets</b>                                     |          |                         |                         |
| a) Financial assets                                       |          |                         |                         |
| Cash and cash equivalents                                 | 5        | 176.25                  | 98.37                   |
| b) Other current assets                                   | 6        | 5.29                    | 65.33                   |
| <b>Total current assets</b>                               |          | <b>181.54</b>           | <b>163.70</b>           |
| <b>Total Assets</b>                                       |          | <b>181.54</b>           | <b>29,313.44</b>        |
| <b>Equity and Liabilities</b>                             |          |                         |                         |
| <b>Equity</b>                                             |          |                         |                         |
| a) Equity share capital                                   | 7        | 1,800.00                | 1,800.00                |
| b) Other equity                                           | 8        | (30,751.50)             | (1,276.92)              |
| <b>Total equity</b>                                       |          | <b>(28,951.50)</b>      | <b>523.08</b>           |
| <b>Liabilities</b>                                        |          |                         |                         |
| <b>Non-current liabilities</b>                            |          |                         |                         |
| a) Financial liabilities                                  |          |                         |                         |
| (i) Borrowings                                            | 9        | 200.00                  | -                       |
| (ii) Other financial liabilities                          | 10       | 5.10                    | -                       |
| <b>Total non-current liabilities</b>                      |          | <b>205.10</b>           | -                       |
| <b>Current liabilities</b>                                |          |                         |                         |
| a) Financial liabilities                                  |          |                         |                         |
| (i) Borrowings                                            | 11       | 25,701.38               | 25,701.38               |
| (ii) Trade payables                                       | 12       |                         |                         |
| - Outstanding dues of micro, small and medium enterprises |          | -                       | -                       |
| - Outstanding dues of creditors other than above          |          | 3,039.44                | 2,900.73                |
| (iii) Other financial liabilities                         | 13       | 180.74                  | 188.25                  |
| b) Other current liabilities                              | 14       | 6.38                    | -                       |
| <b>Total current liabilities</b>                          |          | <b>28,927.94</b>        | <b>28,790.36</b>        |
| <b>Total Equity and Liabilities</b>                       |          | <b>181.54</b>           | <b>29,313.44</b>        |

The accompanying notes form an integral part of the financial statements.

This is the Balance sheet referred to in our report of even date.

**K.K. Garg & Associates**

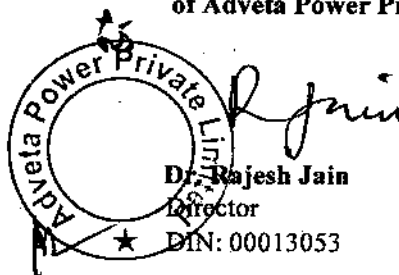
Firm registration number: 10909N

Chartered Accountants

Per K.K. Garg

Proprietor

Membership No. 089374

For and on behalf of the Board of Directors  
of Adveta Power Private Limited

Dr. Rajesh Jain

Director

DIN: 00013053

Vidh

Vinod Goel

Director

DIN: 02869127

Place: New Delhi

Date : May 26, 2023

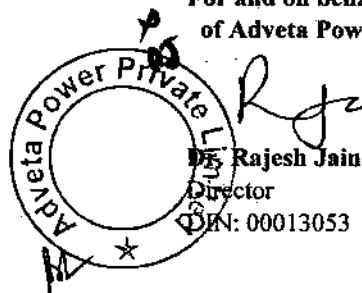
**Adveta Power Private Limited**

Statement of Profit and Loss for the year ended March 31, 2023

|                                                         |          | (Rs. in '000)                        |                                      |
|---------------------------------------------------------|----------|--------------------------------------|--------------------------------------|
| Particulars                                             | Note No. | For the year ended<br>March 31, 2023 | For the year ended<br>March 31, 2022 |
| <b>Income</b>                                           |          |                                      |                                      |
| Revenue                                                 |          | -                                    | -                                    |
| Other income                                            |          | -                                    | -                                    |
| <b>Total income</b>                                     |          | -                                    | -                                    |
| <b>Expenses</b>                                         |          |                                      |                                      |
| Employee benefits expense                               |          | -                                    | -                                    |
| Finance costs                                           | 15       | 5.67                                 | -                                    |
| Depreciation and amortisation expense                   |          | -                                    | -                                    |
| Other expenses                                          | 16       | 29,468.91                            | 96.68                                |
| <b>Total expenses</b>                                   |          | <b>29,474.58</b>                     | <b>96.68</b>                         |
| <b>Loss before tax</b>                                  |          | <b>(29,474.58)</b>                   | <b>(96.68)</b>                       |
| <b>Tax expense</b>                                      |          |                                      |                                      |
| Current tax                                             |          | -                                    | -                                    |
| Deferred tax (credit)/charge                            |          | -                                    | -                                    |
| <b>Total tax expense</b>                                |          | -                                    | -                                    |
| <b>Loss for the year</b>                                |          | <b>(29,474.58)</b>                   | <b>(96.68)</b>                       |
| <b>Other comprehensive income / (loss)</b>              |          |                                      |                                      |
| Items that will not be reclassified to Profit or Loss   |          |                                      |                                      |
| Remeasurements of net defined benefit plans             |          | -                                    | -                                    |
| Tax on above Items                                      |          | -                                    | -                                    |
| <b>Total other comprehensive income / (loss)</b>        |          | -                                    | -                                    |
| <b>Total comprehensive income / (loss) for the year</b> |          | <b>(29,474.58)</b>                   | <b>(96.68)</b>                       |
| <b>Earning/(loss) per equity share of Rs.10 each</b>    | 17       |                                      |                                      |
| Basic and Diluted (in Rs.)                              |          | (163.75)                             | (0.54)                               |

The accompanying notes form an integral part of the financial statements.

This is the Statement of Profit and Loss referred to in our report of even date.

K.K. Garg & Associates  
Firm registration number: 10909NPer K.K. Garg  
Proprietor  
Membership No. 089374Place: New Delhi  
Date : May 26, 2023For and on behalf of the Board of Directors  
of Adveta Power Private Limited
  
**Vinod Goel**  
 Director  
 DIN: 02869127

**Adveta Power Private Limited****Cash flow statement for the year ended March 31, 2023**

| Particulars                                                                                   | (Rs. in '000)                        |                                      |
|-----------------------------------------------------------------------------------------------|--------------------------------------|--------------------------------------|
|                                                                                               | For the year ended<br>March 31, 2023 | For the year ended<br>March 31, 2022 |
| <b>A. Cash Flow from operating activities</b>                                                 |                                      |                                      |
| Loss before tax                                                                               | (29,474.58)                          | (96.68)                              |
| Adjustment for                                                                                |                                      |                                      |
| Depreciation and amortisation expenses                                                        | -                                    | -                                    |
| Interest income                                                                               | -                                    | -                                    |
| <b>Operating profit before working capital changes</b>                                        | <b>(29,474.58)</b>                   | <b>(96.68)</b>                       |
| <b>Movement in working capital</b>                                                            |                                      |                                      |
| Other assets                                                                                  | 60.04                                | (13.50)                              |
| Trade payable                                                                                 | 131.20                               | 109.32                               |
| Capital work in progress written off                                                          | 29,136.55                            | -                                    |
| Intangible assets under development written off                                               | 13.19                                | -                                    |
| Other liabilities                                                                             | 6.38                                 | (1.50)                               |
| <b>Cash flow from operating activities post working capital changes</b>                       | <b>(127.23)</b>                      | <b>(2.36)</b>                        |
| Income tax (paid)/refund (net)                                                                | -                                    | -                                    |
| <b>Net cash flow from/ (used in) operating activities (A)</b>                                 | <b>(127.23)</b>                      | <b>(2.36)</b>                        |
| <b>B. Cash flow from investing activities</b>                                                 |                                      |                                      |
| Purchase of property, plant and equipment & intangible assets<br>(including capital advances) | -                                    | -                                    |
| Interest received                                                                             | -                                    | -                                    |
| <b>Net cash flow used in investing activities (B)</b>                                         | <b>-</b>                             | <b>-</b>                             |
| <b>C. Cash flow from financing activities</b>                                                 |                                      |                                      |
| Proceeds from non-current borrowings                                                          | 205.10                               | -                                    |
| Repayment of non-current borrowings                                                           | -                                    | -                                    |
| <b>Net cash flow flow used in financing activities (C)</b>                                    | <b>205.10</b>                        | <b>-</b>                             |
| <b>Increase in net cash and cash equivalents (A+B+C)</b>                                      | <b>77.87</b>                         | <b>(2.36)</b>                        |
| <b>Cash and cash equivalents at the beginning of the year (refer note 5)</b>                  | <b>98.37</b>                         | <b>100.74</b>                        |
| <b>Cash and cash equivalents at the end of the year (refer note 5)</b>                        | <b>176.24</b>                        | <b>98.37</b>                         |

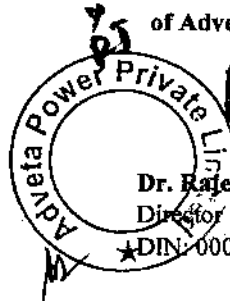
The accompanying notes form an integral part of the financial statements.

This is the Cash Flow Statement referred to in our report of even date.

For K.K. Garg & Associates  
Firm registration number: 10909N  
Chartered Accountants

Per K.K. Garg  
Proprietor  
Membership No. 089374

For and on behalf of the Board of Directors  
of Adveta Power Private Limited

  
Dr. Rakesh Jain  
Director  
★DIN: 00013053

  
Vinod Goel  
Director  
DIN: 02869127

Place: New Delhi  
Date : May 26, 2023

**Adveta Power Private Limited****Statement of Change in Equity for the year ended March 31, 2023****A. Equity share capital**

| Particulars                                 | (Rs. in '000)   |
|---------------------------------------------|-----------------|
| Opening balance as at April 01, 2021        | 1,800.00        |
| Change during the year                      | -               |
| Closing balance as at March 31, 2022        | 1,800.00        |
| Change during the year                      | -               |
| <b>Closing balance as at March 31, 2023</b> | <b>1,800.00</b> |

**B. Other equity**

| Particulars                                      | (Rs. in '000)      |
|--------------------------------------------------|--------------------|
| <b>Reserves &amp; Surplus</b>                    |                    |
| <b>Retained Earnings</b>                         |                    |
| Balance as at April 01, 2021                     | (1,180.24)         |
| Profit/(loss) for the year                       | (96.68)            |
| Other comprehensive income / (loss) for the year | -                  |
| Total comprehensive income / (loss) for the year | (1,276.92)         |
| Balance as at March 31, 2022                     | (1,276.92)         |
| Balance as at April 01, 2022                     | (1,276.92)         |
| Profit/(loss) for the year                       | (29,474.58)        |
| Other comprehensive income / (loss) for the year | -                  |
| Total comprehensive income / (loss) for the year | (30,751.50)        |
| <b>Balance as at March 31, 2023</b>              | <b>(30,751.50)</b> |

The accompanying notes form an integral part of the financial statements.

This is the Statement of Changes in Equity referred to in our report of even date.

**K.K. Garg & Associates**

Firm registration number: 10909N

**Per K.K. Garg**

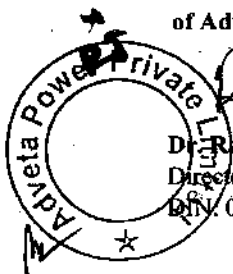
Proprietor

Membership No. 089374

Place: New Delhi

Date : May 26, 2023

**For and on behalf of the Board of Directors  
of Adveta Power Private Limited**



**Dr. Rajesh Jain**

Director

DIN: 00013053

**Vinod Goel**

Director

DIN: 02869127

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# Adveta Power Private Limited

## Summary of significant accounting policies and other explanatory information to the financial statements for the year ended March 31, 2023

### 1. i) Corporate information

The Company has been established with an object to engage in the business of Power generation, right from Project identification, construction and its operation- to produce electricity from Renewable resources - like Hydro, Solar and Wind and further supply to State Grid.

### ii) Basis of preparation

The financial results of the Company have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015, as amended.

The financial results have been prepared on a historical cost basis, except for the following assets and liabilities which have been measured at fair value or revalued amount:

- Certain financial assets and liabilities measured at fair value (refer accounting policy regarding financial instruments),
- Property, plant and equipment and intangible assets have been carried at deemed cost on the date of transition using the optional exemption allowed under Ind AS 101.

### 2. Summary of Accounting Policies

#### a. Uses of estimates

The preparation of the financial results in conformity with Ind AS requires management to make estimates, judgments and assumptions. These estimates, judgments and assumptions affect the application of accounting policies and the reported amounts of assets and liabilities, the disclosures of contingent assets and liabilities at the date of the financial results and reported amounts of revenues and expenses during the period. Accounting estimates could change from period to period. Actual results could differ from those estimates. Appropriate changes in estimates are made as management becomes aware of changes in circumstances surrounding the estimates. Changes in estimates are reflected in the financial results in the period in which changes are made and, if material, their effects are disclosed in the notes to the financial results.

#### b. Current versus non-current classification

The Company presents assets and liabilities in the balance sheet based on current/ non-current classification. An asset is treated as current when it is:

- Expected to be realised or intended to be sold or consumed in normal operating cycle;
- Held primarily for the purpose of trading;
- Expected to be realised within twelve months after the reporting period; or
- Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

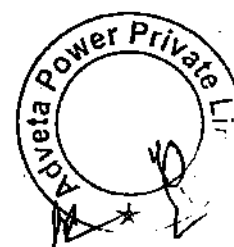
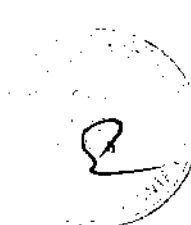
All other assets are classified as non-current.

A liability is current when:

- It is expected to be settled in normal operating cycle;
- It is held primarily for the purpose of trading;
- It is due to be settled within twelve months after the reporting period; or
- There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

The Company classifies all other liabilities as non-current.

Deferred tax assets and liabilities are classified as non-current assets and liabilities.



# Adveta Power Private Limited

## Summary of significant accounting policies and other explanatory information to the financial statements for the year ended March 31, 2023

Based on the nature of products and the time between acquisition of assets for processing and their realisation in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of current or non-current classification of assets and liabilities.

### c. Inventory

Inventories are valued as follows:

Stores and spares and others

Components, stores & spares are valued at lower of cost or net realisable value. Cost of components and stores and spares is determined on a weighted average basis.

### d. Property, Plant and Equipment

#### *Recognition and initial measurement*

Since there is no change in the functional currency, the Company has elected to continue with the carrying value for all of its Tangible/Intangible assets as recognised in its Indian GAAP financial statements as deemed cost at the transition date, viz., April 01, 2016.

Property, plant and equipment are stated at the cost of acquisition or construction less accumulated depreciation and write down for, impairment if any. Costs that are directly related to acquisition of asset are capitalized until the assets are ready to be put to use. Property, plant and equipment purchased in foreign currency are recorded at cost, based on the exchange rate on the date of purchase.

The Company identifies and determines cost of each component/ part of Property, plant and equipment separately, if the component/ part have a cost which is significant to the total cost of the Property, plant and equipment and has useful life that is materially different from that of the remaining asset.

Gains or losses arising from derecognition of Property, plant and equipment are measured as the difference between the net disposal proceeds and the carrying amount of Property, plant and equipment and are recognized in the statement of profit and loss when the Property, plant and equipment is derecognized. Cost of assets not ready for use at the balance sheet date is disclosed under capital work-in-progress.

The residual values, useful lives and methods of depreciation of property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if appropriate. (Ind AS 16)

Capital work-in-progress is stated at cost and not depreciated. Depreciation on capital work-in-progress commences when the assets are ready for their intended use.

### e. Intangibles assets

#### *Recognition and initial measurement*

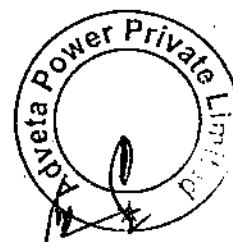
Using the deemed cost exemption available as per Ind AS 101, the Company has elected to carry forward the carrying value of intangible assets under Indian GAAP as on March 31, 2016 as book value of such assets under Ind AS as at the transition date i.e. April 01, 2016.

Intangible assets with finite lives are amortised over the useful economic life and assessed for impairment whenever there is an indication that the intangible asset may be impaired. The amortization period and the amortization method for an intangible asset with a finite useful life are reviewed at least at the end of each reporting period. Changes in the expected useful life or the expected pattern of consumption of future economic benefits embodied in the asset are considered to modify the amortization period or method, as appropriate, and are treated as changes in accounting estimates. The amortization expense on intangible assets with finite lives is recognised in the statement of profit and loss unless such expenditure forms part of carrying value of another asset.

Capital work-in-progress is stated at cost and not depreciated. Depreciation on capital work-in-progress commences when the assets are ready for their intended use.

### f. Impairment of non-financial Assets

At each reporting date, the Company assesses whether there is any indication based on internal/external factors, that an asset may be impaired. If any such indication exists, the Company estimates the recoverable



# Adveta Power Private Limited

## Summary of significant accounting policies and other explanatory information to the financial statements for the year ended March 31, 2023

amount of the asset. If such recoverable amount of the asset or the recoverable amount of the cash generating unit to which the asset belongs is less than its carrying amount, the carrying amount is reduced to its recoverable amount and the reduction is treated as an impairment loss and is recognised in the statement of profit and loss. If, at the reporting date there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount. Impairment losses previously recognized are accordingly reversed in the statement of profit and loss.

### g. Functional and presentation currency

The financial results are presented in Indian Rupees (INR), which is also the Company's functional currency.

#### Foreign Currencies

##### Transactions and balances

Transactions in foreign currencies are initially recorded at their respective functional currency spot rates at the date the transaction first qualifies for recognition.

Monetary assets and liabilities denominated in foreign currencies are translated at the functional currency spot rates of exchange at the reporting date.

### h. Fair Value Measurement

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability, or
- In the absence of a principal market, in the most advantageous market for the asset or liability

The principal or the most advantageous market must be accessible by the Company.

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

All assets and liabilities for which fair value is measured or disclosed in the financial results are categorized 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

For assets and liabilities that are recognized in the financial results on a recurring basis, company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorization (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period or each case.

### i. Revenue Recognition

#### Interest Income:

Interest income is recognized on time proportion basis taking into account the amount outstanding and rate applicable.

For all Financial Assets measured at amortised cost, interest income is recorded using the effective interest rate (EIR) i.e. the rate that exactly discounts estimated future cash receipts through the expected life of the



# Adveta Power Private Limited

## Summary of significant accounting policies and other explanatory information to the financial statements for the year ended March 31, 2023

financial asset to the net carrying amount of the financial assets. The future cash flows include all other transaction costs paid or received, premiums or discounts if any, etc.

### j. Financial Instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

Initial recognition and measurement: - All financial assets are recognised initially at fair value and transaction cost that is attributable to the acquisition of the financial asset is also adjusted.

*Subsequent measurement:-*

i) Financial instruments at amortized cost – the financial instrument is measured at the amortized cost if both the following conditions are met:

- The asset is held within a business model whose objective is to hold assets for collecting contractual cash flows, and
- Contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.

After initial measurement, such financial assets are subsequently measured at amortised cost using the effective interest rate (EIR) method.

ii) Financial assets at fair value through profit or loss (FVTPL) or fair value through other income comprehensive (FVOCI)

A financial asset is classified as FVTPL if it is classified as held for trading or is designated as such on initial recognition. In other cases, Company decides to classify the each financial instrument either as at FVOCI or FVTPL at initial recognition.

### Financial asset

#### Held-to-maturity financial assets

If Company, has positive intent and ability to hold debt securities to maturity, then such financial assets are classified as held to maturity. Held-to-maturity financial assets are recognised initially at fair value plus any directly attributable transaction costs. Subsequent to initial recognition, held-to-maturity financial assets are measured at amortised cost using the effective interest method, less any impairment losses.

#### Loans and receivables

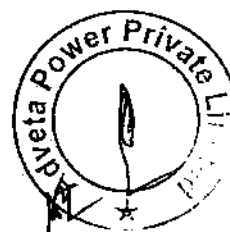
Loans and receivables are financial assets with fixed or determinable payments that are not quoted in an active market. Such assets are recognised initially at fair value plus any directly attributable transaction costs. Subsequent to initial recognition, loans and receivables are measured at amortised cost using the effective interest method, less any impairment losses. Loans and receivables comprise cash and cash equivalents, and trade and other receivables.

#### Cash and Cash equivalents

Cash and cash equivalents comprise cash balances (Cash in hand, bank balances) and call deposits with maturities of three months or less from the acquisition date that are subject to an insignificant risk of changes in their fair value, and are used by the Company in the management of the short-term commitments.

#### Trade receivables

Trade receivables are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method, less provision for impairment



# Adveta Power Private Limited

## Summary of significant accounting policies and other explanatory information to the financial statements for the year ended March 31, 2023

### Financial liabilities

Company initially recognizes financial liabilities (including liabilities designated as at fair value through profit or loss or fair value through other comprehensive income) on the trade date, which is the date that the Company becomes a party to the contractual provisions of the instrument.

The Company derecognizes a financial liability when its contractual obligations are discharged, cancelled or expired.

Company classifies non-derivative financial liabilities into the other financial liabilities category. Such financial liabilities are recognized initially at fair value less any directly attributable transaction costs. Subsequent to initial recognition, these financial liabilities are measured at amortized cost using the effective interest method.

### k. Retirement and other employee benefits

#### Defined Contribution plan

Retirement benefit in the form of provident fund is a defined contribution scheme. The Company has no obligation, other than the contribution payable to the provident fund. The Company recognizes contribution payable to the provident fund scheme as an expense, when an employee renders the related service. The Company has no obligation other than the contribution payable to the Provided Fund.

#### Defined benefit plans

The Company operates a defined benefit gratuity plan in India. The cost of providing benefits under the defined benefit plan is determined using the projected unit credit method.

Remeasurements, comprising of actuarial gains and losses, excluding amounts included in net interest on the net defined benefit liability are recognized immediately in the balance sheet with a corresponding debit or credit to retained earnings through OCI in the period in which they occur. Remeasurements are not reclassified to profit or loss in subsequent periods.

#### Other Employee Benefits

##### Compensated absences

Liability in respect of compensated absences becoming due or expected to be availed within one year from the balance sheet date is recognised on the basis of undiscounted value of estimated amount required to be paid or estimated value of benefit expected to be availed by the employees. Liability in respect of compensated absences becoming due or expected to be availed more than one year after the balance sheet date is estimated on the basis of an actuarial valuation performed by an independent actuary using the projected unit credit method.

##### Other short term benefits

Expense in respect of other short-term benefits is recognized on the basis of amount paid or payable for the period during which services are rendered by the employees.

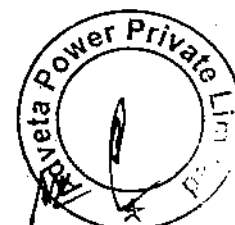
### l. Provisions

#### Provisions

##### General

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. When the Company expects some or all of a provision to be reimbursed, for example, under an insurance contract, the reimbursement is recognised as a separate asset, but only when the reimbursement is virtually certain. The expense relating to a provision is presented in the statement of Profit and Loss net of any reimbursement.

Provisions are measured at the present value of management's best estimate of the expenditure required to settle the present obligation at the end of the reporting period. The discount rate used to determine the present



# Adveta Power Private Limited

## Summary of significant accounting policies and other explanatory information to the financial statements for the year ended March 31, 2023

value is a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The increase in the provision due to the passage of time is recognized as interest expense.

### m. Earnings per share

Basic earnings per share is calculated by dividing the net profit or loss for the period attributable to equity shareholders (after deducting attributable taxes) by the weighted average number of equity shares outstanding during the period.

For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

Potential ordinary shares shall be treated as dilutive when, and only when, their conversion to ordinary shares would decrease earnings per share or increase loss per share from continuing operations.

### n. Leases

The determination of whether an arrangement is (or contains) a lease is based on the substance of the arrangement at the inception of the lease. The arrangement is, or contains, a lease if fulfilment of the arrangement is dependent on the use of a specific asset or assets and the arrangement conveys a right to use the asset or assets, even if that right is not explicitly specified in an arrangement.

For arrangements entered into prior to April 01, 2016, the Company has determined whether the arrangement contain lease on the basis of facts and circumstances existing on the date of transition.

#### Financial Lease

Finance leases are capitalised at the lease's inception at the fair value of the leased property or, if lower, the present value of the minimum lease payments. The corresponding rental obligations, net of finance charges, are included in borrowings or other financial liabilities as appropriate. Each lease payment is allocated between the liability and finance cost. The finance cost is charged to the profit or loss over the lease period so as to produce a constant periodic rate of interest on the remaining balance of the liability for each period.

#### Operating Lease

Leases in which a significant portion of the risks and rewards of ownership are not transferred to the Company as lessee are classified as operating leases. Payments made under operating leases (net of any incentives received from the lessor) are charged to profit or loss on a straight-line basis over the period of the lease unless the payments are structured to increase in line with expected general inflation to compensate for the lessor's expected inflationary cost increases.

### o. Taxes

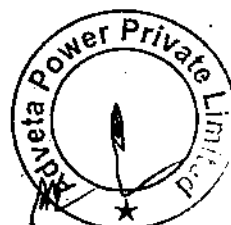
#### Current income tax

Current income tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date in the countries where the Company operates and generates taxable income.

Current income tax relating to items recognised outside profit or loss is recognised outside profit or loss (either in other comprehensive income or in equity). Current tax items are recognised in correlation to the underlying transaction either in OCI or directly in equity. Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.

#### Deferred tax

Deferred tax is provided using the liability method on temporary differences between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date.



# Adveta Power Private Limited

## Summary of significant accounting policies and other explanatory information to the financial statements for the year ended March 31, 2023

Deferred tax liabilities are recognised for all taxable temporary differences. Deferred tax assets are recognised for all deductible temporary differences, the carry forward of unused tax credits (Minimum alternate tax credit entitlement) and any unused tax losses. Deferred tax assets are recognised to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilized. Deferred tax relating to items recognised outside profit or loss is recognised outside profit or loss (either in other comprehensive income or in equity). Deferred tax items are recognised in correlation to the underlying transaction either in OCI or directly in equity.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilized. Unrecognized deferred tax assets are re-assessed at each reporting date and are recognised to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realized or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date.

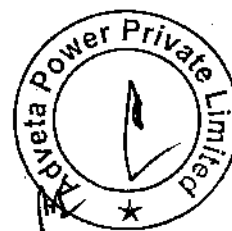
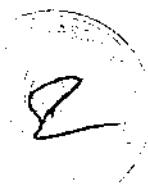
Deferred tax relating to items recognised outside profit or loss is recognised outside profit or loss (either in other comprehensive income or in equity). Deferred tax items are recognised in correlation to the underlying transaction either in OCI or directly in equity.

Deferred tax assets and deferred tax liabilities are offset if a legally enforceable right exists to set off current tax assets against current tax liabilities and the deferred taxes relate to the same taxable entity and the same taxation authority.

### p. Contingent liabilities

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The Company does not recognize a contingent liability but discloses its existence in the financial statements.

*[Remaining page intentionally left blank]*



# Adveta Power Private Limited

## Notes to the financial statements for the year ended March 31, 2023

### 3. Capital work-in-progress

| Particulars                                          | (Rs. in '000) |
|------------------------------------------------------|---------------|
| As at April 01, 2021                                 | 29,136.55     |
| Add: Addition during the year                        | -             |
| Less: Capitalisation during the year                 | -             |
| As at March 31, 2022                                 | 29,136.55     |
| Add: Addition during the year                        | -             |
| Less: Written-off during the year (refer note below) | (29,136.55)   |
| As at March 31, 2023                                 | -             |

#### Ageing for capital work-in-progress as at March 31, 2023 is as follows: (Rs. in '000)

| Capital Work-in-progress                    | Amount in CWIP for a period of |          |          |                   | Total       |
|---------------------------------------------|--------------------------------|----------|----------|-------------------|-------------|
|                                             | Less than 1 year               | 1-2 year | 2-3 year | More than 3 years |             |
| Projects in Progress                        | -                              | -        | -        | -                 | -           |
| Less: Projects discontinued and written off | -                              | -        | -        | (29,136.55)       | (29,136.55) |
| Total                                       | -                              | -        | -        | -                 | -           |

#### Ageing for capital work-in-progress as at March 31, 2022 is as follows: (Rs. in '000)

| Capital Work-in-progress       | Amount in CWIP for a period of |          |          |                   | Total     |
|--------------------------------|--------------------------------|----------|----------|-------------------|-----------|
|                                | Less than 1 year               | 1-2 year | 2-3 year | More than 3 years |           |
| Projects in Progress           | -                              | -        | -        | -                 | -         |
| Projects temporarily suspended | -                              | -        | -        | 29,136.55         | 29,136.55 |
| Total                          | -                              | -        | -        | 29,136.55         | 29,136.55 |

Note: The Company had earlier been granted in-principle approval by Govt. of Arunachal Pradesh for allotment of two Power Projects of 80 MW and 75 MW in Arunachal Pradesh in FY 2012-13 and in this regard an agreement was executed on February 14, 2013. The Company has in the past initiated taking preliminary steps in connection with the implementation of projects. However, no major investment was made in this regard and the project was shown as temporarily suspended until FY 2021-22. Due to failure in achieving financial closure and inability to commence the implementation of the said power projects within the stipulated period, the Govt. of Arunachal Pradesh has terminated the said projects and accordingly, the said projects stands reverted back to the Govt. of Arunachal Pradesh on as is where is basis. Accordingly, the Company has written-off the entire investment made on projects, during FY 2022-23.

### 4. Intangible assets under development

| Particulars                          | (Rs. in '000) |
|--------------------------------------|---------------|
| As at April 01, 2021                 | 13.19         |
| Add: Addition during the year        | -             |
| Less: Capitalisation during the year | -             |
| As at March 31, 2022                 | 13.19         |
| Add: Addition during the year        | -             |
| Less: Written-off during the year    | (13.19)       |
| As at March 31, 2023                 | -             |

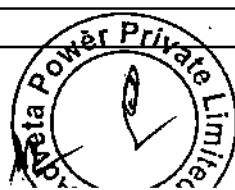
#### Ageing for intangible assets related to above project as at March 31, 2023 is as follows: (Rs. in '000)

| Intangible assets under development   | Amount for the period of |          |          |                   | Total   |
|---------------------------------------|--------------------------|----------|----------|-------------------|---------|
|                                       | Less than 1 year         | 1-2 year | 2-3 year | More than 3 years |         |
| Projects in Progress                  | -                        | -        | -        | -                 | -       |
| Projects discontinued and written off | -                        | -        | -        | (13.19)           | (13.19) |
| Total                                 | -                        | -        | -        | -                 | -       |

#### Ageing for intangible assets related to above project as at March 31, 2022 is as follows: (Rs. in '000)

| Intangible assets under development | Amount for the period of |          |          |                   | Total |
|-------------------------------------|--------------------------|----------|----------|-------------------|-------|
|                                     | Less than 1 year         | 1-2 year | 2-3 year | More than 3 years |       |
| Projects in Progress                | -                        | -        | -        | -                 | -     |
| Projects temporarily suspended      | -                        | -        | -        | 13.19             | 13.19 |
| Total                               | -                        | -        | -        | 13.19             | 13.19 |

Note: Pls refer sub-note below of note no 3 above.



# Adveta Power Private Limited

## Notes to the financial statements for the year ended March 31, 2023

(Rs. in '000)

| Particulars                                            | As at<br>March 31, 2023 | As at<br>March 31, 2022 |
|--------------------------------------------------------|-------------------------|-------------------------|
| <b>5. Cash and cash equivalents</b>                    |                         |                         |
| Cash on hand                                           | 0.24                    | 0.24                    |
| Balances with banks:                                   |                         |                         |
| Current accounts                                       | 176.01                  | 98.13                   |
| <b>Total</b>                                           | <b>176.25</b>           | <b>98.37</b>            |
| <b>6. Other current assets</b>                         |                         |                         |
| ((Unsecured, considered good, unless otherwise stated) |                         |                         |
| Balances with government authorities                   | 5.29                    | 65.33                   |
| <b>Total</b>                                           | <b>5.29</b>             | <b>65.33</b>            |

| Particulars                                                                  | As at<br>March 31, 2023 | As at<br>March 31, 2022 |
|------------------------------------------------------------------------------|-------------------------|-------------------------|
| <b>7. Share capital</b>                                                      |                         |                         |
| <b>(a) Authorised share capital</b>                                          |                         |                         |
| 200,000 (March 31, 2022: 200,000) equity shares of Rs. 10 each               | 2,000                   | 2,000                   |
| 5,000,000 (March 31, 2022: 5,000,000) preference shares of Rs. 10 each       | 50,000                  | 50,000                  |
| <b>Total</b>                                                                 | <b>52,000</b>           | <b>52,000</b>           |
| <b>(b) Issued, subscribed &amp; paid up</b>                                  |                         |                         |
| 180,000 (March 31, 2022: 180,000) equity shares of Rs.10 each fully paid up. | 1,800                   | 1,800                   |
| <b>Total</b>                                                                 | <b>1,800</b>            | <b>1,800</b>            |

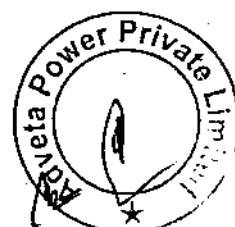
**(c) Terms/right attached to equity shares:**

The Company has only one class of equity shares having a par value of Rs.10 per share. Each holder of equity shares is entitled to one vote per share. The Company declares and pays dividends in Indian Rupees. The dividend if any, proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting. The Board of Directors has not proposed any dividend for current year and previous year.

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 including preference shares. The distribution will be in proportion to the number of equity shares held by the equity

**(d) Reconciliation of number of equity shares**

| Particulars                                 | As at March 31, 2023 |              | As at March 31, 2022 |              |
|---------------------------------------------|----------------------|--------------|----------------------|--------------|
|                                             | No of shares         | Rs. in '000  | No of shares         | Rs. in '000  |
| Equity shares at the beginning of the year  | 180,000              | 1,800        | 180,000              | 1,800        |
| Changes during the year                     | -                    | -            | -                    | -            |
| Issued pursuant to the scheme of merger     |                      |              |                      |              |
| <b>Equity shares at the end of the year</b> | <b>180,000</b>       | <b>1,800</b> | <b>180,000</b>       | <b>1,800</b> |



**Adveta Power Private Limited**

Notes to the financial statements for the year ended March 31, 2023

(Rs. in '000)

| Particulars | As at<br>March 31, 2023 | As at<br>March 31, 2022 |
|-------------|-------------------------|-------------------------|
|-------------|-------------------------|-------------------------|

**(e) Details of promoters' equity share holding and equity shareholders holding more than 5% of equity shares in the Company:**

| Particulars              | As at March 31, 2023 |             | As at March 31, 2022 |             |
|--------------------------|----------------------|-------------|----------------------|-------------|
|                          | No of shares         | % holding   | No of shares         | % holding   |
| Panacea Biotech Ltd.     | 90,000               | 50%         | 90,000               | 50%         |
| PanEra Biotech Pvt. Ltd. | 90,000               | 50%         | 90,000               | 50%         |
| <b>Total</b>             | <b>180,000</b>       | <b>100%</b> | <b>180,000</b>       | <b>100%</b> |

**(f) Terms attached to 0.5% cumulative non-convertible and non-participating redeemable preference shares:**

The Company has only one class of preference shares having a par value of Rs.10 per share. The Company declares and pays dividends in Indian Rupees. The dividend, if any, proposed by the Board of Directors is subject to the approval of the shareholders in the Annual General Meeting. The Board of Directors has not proposed any dividend for current year as well as previous year.

The preference shares were issued for a period of 11 years w.e.f. respective date of issue, viz. 02.03.2013, 16.05.2015 and 18.03.2016. In the event of liquidation of the Company, the holders of preference shares will be entitled to receive the remaining assets of the Company after distribution of all preferential amounts, in preference to the equity shareholders. The distribution will be in proportion to the number of preference shares held by the preference shareholder(s).

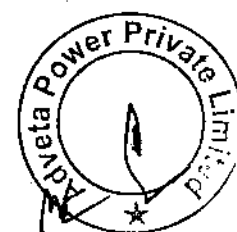
**(g) Reconciliation of 0.5% non-cumulative, non-convertible and non-participating redeemable preference shares ^**

| Particulars                                     | As at March 31, 2023 |                  | As at March 31, 2022 |                  |
|-------------------------------------------------|----------------------|------------------|----------------------|------------------|
|                                                 | No of shares         | Rs. in '000      | No of shares         | Rs. in '000      |
| Preference shares at the beginning of the year  | 2,570,138            | 25,701.38        | 2,570,138            | 25,701.38        |
| Changes during the year                         | -                    | -                | -                    | -                |
| <b>Preference shares at the end of the year</b> | <b>2,570,138</b>     | <b>25,701.38</b> | <b>2,570,138</b>     | <b>25,701.38</b> |

**h) Details of promoters' preference share holding and preference shareholders holding more than 5% of non-cumulative, non-convertible and non-participating redeemable preference shares in the Company:**

| Particulars              | As at March 31, 2023 |             | As at March 31, 2022 |             |
|--------------------------|----------------------|-------------|----------------------|-------------|
|                          | No of shares         | % holding   | No of shares         | % holding   |
| PanEra Biotech Pvt. Ltd. | 2,570,138            | 100%        | 2,570,138            | 100%        |
| <b>Total</b>             | <b>2,570,138</b>     | <b>100%</b> | <b>2,570,138</b>     | <b>100%</b> |

| Particulars                                          | As at<br>March 31, 2023 | As at<br>March 31, 2022 |
|------------------------------------------------------|-------------------------|-------------------------|
| <b>8. Other equity</b>                               |                         |                         |
| Retained earnings                                    |                         |                         |
| Opening balance                                      | (1,126.92)              | (1,030.24)              |
| Add: Net profit/(loss) for the current year          | (29,474.58)             | (96.68)                 |
| Add: Remeasurements of the net defined benefit plans | -                       | -                       |
| <b>Closing balance</b>                               | <b>(30,601.50)</b>      | <b>(1,126.92)</b>       |
| <b>9. Borrowings (non-current)</b>                   |                         |                         |
| Unsecured                                            |                         |                         |
| Loan from related parties                            | 200.00                  | -                       |
| <b>Total</b>                                         | <b>200.00</b>           | <b>-</b>                |
| <b>10. Other financial liabilities (non-current)</b> |                         |                         |
| Interest accrued but not due on borrowings           | 5.10                    | -                       |
| <b>Total</b>                                         | <b>5.10</b>             | <b>-</b>                |
| <b>11. Borrowings (current)</b>                      |                         |                         |
| Unsecured                                            |                         |                         |
| (refer note 7 (g) to (j))                            | 25,701.38               | 25,701.38               |
| <b>Total</b>                                         | <b>25,701.38</b>        | <b>25,701.38</b>        |



# Adveta Power Private Limited

Notes to the financial statements for the year ended March 31, 2023

(Rs. in '000)

| Particulars                                                               | As at<br>March 31, 2023 | As at<br>March 31, 2022 |
|---------------------------------------------------------------------------|-------------------------|-------------------------|
| <b>12. Trade payables</b>                                                 |                         |                         |
| Due to:                                                                   |                         |                         |
| - Outstanding dues of micro, small and medium enterprises (refer note 23) | -                       | -                       |
| - Outstanding dues of creditors other than above                          | 3,039.44                | 2,900.73                |
| <b>Total</b>                                                              | <b>3,039.44</b>         | <b>2,900.73</b>         |

Ageing for trade payables outstanding as at March 31, 2023 is as follows:

(Rs. in '000)

| Particulars           | Not due | Outstanding for following periods from due date of payments |              |              |                  | Total           |
|-----------------------|---------|-------------------------------------------------------------|--------------|--------------|------------------|-----------------|
|                       |         | Less than 1 year                                            | 1-2 years    | 2-3 years    | More than 3 year |                 |
| MSME                  | -       | -                                                           | -            | -            | -                | -               |
| Others                | -       | 138.71                                                      | 96.76        | 93.11        | 2,710.86         | 3,039.44        |
| Disputed Dues -MSME   | -       | -                                                           | -            | -            | -                | -               |
| Disputed Dues -Others | -       | -                                                           | -            | -            | -                | -               |
| <b>Total</b>          |         | <b>138.71</b>                                               | <b>96.76</b> | <b>93.11</b> | <b>2,710.86</b>  | <b>3,039.44</b> |

Ageing for trade payables outstanding as at March 31, 2022 is as follows:

(Rs. in '000)

| Particulars           | Not due | Outstanding for following periods from due date of payments |              |              |                  | Total           |
|-----------------------|---------|-------------------------------------------------------------|--------------|--------------|------------------|-----------------|
|                       |         | Less than 1 year                                            | 1-2 years    | 2-3 years    | More than 3 year |                 |
| MSME                  | -       | -                                                           | -            | -            | -                | -               |
| Others                | -       | 96.76                                                       | 93.11        | 89.60        | 2,621.26         | 2,900.73        |
| Disputed Dues -MSME   | -       | -                                                           | -            | -            | -                | -               |
| Disputed Dues -Others | -       | -                                                           | -            | -            | -                | -               |
| <b>Total</b>          |         | <b>96.76</b>                                                | <b>93.11</b> | <b>89.60</b> | <b>2,621.26</b>  | <b>2,900.73</b> |

Note: Since the Company is not having any business operations from more than three years, there has been delay in payment of dues. The management has taken the following steps:

- The Company has availed financial assistance of Rs.200,000 from Panacea Biotech Pharma Limited ("PBPL") for the purpose of meeting working capital requirements including partial clearing of dues; and
- The Board of Directors of the Company has, in its meeting held on May 16, 2022, in-principally approved the draft Scheme of Arrangement whereby the Company is proposed to be amalgamated with and into PBPL, subject to the approval of Hon'ble National Company Law Tribunal (NCLT) and other applicable approvals. Accordingly, upon the said Scheme of Arrangement becoming effective, all the outstanding liabilities of the Company will be taken over by PBPL as a part of such amalgamation.

## 13. Other financial liabilities (current)

|                        |               |               |
|------------------------|---------------|---------------|
| Other Payable          | 15.00         | 30.42         |
| Others - Related party | 165.74        | 157.83        |
| <b>Total</b>           | <b>180.74</b> | <b>188.25</b> |

## 14. Other current liabilities

|                       |             |          |
|-----------------------|-------------|----------|
| Statutory liabilities | 6.38        | -        |
| <b>Total</b>          | <b>6.38</b> | <b>-</b> |

| Particulars              | For the year ended<br>March 31, 2023 | For the year ended<br>March 31, 2022 |
|--------------------------|--------------------------------------|--------------------------------------|
| <b>15. Finance costs</b> |                                      |                                      |
| Bank charges             | -                                    | -                                    |
| Interest expense         | 5.67                                 | -                                    |
| <b>Total</b>             | <b>5.67</b>                          | <b>-</b>                             |

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## Adveta Power Private Limited

Notes to the financial statements for the year ended March 31, 2023

(Rs. in '000)

| Particulars                                             | For the year ended<br>March 31, 2023 | For the year ended<br>March 31, 2022 |
|---------------------------------------------------------|--------------------------------------|--------------------------------------|
| <b>16. Other expenses</b>                               |                                      |                                      |
| Advertising                                             | -                                    | 10.92                                |
| Rent for office (refer note 30 (b))                     | 104.40                               | 60.00                                |
| Legal and professional charges                          | 99.74                                | 5.00                                 |
| Rates and taxes                                         | 100.04                               | 4.50                                 |
| Insurance                                               | -                                    | 1.26                                 |
| Tangibles assets (capital work in progress) written-off | 29,136.55                            | -                                    |
| Intangibles assets under development written-off        | 13.19                                | -                                    |
| Payment to auditors (refer note (i) below)              | 15.00                                | 15.00                                |
| <b>Total</b>                                            | <b>29,468.91</b>                     | <b>96.68</b>                         |

Note:

(i) Payment to Auditors' (exclude GST):

As Auditor

-Audit fee

15.00

15.00

In other capacity

Tax audit fee

-Other consultancy matters

-

-

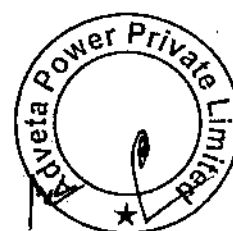
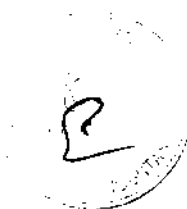
Total

15.00

15.00

(ii) Refer note 24(B) for related party transaction disclosure

*[Remaining page intentionally left blank]*



# Adveta Power Private Limited

Notes to the financial statements for the year ended March 31, 2023

## 17. Earnings per Share

(Rs. in '000)

| Particulars                                               | As at<br>March 31, 2023 | As at<br>March 31, 2022 |
|-----------------------------------------------------------|-------------------------|-------------------------|
| Profit/(loss) attributable to equity shareholders         | (29,474.58)             | (96.68)                 |
| Weighted average number of equity shares<br>(nos in 000') | 180.00                  | 180.00                  |
| Nominal value per equity share                            | 10                      | 10                      |
| <b>Earning/(loss) per equity share of Rs. 10 each:</b>    |                         |                         |
| Basic and Diluted (in Rs.)                                | (163.74)                | (0.54)                  |

## 18. Contingencies and Commitments

(Rs. in '000)

| Particulars                  | As at<br>March 31, 2023 | As at<br>March 31, 2022 |
|------------------------------|-------------------------|-------------------------|
| Contingent liabilities       | -                       | -                       |
| Capital and other commitment | -                       | -                       |

19. In the opinion of the management, all the current assets, loans & advances have a value on realization in the ordinary course of business at least equal to the amount at which they are stated.

20. Estimated amount of contracts remaining to be executed on capital account, net of advances and not provided in the books are as follows:

(Rs. in '000)

| Particulars       | As at<br>March 31, 2023 | As at<br>March 31, 2022 |
|-------------------|-------------------------|-------------------------|
| Tangibles Assets  | -                       | -                       |
| Intangible Assets | -                       | -                       |
| <b>Total</b>      | -                       | -                       |

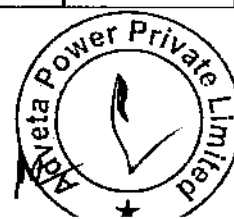
## 21. Segmental Information

Based on the identical business dealt in by the Company, which have similar risks and returns, and also the similar economic conditions under which the Company operates, the entire business has been considered as a single segment in terms of Accounting Standard – 17 on Segment Reporting issued by the Institute of Chartered Accountants of India.

## 22. Details of Pre-Operative Expenses relating to Fixed Assets:

(Rs. in '000)

| Particulars                        | As at<br>April 01,<br>2022 | Addition<br>during the<br>year | Written-off<br>during the<br>year* | As at<br>March 31,<br>2023 |
|------------------------------------|----------------------------|--------------------------------|------------------------------------|----------------------------|
| Bank Charges                       | 36.24                      | -                              | 36.24                              | -                          |
| Books & Periodicals                | 5.40                       | -                              | 5.40                               | -                          |
| Consultancy & Professional Charges | 3,263.78                   | -                              | 3,263.78                           | -                          |
| Fees & Taxes                       | 34.15                      | -                              | 34.15                              | -                          |
| General Expenses                   | 0.03                       | -                              | 0.03                               | -                          |
| Interest Paid on TDS               | 0.99                       | -                              | 0.99                               | -                          |
| Interest Paid on Unsecured Loan    | 1.38                       | -                              | 1.38                               | -                          |
| Labour Charges                     | 515.40                     | -                              | 515.40                             | -                          |
| Membership & Subscription          | 5.99                       | -                              | 5.99                               | -                          |
| Meeting & Conferences              | 39.00                      | -                              | 39.00                              | -                          |



# Adveta Power Private Limited

Notes to the financial statements for the year ended March 31, 2023

|                                                   | For the year ended March 31, 2023 | For the year ended March 31, 2022 | For the year ended March 31, 2021 | As at March 31, 2023 |
|---------------------------------------------------|-----------------------------------|-----------------------------------|-----------------------------------|----------------------|
| Postage                                           | 0.08                              | -                                 | 0.08                              | -                    |
| Printing & Stationery                             | 9.36                              | -                                 | 9.36                              | -                    |
| Statutory Audit Fees                              | 84.59                             | -                                 | 84.59                             | -                    |
| Tender Fees                                       | 50.00                             | -                                 | 50.00                             | -                    |
| Telephone & Internet                              | 6.45                              | -                                 | 6.45                              | -                    |
| Upfront Premium and Processing Fee of the Project | 23,250.00                         | -                                 | 23,250.00                         | -                    |
| <b>Total</b>                                      | <b>27,302.84</b>                  | <b>-</b>                          | <b>27,302.84</b>                  | <b>-</b>             |

\* Pls refer note no 3

23. There is no dues to Micro, Small & Medium Enterprise as per Micro Small and Medium Enterprise Development Act, 2006.

## 24. Related Party Disclosure

### A. List of related parties:

- Shareholders holding 50% stake each
  - Panacea Biotec Limited ("PBL")
  - PanEra Biotec Private Limited
- Subsidiaries/Joint Ventures of PBL
  - Panacea Biotec (International) SA, Switzerland ("PBS") (WOS of PBL);
  - Panacea Biotec Germany GmbH (Germany) (Indirect WOS of PBL through PBS);
  - Chiron Panacea Vaccines Pvt. Ltd (Under Liquidation) (JV of PBL);
  - Panacea Biotec Pharma Ltd. ("PBPL") (WOS of PBL);
  - Meyten Realtech Private Ltd. ("Meyten") (WOS of PBL);
- Key Management Personnel :
  - Mr. Soshil Kumar Jain – Director (upto October 07, 2022)
  - Dr. Rajesh Jain - Director
  - Mr. Ankesh Jain - Director
  - Mr. Vinod Goel - Director (w.e.f. September 06, 2022)
- Enterprises over which person(s) having control or significant influence over the Company / Key management personnel(s) along with their relatives are able to exercise significant influence:
  - Neophar Alipro Limited
  - First Lucre Partnership Co.
- Enterprise over which PBL is exercising control in terms of IND-AS:
  - PanEra Biotec Private Limited (considered as Associate under Indian GAAP)

### B. Transactions with related parties:

| (Rs. in '000) |                                   |                                   |                                   |
|---------------|-----------------------------------|-----------------------------------|-----------------------------------|
| S.No.         | Particulars                       | For the year ended March 31, 2023 | For the year ended March 31, 2022 |
| I             | Transactions made during the year |                                   |                                   |
|               | a) Rent expenses                  |                                   |                                   |
|               | Panacea Biotec Ltd.               | 104.40                            | 60.00                             |
|               | b) Recovery of expenses           |                                   |                                   |
|               | PanEra Biotec Private Ltd.        | 7.91                              | 1.50                              |
|               | c) Interest expense               |                                   |                                   |
|               | Panacea Biotec Pharma Ltd.        | 5.67                              | Nil                               |
|               | c) Loan received                  |                                   |                                   |

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Adveta Power Private Limited

# Adveta Power Private Limited

Notes to the financial statements for the year ended March 31, 2023

|    |                                      |        |        |
|----|--------------------------------------|--------|--------|
|    | Panacea Biotec Pharma Ltd.           | 200.00 | Nil    |
| II | Year end balances                    |        |        |
|    | a) Loan received                     |        |        |
|    | Panacea Biotec Pharma Ltd.           | 200.00 | Nil    |
|    | b) Interest accrued on loan received |        |        |
|    | Panacea Biotec Pharma Ltd.           | 5.10   | Nil    |
|    | c) Trade payables                    |        |        |
|    | Panacea Biotec Ltd.                  | 420.20 | 314.00 |
|    | d) Other financial liabilities       |        |        |
|    | PanEra Biotec Private Ltd.           | 165.74 | 157.83 |

25. The provisions of payment of Gratuity Act 1972, Employee's Provident Fund and Miscellaneous Provisions Act 1952, and Employees State Insurance Act, are not applicable to the Company and hence no provisions has been made.

## 26. Fair Value Measurements

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

### A. Financial assets and liabilities

The carrying amounts and fair values of financial instruments by class are as follows:

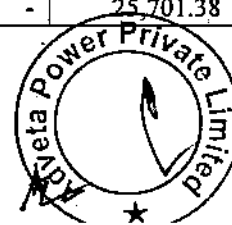
(Rs. in '000)

| As at:                                       | Level 1     | Level 2 | Level 3          |
|----------------------------------------------|-------------|---------|------------------|
| March 31, 2023                               |             |         |                  |
| <b>Financial Assets</b>                      |             |         |                  |
| i) Cash and cash equivalents                 | 5           | -       | 176.25           |
| <b>Total Financial Assets</b>                | -           | -       | <b>176.25</b>    |
| <b>Financial Liabilities</b>                 |             |         |                  |
| i) Borrowings                                | 9 & 11      | -       | 25,901.38        |
| ii) Trade Payables                           | 12          | -       | 3,039.44         |
| iii) Other Financial and Current Liabilities | 10, 13 & 14 | -       | 192.22           |
| <b>Total Financial Liabilities</b>           | -           | -       | <b>29,133.04</b> |

Investment in subsidiaries has been taken at cost as per IND AS 101 exemption

(Rs. in '000)

| As at:                        | Note No. | Level 1 | Level 2 | Level 3      |
|-------------------------------|----------|---------|---------|--------------|
| March 31, 2022                |          |         |         |              |
| <b>Financial Assets</b>       |          |         |         |              |
| i) Cash and cash equivalents  | 5        | -       | -       | 98.38        |
| <b>Total Financial Assets</b> | -        | -       | -       | <b>98.38</b> |
| <b>Financial Liabilities</b>  |          |         |         |              |
| i) Borrowings                 | 9 & 11   | -       | -       | 25,701.38    |



# Adveta Power Private Limited

Notes to the financial statements for the year ended March 31, 2023

| As at                              |         |   |   |                  |
|------------------------------------|---------|---|---|------------------|
| March 31, 2023                     |         |   |   |                  |
| ii) Trade Payables                 | 12      | - | - | 2,900.73         |
| iii) Other Financial Liabilities   | 10 & 13 | - | - | 188.25           |
| <b>Total Financial Liabilities</b> |         | - | - | <b>28,790.36</b> |

The management assessed that borrowings, trade payables and other financial liabilities approximate their carrying amounts largely due to the short-term maturities of these instruments. The fair value of the financial 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.

## 27. Risk Management

### A. Credit Risk

#### Credit risk management

##### Credit risk rating

The Company assesses and manages credit risk of financial assets based on following categories arrived on the basis of assumptions, inputs and factors specific to the class of financial assets.

A: Low credit risk on financial reporting date

B: Moderate credit risk

C: High credit risk

The Company provides for expected credit loss based on the following:

| Asset group          | Basis of categorization                                                                             | Provision for expected credit loss |
|----------------------|-----------------------------------------------------------------------------------------------------|------------------------------------|
| Low credit risk      | Cash and cash equivalents, other bank balances, loans, trade receivables and other financial assets | -                                  |
| Moderate credit risk | Trade receivables and other financial assets                                                        | -                                  |
| High credit risk     | Trade receivables                                                                                   | -                                  |

Based on business environment in which the Company operates, a default on a financial asset is considered when the counter party fails to make payments within the agreed time period as per contract. Loss rates reflecting defaults are based on actual credit loss experience and considering differences between current and historical economic conditions.

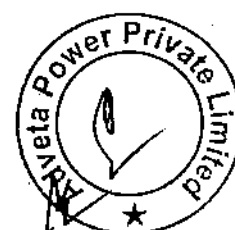
(Rs. in '000)

| Credit rating      | Particulars                                                                                               | As at<br>March 31, 2023 | As at<br>March 31, 2022 |
|--------------------|-----------------------------------------------------------------------------------------------------------|-------------------------|-------------------------|
| A: Low credit risk | Cash and cash equivalents, other bank balances, loans and other financial assets except trade receivables | 176.25                  | 98.38                   |

### B. Liquidity Risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Company's approach to managing liquidity is to ensure as far as possible, that it will have sufficient liquidity to meet its liabilities when they are due.

Management monitors rolling forecasts of the liquidity position and cash and cash equivalents on the basis of expected cash flows. The Company takes into account the liquidity of the market in which the entity operates.



# Adveta Power Private Limited

Notes to the financial statements for the year ended March 31, 2023

## Contractual Maturities of financial liabilities

The tables below analyses the financial liabilities into relevant maturity groupings based on their contractual maturities.

(Rs. in '000)

| March 31, 2023                               | Less than and equal to 1 year | 1 - 2 years | 2 - 3 years | More than 3 years |
|----------------------------------------------|-------------------------------|-------------|-------------|-------------------|
| <b>Current</b>                               |                               |             |             |                   |
| i) Borrowings                                | 25,901.38                     | -           | -           | -                 |
| ii) Trade Payables                           | 3,039.44                      | -           | -           | -                 |
| iii) Other Financial and Current Liabilities | 192.22                        | -           | -           | -                 |
| <b>Total</b>                                 | <b>29,133.04</b>              | -           | -           | -                 |

(Rs. in '000)

| March 31, 2022                   | Less than and equal to 1 year | 1 - 2 years | 2 - 3 years | More than 3 years |
|----------------------------------|-------------------------------|-------------|-------------|-------------------|
| <b>Current</b>                   |                               |             |             |                   |
| i) Borrowings                    | 25,701.38                     | -           | -           | -                 |
| ii) Trade Payables               | 2,900.73                      | -           | -           | -                 |
| iii) Other Financial Liabilities | 188.25                        | -           | -           | -                 |
| <b>Total</b>                     | <b>28,790.36</b>              | -           | -           | -                 |

## Risk management

The Company's capital management objectives are

- to ensure the Company's ability to continue as a going concern
- to provide an adequate return to shareholders

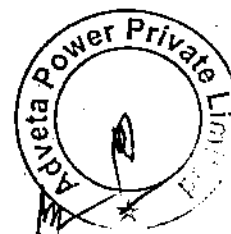
The Company monitors capital on the basis of the carrying amount of equity less cash and cash equivalents as presented on the face of balance sheet. Management assesses the Company's capital requirements in order to maintain an efficient overall financing structure while avoiding excessive leverage. The Company manages the capital structure and makes adjustments to it in the light of changes in economic conditions and the risk characteristics of the underlying assets. In order to maintain or adjust the capital structure, the Company may adjust the amount of return capital to shareholders, issue new shares, or convert redeemable preference share into convertible preference shares or sell assets to reduce debt.

## 28. Capital Management Policies

The Company's capital management objectives are to ensure the Company's ability to continue as a going concern as well as to provide an adequate return to shareholders by pricing products and services commensurately with the level of risk.

The Company monitors capital on the basis of the carrying amount of equity plus its subordinated loan, less cash and cash equivalents as presented on the face of the statement of financial position and cash flow hedges recognized in other comprehensive income.

The Company manages its capital structure and makes adjustments to it in the light of changes in economic conditions and the risk characteristics of the underlying assets. In order to maintain or adjust the capital structure, the Company may adjust the amount of dividends paid to shareholders, return capital to shareholders or issue new shares.



# Adveta Power Private Limited

## Notes to the financial statements for the year ended March 31, 2023

The amounts managed as capital by the Company are summarized as follows:

(Rs. in '000)

| Particulars                                       | As at<br>March 31, 2023 | As at<br>March 31, 2022 |
|---------------------------------------------------|-------------------------|-------------------------|
| Non-Current Borrowings including interest accrued | 205.10                  | -                       |
| Current Borrowings                                | 25,701.38               | 25,701.38               |
| Less: Cash and cash equivalents                   | (176.25)                | (98.38)                 |
| <b>Net debt</b>                                   | <b>25,730.23</b>        | <b>25,603.00</b>        |
| Total equity                                      | (28,951.50)             | 523.08                  |
| <b>Net debt to equity ratio</b>                   | <b>(88.87%)</b>         | <b>4894.66%</b>         |

**Compound financial instrument:** Under IND AS 109, a financial instrument should be classified by the issuer upon initial recognition as a financial liability or an equity instrument according to the substance of the contractual arrangement rather than its actual form and the definitions of financial liability and an equity instrument. Accordingly, the company has classified non-cumulative non-convertible and non-participating redeemable preference shares from equity to liability.

### 29. Financial Ratios

| Particulars                      | 2022-23 | 2021-22 | % Change    | Comments                |
|----------------------------------|---------|---------|-------------|-------------------------|
| Current ratio                    | 0.01    | 0.01    | 10.37       | NA                      |
| Debt equity ratio                | (0.89)  | 49.13   | (101.82)    | Due to increase in loss |
| Debt service coverage ratio      | -       | -       | -           | NA                      |
| Return on equity ratio           | 1.02    | (0.18)  | (650.82)    | Due to increase in loss |
| Inventory turnover ratio         | -       | -       | -           | NA                      |
| Trade receivables turnover ratio | -       | -       | -           | NA                      |
| Trade payables turnover ratio    | -       | -       | -           | NA                      |
| Net capital turnover ratio       | -       | -       | -           | NA                      |
| Net profit ratio                 | -       | -       | -           | NA                      |
| Return on capital employed       | 9.66    | (000)   | (262220.31) | Due to increase in loss |
| Return on investment             | -       | -       | -           | NA                      |

### 30. Leases

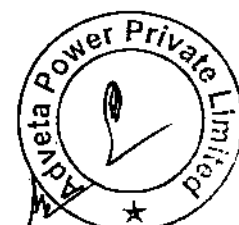
Assets taken under Operating Lease Agreement:

- The Company has taken office space from Panacea Biotech Ltd., situated at Malpur, Baddi, Distt Solan, Himachal Pradesh, on operating lease for period upto June 08, 2022. During the year, the Company has also taken office space from Panacea Biotech Ltd., situated at B-1 Extn./A-27, Mohan Co-operative Industrial Estate, Mathura Road, New Delhi – 110044, on operating lease.
- Lease payments for the year are Rs.104.40 thousand (March 31, 2022: 60.00 thousand)

The total of minimum future lease payments under operating lease mentioned above:

(Rs. in '000)

| Particulars                                  | As at<br>March 31, 2023 | As at<br>March 31, 2022 |
|----------------------------------------------|-------------------------|-------------------------|
| Not later than 1 year                        | 10.06                   | 55.00                   |
| Later than 1 year but not later than 5 years | Nil                     | Nil                     |
| Later than 5 years                           | Nil                     | Nil                     |



# Adveta Power Private Limited

## Notes to the financial statements for the year ended March 31, 2023

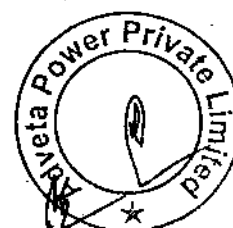
31. During the financial year ended March 31, 2023, the Company has incurred a loss of Rs.29,474.58 thousand (Previous year Rs. 96.68 thousand) mainly on account of write-off of the tangible and intangible assets (capital work in progress) (including pre-operative expenses) of hydro-power projects made by the company in earlier years. As a result, the net worth of the Company has turned negative. At present no new project is in hand of Company. In addition to above, the Board of Directors of the Company has, in its meeting held on May 16, 2022, in-principally approved the draft Scheme of Arrangement whereby the Company is proposed to be amalgamated with and into Panacea Biotech Pharma Limited "PBPL", subject to the approval of Hon'ble National Company Law Tribunal (NCLT) and other applicable approvals.

These all factors indicate that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern.

32. Additional regulatory information required by Schedule III under Companies Act 2013:

- i) The Company does not have any Benami Property, where any proceeding has been initiated or pending against the Company for holding any Benami property.
- ii) The Company does not have any transactions with stuck off companies.
- iii) The Company does not have any charges or satisfaction of charge which is yet to be registered with Registrar of Companies beyond the statutory period.
- iv) The Company has not traded or invested in Crypto Currency or Virtual Currency during the financial year.
- v) The Company has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:
  - directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (Ultimate Beneficiaries); or
  - provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.
- vi) The Company has not received any fund from any other person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:
  - directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party or
  - provide any guarantee, security or the like to or on behalf of the Funding Party.
- vii) The Company has not entered into any transaction which is not recorded into the books of accounts that has been surrendered or disclosed as income during the 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).
- viii) The Company has not been declared as wilful defaulter by any bank or financial institution or other lender.
- ix) The Company has complied with the number of layers prescribed under Section 2 (87) of the Act read with the Companies (Restriction on Number of Layers) Rules, 2017.
- x) No scheme of arrangements has been approved by the Competent Authority in term of sections 230 to 237 of the Companies Act, 2013, during the year.
- xi) The Company does not have any borrowings from banks or financial institutions against security of its current assets.

33. Previous year figures have been reworked, rearranged and reclassified wherever necessary to make them comparable with the current year's figures.



# Adveta Power Private Limited

Notes to the financial statements for the year ended March 31, 2023

34. There is no other subsequent events that occurred after reporting period.

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As per our separate report of even date attached.

**K.K. Garg & Associates**

Firm registration number: 010909N

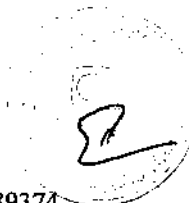
Chartered Accountants



**Per K.K. Garg**

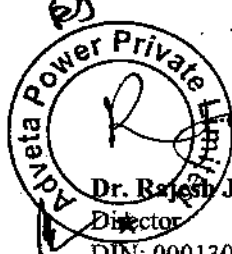
Partner

Membership No. 089374



For and on behalf of the Board of Directors

of Adveta Power Private Limited



**Dr. Rajesh Jain**

Director

DIN: 00013053



**Vinod Goel**

Director

DIN: 02869127

**Place:** New Delhi

**Date:** May 26, 2023

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