

## INDEPENDENT AUDITORS' REPORT

To  
The Members of  
**BHAGALPUR ELECTRICITY DISTRIBUTION COMPANY PRIVATE LIMITED**

### Report on the audit of the Standalone Ind AS Standalone Ind As financial statements

#### Opinion

We have audited the accompanying standalone INDAS financial statements of **BHAGALPUR ELECTRICITY DISTRIBUTION COMPANY PRIVATE LIMITED** ("the Company"), which comprise the Balance Sheet as at March 31, 2022, the Statement of Profit and Loss for the year ended, the statement of cash flow and a summary of significant accounting policies and other explanatory information which we have signed under reference to this report.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 ('the Act') in the manner so required and give a true and Fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind As") and other accounting Principles generally accepted in India, of the state of the affairs of the Company as at 31<sup>st</sup> March 2022.

#### Emphasis of Matter

We draw attention to Note no. 24 of the standalone Ind As financial statements which states that the distribution services of the Company have been terminated by SBPDCL w.e.f. 25<sup>th</sup> November, 2017. In accordance with the Power Distribution Agreement with SBPDCL, the Company has referred the above matters for Arbitration. These standalone Ind As financial statements have been prepared on a Going concern basis on the assumption that the Company will succeed in recovering its claim upon completion of the Arbitration. In view of the above, Property Plant and Equipment and Inventory of Rs. 1,474.93/- Lacs and Rs. 840.7 Lacs has been reclassified to Claims Receivable in accordance with the Termination clause of the Distribution Franchisee Agreement into SBPDCL. Our opinion is not qualified in this matter.

#### Basis for Opinion

We have conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Standalone Ind As financial statements section of 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 Independent requirements that are relevant to our audit of the standalone Ind As financial statements under the provisions of the Companies Act, 2013 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 opinion.



## **Information Other than the Standalone Ind As financial statements and Auditor's Report Thereon**

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Annexure to Board's report but does not include the standalone Ind As financial statements and our auditor's report thereon.

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

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

## **Management's Responsibility for the Standalone Ind As financial statements**

The Company's Board of Directors is responsible for the matters in section 134(5) of the Companies Act, 2013 with respect to the preparation of these standalone Ind As financial statements that give a true and fair view of the financial position, and financial performance and the cash flow of the company in accordance with the Accounting Principles generally accepted in India including the Indian Accounting Standards specified under Section 133 of the Act, Read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind As") This responsibility includes maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding the assets of the company and for preventing and detecting the fraud 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 Internal Financial Control, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone 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 standalone 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 boards of directors are also responsible for overseeing the Company's financial reporting process.

## **Auditor's Responsibility for the audit of the Standalone Ind As financial statements**

Our objectives are to obtain reasonable assurance about whether the standalone 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 standalone Ind As financial statements.

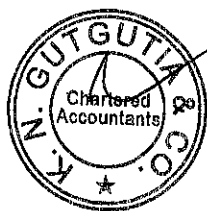
As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:



- Identify and assess the risks of material misstatement of the standalone Ind As financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, 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 standalone Ind As 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 standalone Ind As financial statements, including the disclosures, and whether the standalone 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. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the standalone Ind As financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

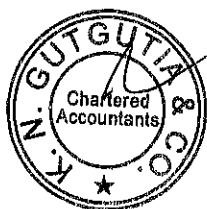


## Report on Other Legal and Regulatory Requirements

Being a small company, the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act is not applicable.

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

- a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
- b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
- c. The Balance Sheet, the Statement of Profit and Loss, the statement of cash flows dealt with by this Report are in agreement with the books of account;
- d. In our opinion, the aforesaid standalone standalone Ind As financial statements comply with the Indian Accounting Standards specified under Section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind As")
- e. On the basis of the written representations received from the directors as on 31st March, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2022 from being appointed as a director in terms of Section 164(2) of the Act;
- f. Being small company, reporting on internal financial control is not required;
- 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 Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
  - i. The Company have some pending litigations as disclosed in note no. 24 and 25 of the notes to financial statements outcome of which may impact its financial position.
  - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses, and
  - 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 it's 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(s) or entity(ies), 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 it's knowledge and belief no funds have been received by the Company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, 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; and



c. Based on audit procedures that we have considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under paragraph 2(g)(iv)(a) & (b) above contain any material mis-statement.

v. The Company has not declared or paid any dividend during the year.

**For K.N.GUTGUTIA & CO.  
Chartered Accountants  
(Firm Registration No.: 304153E)**

  
**CA BHARAT KUMAR SETA  
Partner  
(Membership No.: 053061)**

**Place: Kolkata  
Date: 31/08/2022  
UDIN NO: 22053061BASTHU6189**



**BHAGALPUR ELECTRICITY DISTRIBUTION COMPANY PRIVATE LIMITED**

CIN -U40300WB2013PTC193917

22, ABANINDRA NATH THAKUR SARANI, KOLKATA 700016

**BALANCE SHEET AS AT MAR 31, 2022**

₹ In Lacs

Particulars	Note No.	As at Mar 31,2022	As at Mar 31,2021
<b>ASSETS</b>			
<b>Non-current assets</b>			
(a) Property, plant and equipment	1	0.00	33.30
(b) Other non-current assets	2	-	4.00
		<b>0.00</b>	<b>37.30</b>
<b>Current assets</b>			
(a) Inventories		-	-
(b) Financial assets			
(i) Trade receivables	4	11,053.10	11,053.10
(ii) Cash and cash equivalents	5	17.39	15.50
(iii) Loans	6	399.55	636.07
(iv) Other Financial Assets	3	1,901.04	1,942.92
(c) Other current assets	2	167.33	200.72
(d) Deferred Tax Assets		-	144.73
		<b>13,538.40</b>	<b>13,993.06</b>
<b>TOTAL ASSETS</b>		<b>13,538.40</b>	<b>14,030.37</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
(a) Equity Share capital	7	1.00	1.00
(b) Other Equity	8	(2,091.46)	(2,184.30)
<b>Total equity</b>		<b>(2,090.46)</b>	<b>(2,183.30)</b>
<b>LIABILITIES</b>			
<b>Non-current liabilities</b>			
(a) Financial liabilities			
(i) Borrowings	9	4,458.68	4,832.91
		<b>4,458.68</b>	<b>4,832.91</b>
<b>Current liabilities</b>			
(a) Financial liabilities			
(i) Trade Payables	10	11,042.11	11,173.02
(ii) Other current financial liabilities	11	-	83.32
(b) Other current liabilities	12	128.08	124.42
		<b>11,170.19</b>	<b>11,380.76</b>
<b>Total liabilities</b>		<b>15,628.87</b>	<b>16,213.67</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>13,538.40</b>	<b>14,030.37</b>

See accompanying notes to the Financial Statements

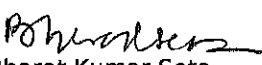
1 to 40

As per our report of even date

For K N GUTGUTIA & Co

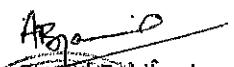
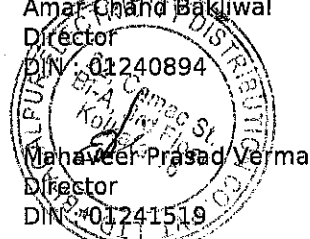
Chartered Accountants

Firm's Registration Number : 304153E

  
Bharat Kumar Seta  
Partner  
Membership No. 053061



Date: 31/03/2022  
Place: Kolkata

  
Amar Chand Bakliwal  
Director  
DIN: 01240894  
  
Manoj Prasad Verma  
Director  
DIN: 01241519

₹ In Lacs

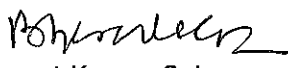
Particulars	Notes	₹ In Lacs	
		2021-22 ₹ in Lacs	2020-21 in Lacs
<b>Income</b>			
Other Income	13	151.83	58.03
<b>Total Income (I)</b>		<b>151.83</b>	<b>58.03</b>
<b>Expenses</b>			
Employee benefits expense	14	2.00	-
Finance costs	15	9.18	460.29
Depreciation	1	25.66	3.50
Other Expenses	16	22.15	15.15
<b>Total Expenses (II)</b>		<b>59.00</b>	<b>478.94</b>
<b>Profit / (Loss) for the year ( I-II )</b>		<b>92.84</b>	<b>(420.91)</b>
<b>Tax Expense</b>			
Current tax		-	-
Tax for earlier years		-	-
Deferred tax		-	-
<b>Income Tax Expense</b>		<b>-</b>	<b>-</b>
<b>Profit / (Loss) for the year</b>		<b>92.84</b>	<b>(420.91)</b>
<b>Other Comprehensive Income (OCI)</b>			
Other comprehensive income not to be reclassified to profit or loss in subsequent periods:			
Re-Measurement gains on defined benefit plans		-	-
Effect of Income tax on above		-	-
<b>Other Comprehensive Income for the year</b>		<b>-</b>	<b>-</b>
<b>Total Comprehensive Income for the year (V+VI)</b>		<b>92.84</b>	<b>(420.91)</b>
Earnings per share - Basic and Diluted (Nominal value ₹ 10 per	21	<b>92.84</b>	<b>(340.91)</b>

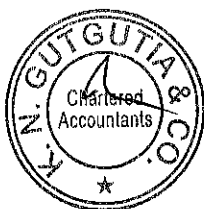
See accompanying notes to the Financial Statements

1 to 40

As per our report of even date

For K N GUTGUTIA & Co  
 Chartered Accountants  
 Firm's Registration Number : 304153E

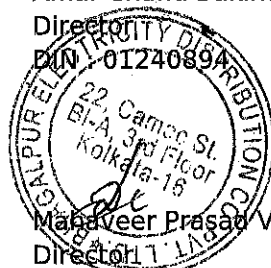
  
 Bharat Kumar Seta  
 Partner  
 Membership No. 053061



  
 Amar Chand Bâkliwal

Director

DIN : 01240894



Maha Veer Prasad Verma

Director

DIN : 01241519

Date: 31/08/2022  
 Place: Kolkata

**BHAGALPUR ELECTRICITY DISTRIBUTION COMPANY PRIVATE LIMITED**

Statement of Changes in Equity for the year ended Mar 31, 2022

**A) Equity Share Capital**  
(also refer note 7)

	Subscribed and fully paid-up		Total Equity share capital
	No. of Shares	₹ Lacs	₹ Lacs
As at April 1, 2021	10,000	1.00	1.00
As at Mar 31, 2022	10,000	1.00	1.00


**B) Other Equity**  
(also refer note 8)

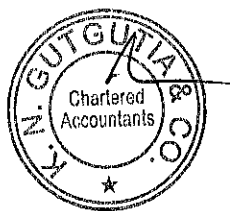
	₹ Lacs		
	Reserves and Surplus	Capital Contribution	Total
	Retained earnings (including Other Comprehensive Income)		
As at April 1, 2020	(1,763.39)	-	(1,763.39)
Profit for the year	(420.91)	-	(420.91)
Other comprehensive income for the year	-	-	-
<b>Total comprehensive income</b>	<b>(2,184.30)</b>	<b>-</b>	<b>(2,184.30)</b>
As at April 1, 2021	(2,184.30)	-	(2,184.30)
Profit for the year	92.84	-	92.84
Other comprehensive (loss) for the year	-	-	-
<b>Total comprehensive income for the year</b>	<b>(2,091.46)</b>	<b>-</b>	<b>(2,091.46)</b>
<b>Balance as at Mar 31, 2022</b>	<b>(2,091.46)</b>	<b>-</b>	<b>(2,091.46)</b>

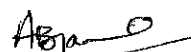

See accompanying notes to the Financial Statements 1 to 40

As per our report of even date

For K N GUTGUTIA & Co  
Chartered Accountants  
Firm's Registration Number : 304153E

  
Bharat Kumar Seta  
Partner  
Membership No. 053061



  
Amar Chand Bakliwal (Director)  
DIN : 01240894  
  
Mahaveer Prasad Verma (Director)  
DIN : 01241519

Date: 31/08/2022  
Place: Kolkata



BHAGALPUR ELECTRICITY DISTRIBUTION COMPANY PRIVATE LIMITED  
 NOTES TO FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED MAR 31, 2022

1 Property, plant and equipment

₹ In Lacs

	Vehicles	TOTAL
<b>GROSS BLOCK</b>		
As at April 1, 2020	49.65	49.65
Additions	-	-
Deductions	-	-
As at Mar 31, 2021	49.65	49.65
<b>ACCUMULATED DEPRECIATION</b>		
	12.85	12.85
	-	-
Charge for the year	3.50	3.50
Deductions	-	-
As at Mar 31, 2021	16.35	16.35
<b>NET BLOCK</b>		
	-	-
As at April 1, 2020	36.80	36.80
As at Mar 31, 2021	33.30	33.30
<b>GROSS BLOCK</b>		
As at April 1, 2021	49.65	49.65
Additions	-	-
Deductions	(49.65)	(49.65)
As at Mar 31, 2022	-	-
<b>ACCUMULATED DEPRECIATION</b>		
	16.35	16.35
Charge for the year	25.66	25.66
Deductions	7.64	7.64
As at Mar 31, 2022	49.65	49.65
<b>NET BLOCK</b>		
	-	-
As at April 1, 2021	33.30	33.30
As at Mar 31, 2022	0.00	0.00



BHAGALPUR ELECTRICITY DISTRIBUTION COMPANY PRIVATE LIMITED  
 NOTES TO FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED MAR 31, 2022

NOTE 5 : CASH AND BANK BALANCES

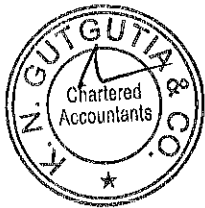
₹ In Lacs

	Current	
	As at Mar 31, 2022	As at Mar 31, 2021
Cash and cash equivalents		
Balances with banks :		
On current accounts	7.93	9.23
Cash on hand	9.46	6.28
<b>Total</b>	<b>17.39</b>	<b>15.50</b>

NOTE 6 : FINANCIAL ASSETS- LOANS

₹ In Lacs

	Current	
	As at Mar 31, 2022	As at Mar 31, 2021
Loan and Advnaces	399.55	636.07
<b>Total</b>	<b>399.55</b>	<b>636.07</b>



BHAGALPUR ELECTRICITY DISTRIBUTION COMPANY PRIVATE LIMITED  
NOTES TO FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED MAR 31, 2022

NOTE 7 : SHARE CAPITAL

₹ In Lacs	
As at Mar 31, 2022	As at Mar 31, 2021
5.00	5.00
5.00	5.00
1.00	1.00
1.00	1.00

Authorized capital  
5,00,000 equity shares (previous year: 5,00,000) ₹10 par value per share  
Issued, subscribed and paid-up capital  
10,000 equity (previous year: 10,000) ₹ 10 par value per share

a. Reconciliation of the equity shares outstanding at the beginning and at the end of the year  
Equity Shares

	As at Mar 31, 2022		As at Mar 31, 2021	
	No. of Shares	₹ In Lacs	No. of Shares	₹ In Lacs
At the beginning of the year	10,000	1.00	10,000	1.00
Calls in arrears				
Outstanding at the end of the year	10,000	1.00	10,000	1.00

b. Rights, preferences and restrictions attaching to equity shares including restrictions on the distribution of dividends and the repayment of capital:

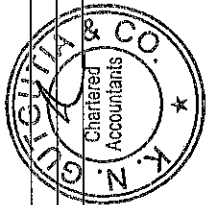
The Company has only one class of shares referred to as equity shares having a par value of ₹10 each. Each holder of equity shares is entitled to one vote in the event of liquidation of the Company, the holders of equity shares will be entitled to receive any of the remaining asset of the Company after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

c. Details of shares held by the Holding Company, the Ultimate Holding Company, their Subsidiaries and Associates:

	As at Mar 31, 2022		As at Mar 31, 2021	
	No. of Shares	In Lacs	No. of Shares	In Lacs
SPML Infra Ltd Holding Company	9,999	0.99	9,999	0.99

d. The details of shareholders holding more than 5% equity shares is set below:

	As at Mar 31, 2022		As at Mar 31, 2021	
	No. of Shares	% Holding	No. of Shares	% Holding
SPML Infra Ltd	9,999	99.99%	9,999	99.99%
Shares held by promoters at the end of the year				
Promoter name	March 31, 2022			
SPML Infra Ltd	No. of shares	% Change during the year		
	Equity	9999	0	



BHAGALPUR ELECTRICITY DISTRIBUTION COMPANY PRIVATE LIMITED  
 NOTES TO FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED MAR 31, 2022

NOTE 8 : OTHER EQUITY

₹ In Lacs

	As at Mar 31, 2022	As at Mar 31, 2021
A. Retained Earnings (movements given below)	(2,091.46)	(2,184.30)
B. Capital Contribution	-	-
<b>Total - Other equity</b>	<b>(2,091.46)</b>	<b>(2,184.30)</b>

Movement in Retained Earnings

	As at Mar 31, 2022	As at Mar 31, 2021
Opening Balance	(2,184.30)	(1,763.39)
Add: Profit for the year (including OCI)	92.84	(420.91)
<b>Closing Balance</b>	<b>(2,091.46)</b>	<b>(2,184.30)</b>



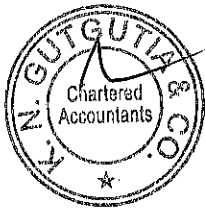
BHAGALPUR ELECTRICITY DISTRIBUTION COMPANY PRIVATE LIMITED  
 NOTES TO FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED MAR 31, 2022

NOTE 9 : BORROWINGS

₹ In Lacs

	Non-current	
	As at Mar 31, 2022	As at Mar 31, 2021
Secured		
Term loans from banks (refer note 9.1)	-	11.13
Unsecured		
Long Term Maturities of Finance Lease Obligations - Finance company	-	338.10
- Other company	4.09	29.09
Loans and Advances from Related Parties	4,454.59	4,454.59
<b>Total</b>	<b>4,458.68</b>	<b>4,832.91</b>

Note 9.1: These are taken from 8.6 % to 14.5% rate of interest and repayable after a period of 10 years



**BHAGALPUR ELECTRICITY DISTRIBUTION COMPANY PRIVATE LIMITED**  
**NOTES TO FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED MAR 31, 2022**

**NOTE 10 : TRADE PAYABLES**

₹ In Lacs

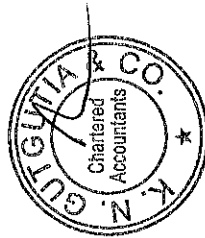
	Current	
	As at Mar 31, 2022	As at Mar 31, 2021
Other than acceptances	11,042.11	11,173.02
	<b>11,042.11</b>	<b>11,173.02</b>

Note 10.1. There are no dues payable to Micro and Small Enterprises

**Trade Payable Ageing Schedule**

**Outstanding for following periods from due date of payment**

Particulars	Less than 1 Year	1-2 years	2-3 years	More than 3 years	Total
(i) MSME					-
(ii) Others	1,646.16				1,646.16
(iii) Disputed dues — MSME					-
(iv) Disputed dues - Others				9,395.95	9,395.95
					<b>11,042.11</b>



BHAGALPUR ELECTRICITY DISTRIBUTION COMPANY PRIVATE LIMITED  
NOTES TO FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED MAR 31, 2022

NOTE 11 : OTHER CURRENT FINANCIAL LIABILITIES

₹ In Lacs

	As at Mar 31, 2022	As at Mar 31, 2021
Current Maturities of finance lease obligations	-	83.32
<b>TOTAL</b>	<b>-</b>	<b>83.32</b>

\* there is no amount due and outstanding which is to be transferred to investor education & protection fund.

NOTE 12 : OTHER CURRENT LIABILITIES

	As at Mar 31, 2022	As at Mar 31, 2021
Statutory Liabilities	128.08	124.42
<b>TOTAL</b>	<b>128.08</b>	<b>124.42</b>



**BHAGALPUR ELECTRICITY DISTRIBUTION COMPANY PRIVATE LIMITED**  
**NOTES TO FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED MAR 31, 2022**

**13 Other Income**

Particulars	₹ In Lacs	
	For the year ended 31st Mar 2022	For the year ended 31st Mar 2021
Other Non Operating Income	5.92	58.03
Profit on sale of Assets	0.36	-
Sundry Balance Written Back	145.55	-
	<b>151.83</b>	<b>58.03</b>

**14 Employee Benefits Expense**

Particulars	₹ In Lacs	
	For the year ended 31st Mar 2022	For the year ended 31st Mar 2021
Payment to and for Employees	2.00	-
	<b>2.00</b>	<b>-</b>

**15 Finance Costs**

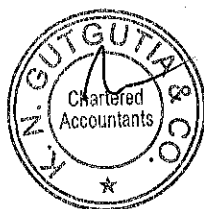
Particulars	₹ In Lacs	
	For the year ended 31st Mar 2022	For the year ended 31st Mar 2021
Interest Expense	0.27	1.12
Borrowings	8.91	459.17
	<b>9.18</b>	<b>460.29</b>

**16 Other Expenses**

Particulars	₹ In Lacs	
	For the year ended 31st Mar 2022	For the year ended 31st Mar 2021
Auditors' Remuneration (Refer Note: 16.1)	1.18	1.18
Arbitration Expenses	18.11	11.05
Professional Fees & Consultancy Charges	-	0.10
Travelling & Conveyance	0.71	0.35
Insurance	0.75	0.90
General Expenses	0.16	0.56
Printing, Postage and Telephone Expense	-	0.53
Rates and Taxes	-	0.01
Prior Period Items	1.21	-
Bank Charges & Commission	0.04	0.45
	<b>22.15</b>	<b>15.15</b>

**16.1 Auditors' Remuneration**

Particulars	₹ In Lacs	
	For the year ended 31st Mar 2022	For the year ended 31st Mar 2021
Statutory Audit Fees	1.18	1.18
	<b>1.18</b>	<b>1.18</b>





**BHAGALPUR ELECTRICITY DISTRIBUTION COMPANY PRIVATE LIMITED**  
**Notes to Financial Statements as at and for the year ended March 31, 2022**

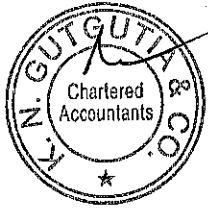
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**Note 17 Commitment and Contingencies**

**a. Contingent Liabilities**

Claims against the Company not acknowledged as debts:

	₹ in Lakhs	
	As at 31.03.2022	As at 31.03.2021
Disputed Income Tax Demand FY 2013-14 (refer note no 25)	145.85	145.85
<b>Total</b>	<b>145.85</b>	<b>145.85</b>



**BHAGALPUR ELECTRICITY DISTRIBUTION COMPANY PRIVATE LIMITED**  
**Notes to Financial Statements as at and for the year ended March 31, 2022**

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**Note 18. Disclosure in respect of Related Parties pursuant to Ind AS 24**

**List of Related Parties**

**I. Parent and Subsidiary Companies:**

<b>Name of related parties</b>	<b>Nature of relationship</b>	<b>% of Holding</b>
M/s. Spml Infra Limited	Holding Company	99.99%

**II. Other related parties with whom transactions have taken place during the year:**

**a) Key Management Personnel**

<b>Name of related parties</b>	<b>Nature of relationship</b>
1 Mr.Amar Chand Bakliwal	Director
2 Mr.Mahaveer Prasad Verma	Director



**BHAGALPUR ELECTRICITY DISTRIBUTION COMPANY PRIVATE LIMITED**

Notes to Financial Statements as at and for the year ended March 31, 2022

## Note 19

A. During the year the following transactions were carried out with the related parties in the ordinary course of business:

Rs in Lakhs

Transaction	Related Party	2021-22	2020-21
Loan received	SPML Infra Limited	-	-
Loan repaid		-	-
Interest Expenses occurred		-	-

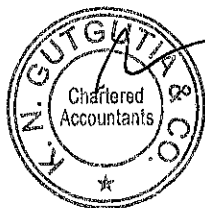
## B. Balances outstanding at the year end:

Outstanding	Related Party	2021-22	2020-21
Payable	SPML Infra Limited	4,454.59	4,454.59

## Notes:

a) Terms and conditions of transactions with related parties:

The sales to and purchases from related parties are made on terms equivalent to those that prevail in arm's length transactions. Outstanding balances at the year-end are unsecured and interest free and settlement occurs in cash except as otherwise mentioned.



**BHAGALPUR ELECTRICITY DISTRIBUTION COMPANY PRIVATE LIMITED**

Notes to Financial Statements as at and for the year ended March 31, 2022

**Note 20: Disclosure under Rule 16A of the Companies (Acceptance of Deposits) Rules, 2014**

Particulars	For the year ended 31st March, 2022	For the year ended 31st March, 2021
Money received from (No) directors / or the relatives of directors during the year	-	-
Balance outstanding at the end of the year	Nil	Nil

**Note 21. Earning Per Share**

Particulars	For the year ended 31st March, 2022	For the year ended 31st March, 2021
	Amount (₹)	Amount (₹)
Net profit available for Equity Shareholders	92.84	(340.37)
Weighted Average number of Equity shares	10,000	10,000
Basic and Diluted Earnings Per Share	928.36	(3,403.70)



**BHAGALPUR ELECTRICITY DISTRIBUTION COMPANY PRIVATE LIMITED**  
Notes to Financial Statements as at and for the year ended March 31, 2022

**Note 22: Ratios**

Sl. No.	Ratios	2021-22			2020-21			Percentage of Variance	Reason for Variance ( to be given if variance is more than 25%)
		Numerator	Denominator	Ratio	Numerator	Denominator	Ratio		
1	Current Ratio = Current Asset / Current Liabilities	13538	11170	1.21	13993	11381	1.23	-1.43%	
2	Debt - Equity Ratio = Total Debt / Shareholder's Equity	4,459	(2,090)	(2.1)	4,833	(2,183)	(2.21)	-3.65%	
3	Debt - Service Coverage Ratio= Earning available for debt service / Debt service	93	4,459	0.02	(421)	4,833	(0.09)	-124%	Last year there was a Business loss due to interest payment hence ratio not matched.
4	Return on Equity Ratio = Net Profit after Taxes - Preference Dividend (if any) / Net Worth or Equity Shareholder's Fund	93	-2090	(0.04)	-421	-2183	0.19	-123%	Last year there was a Business loss due to interest payment hence ratio not matched.
5	Inventory Turnover Ratio = Cost of goods sold / Average Inventory	-	-	-	-	-	-	-	
6	Trade Receivable Turnover Ratio = Net credit sales / Average Trade receivables	-	11,053.10	-	-	11,053.10	-	-	Company does not have any sales
7	Trade Payables Turnover Ratio = Net credit purchase / Average Trade payable	-	-	-	-	-	-	-	
8	Net Capital Turnover Ratio = Revenue from Operations / Average Working Capital	152	2490	0.06	58	2609	0.02	174%	No sales in the current year
9	Net Profit Ratio = Net Profit / Net Sales	93	0	0%	-421	0	0%	-	No sales in the current year
10	Return on Capital Employed = Earning before interest and taxes / Capital Employed	93	2,368	4%	(421)	2,650	-16%	-125%	Last year there was a Business loss due to interest payment hence ratio not matched.
11	Return on Investment = Revenue from investment / Cost of investment	-	-	0%	-	-	-	-	



**BHAGALPUR ELECTRICITY DISTRIBUTION COMPANY PRIVATE LIMITED**

Notes to Financial Statements as at and for the year ended March 31, 2022

**Note 23. Capital management**

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

The Company's objectives when managing capital is to safeguard continuity, maintain a strong credit rating and healthy capital ratios in order to support its business and provide adequate return to shareholders through continuing growth and maximise the shareholders value . The Company's overall strategy remains unchanged from previous year. The Company sets the amount of capital required on the basis of annual business and long-term operating plans which include capital and other strategic investments. The funding requirements are met through a mixture of equity, internal fund generation and borrowed funds.. The Company's policy is to use short term and longterm borrowings to meet anticipated funding requirements. The Company monitors capital on the basis of the net debt to equity ratio. The Company is not subject to any externally imposed capital requirements. Net debt are long term and short term debts as reduced by cash and cash equivalents (including restricted cash and cash equivalents). Equity comprises share capital and free reserves (total reserves excluding OCI). The following table summarizes the capital of the Company.

	Rs in Lakhs	
	31-Mar-22	31-Mar-21
Borrowings	4,458.68	4,832.91
Trade payables	11,042.11	11,173.02
Less: cash and cash equivalents	(17.39)	(15.50)
Net debt	15,483.40	15,990.43
Capital	-2,090.46	-2,183.30
Gearing ratio	-741%	-732%

Note 24: Consequent to the ongoing disputes, in relation with Billing rate, dues of Municipal Corporation, interest rate etc. with South Bihar Power Distribution Company Limited (SBPDCL), the company has discontinued the service of Electricity distribution with effect from 25th November, 2017 in the assigned area and SBPDCL has taken physical control of the Property, Plant and Equipments (PPE) and Inventory. In accordance with the Power Distribution Agreement with SBPDCL, the Company has referred the above matters for Arbitration. These financial statements have been prepared on a Going concern basis on the assumption that the Company will succeed in recovering its claims upon completion of the Arbitration. In view of the above, PPE and Inventory of Rs.1474.93/- lacs and Rs.840.7/- lacs has been reclassified to Claims Receivable in accordance with the Termination clause of the Distribution Franchisee Agreement entered into with SBPDCL.

Pursuant to the above arbitration, the Company has reduced Purchase cost of Energy by an amount of Rs. 11,194.56/- Lacs, being the Average Billing Rate recoverable from SBPDCL for the period from January, 2014 to November, 2017.



Note 25: Income Tax Department had issued a Demand Notice for Rs. 1,45,85,280/— vide order dated 29.12.2016 which was passed by the Jurisdictional Assessing Officer. Further appeal has been made to the Commissioner of the income Tax (Appeals-CIT (A) -Kolkata. Further appeal has been made to the commissioner of the income Tax (Appeals)— CIT (A)—Kolkata and the company has paid Rs. 21,91,000/— against the said demand as deposit. The Company expects to get full relief against the said demand from the Appellate Authorities.

Note 26: in the opinion of the Board, the current assets have value on realization in the ordinary course of business at least equal to the amount at which they are stated in the Balance Sheet.

Note 27: The company has identified Electricity Distribution as its sole operating segment in india and the same has been treated as the primary segment and as such there are no separately identifiable business segments. Similarly, the company caters to the units of Bhagalpur and its adjoining areas only. Consequently, it has one reportable business segment i.e., "Electricity Distribution" and one reportable geographical segment i.e., India



**BHAGALPUR ELECTRICITY DISTRIBUTION COMPANY PRIVATE LIMITED**  
**Notes to Financial Statements as at and for the year ended March 31, 2022**

**28 Disclosure Regarding Crypto Currencies:**

Company does not have any exposure in crypto currencies.

**29 CSR is not applicable to the company.**

**30 Fair valuation of investment property**

Not applicable as Company do not have any investment property.

**31 Revaluation of Property, Plant and Equipment and Right-of-Use Assets**

Company has not carried out any revaluation of Property, Plant and Equipment in the Current Financial year and does not have any Right-of-Use Assets.

**32 Revaluation of Intangible assets**

Company has not carried out any revaluation of Intangible Assets

**33 Details of Benami Property held**

Company does not hold any Benami Properties

**34 Borrowings secured against current assets**

The company does not have any borrowings from banks or financial institutions on the basis of security of current assets.

**35 Wilful Defaulter**

The Company does not have any loan outstanding from any Bank or other Financial institutions. And it has never been declared defaulter.

**36 Undisclosed Income**

This clause is not applicable to the Company as there is no such income.

**37 Scheme of Arrangement**

This clause is not applicable to the Company as there is no Scheme of Arrangements filed by the Company to any Competent Authority in terms of sections 230 to 237 of the Companies Act, 2013.

**38 Registration of charges or satisfaction with Registrar of Companies (ROC)**

All filings related to the registration of charges or satisfaction of charges with ROC have been done within statutory date.

**39 Compliance with number of layers of companies**

The Company is in compliance with Section 2(87) of the Companies Act 2013 read with Companies (Restriction on number of Layers) Rules, 2017.


Figures pertaining to previous year have been regrouped, rearranged , reclassified and restated wherever necessary to make 40 them comparable with those of current year.

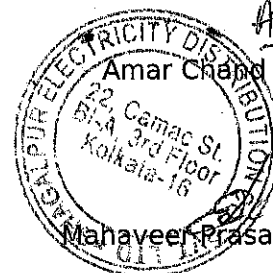
As per our report of even date

For K N GUTGUTIA & Co

Chartered Accountants

Firm's Registration Number : 304153E

  
Bharat Kumar Seta  
Partner  
Membership No. 053061



  
Amar Chand Bakliwal (Director)  
DIN : 01240894

Mahaveer Prasad Verma (Director)  
DIN : 01241519

Date: 31/08/2022



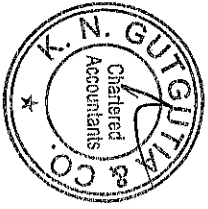
**BHAGALPUR ELECTRICITY DISTRIBUTION COMPANY PRIVATE LIMITED**  
**NOTES TO FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED MAR 31, 2022**

**NOTE 2: OTHER ASSETS (at amortised cost)**

	Non-current		Current		₹ In Lacs
	As at Mar 31, 2022	As at Mar 31, 2021	As at Mar 31, 2022	As at Mar 31, 2021	
Unsecured, considered good		4.00	-	-	
Security Deposits	-	-	9.90	9.90	
Minimum Credit Entitlement	-	-	156.52	170.62	
Balances with Government Authorities	-	-	0.90	20.21	
Contractually reimbursable expenses		4.00	167.33	200.72	

**NOTE 3: OTHER CURRENT FINANCIAL ASSETS (at amortised cost)**

	Current		₹ In Lacs
	As at Mar 31, 2022	As at Mar 31, 2021	
Claims receivable from SBPDCL	1,794.64	1,794.64	
Trade Advances	106.39	148.28	
	1,901.04	1,942.92	



**BHAGALPUR ELECTRICITY DISTRIBUTION COMPANY PRIVATE LIMITED**  
**NOTES TO FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED MAR 31, 2022**

**NOTE 4 : TRADE RECEIVABLES**  
 (at amortised cost)

₹ In Lacs

	Current	
	As at Mar 31, 2022	As at Mar 31, 2021
Trade Receivables considered good	11,053.10	11,053.10
<b>Total</b>	<b>11,053.10</b>	<b>11,053.10</b>

**Trade Receivables Ageing Schedule**

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade receivables – considered good	-	-	-	-	-	-
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(iii) Undisputed Trade Receivables – credit impaired	-	-	-	-	-	-
(iv) Disputed Trade Receivables – considered good	-	-	-	-	11,053.10	11,053.10
(v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-

