

### BOARD'S REPORT

To,  
The Members

**EKI Power Trading Private Limited**  
(Formerly known as EKI THREE Community Projects Private Limited)

The Directors of the Company have pleasure in presenting their Second report together with the Company's Audited Financial Statement for the financial year ended March 31, 2024.

#### **Financial Results / Financial Highlights**

The Company's performance during the year ended March 31, 2024 is summarized below:

Particulars	(Amount in Rs.)	
	2023-2024	2022-2023
Income	-	-
Revenue from Operation	-	-
<b>Total Revenue</b>	<b>40,14,467</b>	-
<b>Profit/(Loss) before finance cost, depreciation &amp; amortization, and tax</b>	-	-
Less: Finance Cost	-	-
Less: Depreciation, amortization, impairment and obsolescence	-	-
<b>Profit / (Loss) before tax</b>	<b>13,83,143</b>	<b>(23,481)</b>
Less: Current Tax	<b>3,48,110</b>	-
Less: Deferred Tax Assets	-	-
<b>Profit/(Loss) for the year</b>	<b>10,35,033</b>	<b>(23,481)</b>
Other Comprehensive Income	-	-
<b>Total Comprehensive Income/(Loss) for the year</b>	<b>10,35,033</b>	<b>(23,481)</b>
<b>Earnings per share</b>		
Basic	0.14	(0.23)
Diluted	0.14	(0.23)



**EKI POWER TRADING PRIVATE LIMITED**  
(Formerly known as EKI Three Community Projects Private Limited)

CIN: U35109MP2022PTC063157

Regd. Office: Plot No. 48, Scheme No. 78, Part-II, Vijay Nagar, Indore 452010 MP

Email Id: [cs@enkingint.org](mailto:cs@enkingint.org)

Telephone No: 0731-4289086

---

## **REVIEW OF OPERATIONS**

The Company has not yet commenced its operations, resulting in no revenue generated during the financial year. However, there was other income of Rs. 40,14,697. The Profit before tax for the year under review amounted to Rs. 13,83,143/-. The Profit after tax for the year under review amounted to Rs. 10,35,033/-.

## **STATE OF COMPANY AFFAIRS & PERFORMANCE REVIEW**

During the period under review,

The Company was engaged in the business of electricity trading and act as a trader in the sale and purchase of electricity, as well as work in related areas. Consequently, the main object of the Company has been altered w.e.f., May 05, 2023 and the name of Company has been changed from EKI Three Community Projects Private Limited to EKI Power Trading Private Limited w.e.f., May 18, 2023.

Company has registered itself under following Regulatory to engage in the business of electricity trading and act as a trader in the sale and purchase of electricity:

- Central Electricity Regulatory Commission (CERC) - under category - IV
- MSTC Limited
- REC Registry India
- Power Exchange India Limited (PXIL)

## **RESERVE**

During the year under review the Company has transferred Rs.10,35,033/- to general reserves.

## **DIVIDEND**

In view of the planned business growth, Board of Directors deem it proper to preserve the resources of the Company for its activities and therefore, Board of directors does not recommend any dividend for the financial year ended March 31, 2024.

## **SHARE CAPITAL**

The authorised and paid-up share capital of the Company is Rs.10,50,00,000 comprising of 1,05,00,000 equity shares of Rs. 10/- each.

During the year under review following changes took place into the share capital of the Company:

1. The authorised share capital of the Company has been increased from Rs. 10,00,000 comprising of 1,00,000 equity shares of Rs. 10/- each to Rs. 10,00,00,000 comprising of 1,00,00,000 equity shares of Rs. 10 each w.e.f., June 12, 2023.
  2. The authorised share capital of the Company has been further increased from Rs. 10,00,00,000 comprising of 1,00,00,000 equity shares of Rs. 10 each to Rs. 12,00,00,000 comprising of 1,20,00,000 equity shares of Rs. 10 each w.e.f., September 01, 2023.
-



**EKI POWER TRADING PRIVATE LIMITED**  
(Formerly known as EKI Three Community Projects Private Limited)  
CIN: U35109MP2022PTC063157  
Regd. Office: Plot No. 48, Scheme No. 78, Part-II, Vijay Nagar, Indore 452010 MP  
Email Id: [cs@enkingint.org](mailto:cs@enkingint.org)  
Telephone No: 0731-4289086

---

3. The issued, subscribed and paid-up Share Capital of the Company stood at Rs. 10,50,00,000 as at March 31, 2024 comprising 1,05,00,000 of Equity Shares of Rs. 10/- each fully paid-up. This includes the increase pursuant to issue of equity shares through right issue to identified investors.

#### **DEPOSITS**

During the period under review, the Company has not accepted any deposit within the meaning of Sections 73 and 74 of the Companies Act, 2013 read together with the Companies (Acceptance of Deposits) Rules, 2014.

#### **SUBSIDIARY/ASSOCIATE/JOINT VENTURE COMPANIES**

During the year under review, the Company does not have any Subsidiary/Associate/Joint Venture Company.

#### **PARTICULARS OF LOANS, INVESTMENTS MADE OR GUARANTEES PROVIDED UNDER SECTION 186 OF THE COMPANIES ACT, 2013**

The Company has not made any loans, guarantees and investments covered under section 186 of the Act.

#### **PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES**

During the year under review the particular of contracts or arrangements with related parties are prescribed in **Form No.AOC-2** in accordance with the Companies (Accounts) Rules, 2014, is annexed to this report as **Annexure I** as per the provisions of section 188(1) of the Act. Details of related party transactions are given in the **note no. 15** of the financial statements.

#### **STATEMENT ON DECLARATION GIVEN BY INDEPENDENT DIRECTORS:**

All the Independent Directors on the Board have given a declaration of their independence to the Company as required under Section 149(6) of the Companies Act, 2013. In the opinion of the Board, all the Independent Directors possess the integrity, expertise and experience including the proficiency required to be Independent Directors of the Company, meets the criteria of independence as specified in the Act and have also complied with the Code for Independent Directors as prescribed in Schedule IV of the Act.

The Independent Directors of the Company have confirmed that they have registered themselves with the Indian Institute of Corporate Affairs, Manesar for the inclusion of their name in the data bank of independent directors, pursuant to the provision of Rule 6 (1) of Companies (Appointment and Qualification of Directors) Rules, 2014. The Board is of the opinion that the Independent Directors of the Company hold highest standards of integrity and possess requisite expertise and experience required to fulfill their duties as Independent Directors.

#### **COMPANY POLICY ON DIRECTOR'S APPOINTMENT AND REMUNERATION:**

During the year under review, the Company framed policy on Director's Appointment & Remuneration the in compliance with the provision of section 178 of the Companies Act, 2013. The same is annexed as Annexure II to this report.

---



**EKI POWER TRADING PRIVATE LIMITED**  
(Formerly known as EKI Three Community Projects Private Limited)  
CIN: U35109MP2022PTC063157  
Regd. Office: Plot No. 48, Scheme No. 78, Part-II, Vijay Nagar, Indore 452010 MP  
Email Id: [cs@enkingint.org](mailto:cs@enkingint.org)  
Telephone No: 0731-4289086

---

**CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNING & OUTGO**

Conservation of Energy and Technology absorption

In view of the nature of activities which are being carried on under section 134(3) (m) of the Companies Act, 2013, read with Rule 8(3) of the Companies (Accounts) Rules, 2014 conservation of technology absorption does not apply to the Company.

Foreign exchange earnings and outgo

During the year under review, Company has no earnings in foreign currency and expenditure in foreign currency.

**RISK MANAGEMENT POLICY**

Your directors are of the opinion that the Company is managing its risks through well-defined internal financial controls and that there are no significant risks that may threaten the existence of the Company.

**CORPORATE SOCIAL RESPONSIBILITY**

The Corporate Social Responsibility (CSR) provisions outlined in the Companies Act, 2013 are not applicable to our Company for the current reporting period. This determination is based on careful assessment of Company's net worth, turnover, and net profit, all of which fall below the prescribed threshold specified in the Companies Act, 2013. Hence, the Company is exempt from CSR reporting requirements for this financial year.

**WHISTLE BLOWER POLICY**

As per the Company's Act, 2013, Section 177(10), the Company does not fulfill the eligibility criteria for establishing a Vigil Mechanism. Consequently, the Board has not established any such mechanism. This decision is in alignment with the prescribed provisions stated in the Companies Act, 2013.

**PARTICULARS OF EMPLOYEES:**

There were 2 employees on the payroll of the Company during the Financial Year 2023-24, accordingly, there is no disclosure required under Rule 5, sub-rule (2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 during the Financial Year ended March 31, 2024.

**DETAILS OF DIRECTORS AND KEY MANAGERIAL PERSONNEL APPOINTED/RESIGNED DURING THE FINANCIAL YEAR:**

In view of the status of the Company it is required to appoint key managerial personnel under the provisions of Section 203 of the Companies Act, 2013 and rules made there under.

The company is covered under the provisions of Section 149(6) of the Companies Act, 2013 relating to the appointment of Independent Directors.

---



**EKI POWER TRADING PRIVATE LIMITED**  
(Formerly known as EKI Three Community Projects Private Limited)  
CIN: U35109MP2022PTC063157  
Regd. Office: Plot No. 48, Scheme No. 78, Part-II, Vijay Nagar, Indore 452010 MP  
Email Id: [cs@enkingint.org](mailto:cs@enkingint.org)  
Telephone No: 0731-4289086

---

The Board of Directors and Key Managerial Personnel of the Company as on March 31, 2024 are as follows:

**Board of Directors:**

Name of the Director	Designation	DIN/PAN
Mr. Sukanta Das	Director	07943328
Mr. Ramkrishna Vasantrao Patil	Director	09768797
Mr. Ritesh Gupta	Additional Independent Director	00223343
Mr. Burhanuddin Ali Hussain Maksiwala	Additional Independent Director	08326766
Mr. Rajiv Goyal	Additional Whole Time Director	07754244

**Key Managerial Personnel:**

Name of Director	Designation
Mr. Rajiv Goyal	Chief Executive Officer
Mr. Mohit Kumar Agarwal	Chief Financial Officer
Ms. Saloni Kochar	Company Secretary

During the period under review following changes took place in the composition of Board of Directors of the Company:

- Mr. Sukanta Das (DIN: 07943328) has been appointed as an Additional Director of the Company w.e.f., May 15, 2023 and has been regularized as Director of the Company at the duly held 2<sup>nd</sup> Extra Ordinary General Meeting of the Company held on May 18, 2023.
- Ms. Sonali Shiekh (DIN: 08219665) has resigned from the post of Director of the Company w.e.f., May 15, 2023.
- Mr. Ritesh Gupta (DIN: 00223343) has been appointed as Additional Independent Director of the Company w.e.f., January 18, 2024.
- Mr. Burhanuddin Ali Hussain Maksiwala (DIN: 08326766) has been appointed as Additional Independent Director w.e.f., January 18, 2024.
- Ms. Saloni Kochar has been appointed as Company Secretary w.e.f., January 18, 2024.
- Mr. Mohit Kumar Agarwal has been appointed as Chief Financial Officer of the Company w.e.f., January 30, 2024.
- Mr. Rajiv Goyal has been appointed as Additional Whole Time Director and CEO of the company w.e.f., March 01, 2024.

All the directors of your Company have confirmed that they are not disqualified from being appointed as directors in terms of Section 164(2) of the Companies Act, 2013.

In accordance with the provisions of Section 152 of the Companies Act, 2013, Mr. Sukanta Das (DIN: 07943328), Director who is liable to retirement by rotation at the ensuing Annual General Meeting and being eligible, offers himself for re-appointment.

---



**EKI POWER TRADING PRIVATE LIMITED**

(Formerly known as EKI Three Community Projects Private Limited)

CIN: U35109MP2022PTC063157

Regd. Office: Plot No. 48, Scheme No. 78, Part-II, Vijay Nagar, Indore 452010 MP

Email Id: [cs@enkingint.org](mailto:cs@enkingint.org)

Telephone No: 0731-4289086

---

**BOARD MEETINGS**

The Meetings of the Board are held at regular intervals with a time gap of not more than 120 days between two consecutive Meetings.

During the year, thirteen (13) Board Meetings were held as follows:

S.No.	Date of Board Meeting	Number of directors attended the meeting
1.	20.04.2023	2
2.	24.04.2023	2
3.	01.05.2023	2
4.	15.05.2023	2
5.	05.06.2023	2
6.	25.07.2023	2
7.	05.09.2023	2
8.	11.09.2023	2
9.	08.11.2023	2
10.	07.12.2023	2
11.	18.01.2024	2
12.	30.01.2024	4
13.	01.03.2024	4

---



#### **STATUTORY COMMITTEES OF THE BOARD**

Your Company has duly constituted the Committees required under the Companies Act, 2013 read with applicable Rules made thereunder.

##### **Audit Committee**

Pursuant to the provisions of Section 177 of the Companies Act, 2013, The Audit Committee of Directors was constituted by board of directors on January 18, 2024 in their duly conveyed board meeting, comprises of Mr. Ritesh Gupta (Chairman), Mr. Burhanuddin Ali Husain Maksi Wala and Mr. Ramkrishna Vasantrao Patil as its members.

Majority of the members including Chairman of Audit Committee are Independent Directors.

All the recommendations made by the Audit Committee were accepted by the Board of Directors.

During the year, no Audit Committee Meetings took place.

##### **Nomination And Remuneration Committee.**

The Nomination and Remuneration Committee of Directors was constituted pursuant to the provisions of Section 178 of the Act Companies Act, 2013, comprises of Mr. Burhanuddin Ali Husain Maksi Wala (Chairman), Mr. Ritesh Gupta and Mr. Ramkrishna Vasantrao Patil as its members.

All the recommendations made by the Nomination and Remuneration Committee were accepted by the Board of Directors.

Majority of the members including Chairman of Nomination and Remuneration Committee are Independent Directors.

During the year, 1(One) Nomination and Remuneration Committee Meeting took place on 1<sup>st</sup> March, 2024.

##### **ANNUAL RETURN**

Pursuant to the provisions of Section 134(3)(a) and Section 92(3) of the Companies Act, 2013, Companies having website needs to place on its website a copy of annual return. The Annual Return of the Company as on March 31, 2024 is placed on the website of the company at the following web-address: <https://www.ekipowertrading.com/>

##### **PREVENTION, PROHIBITION AND REDRESSAL OF SEXUAL HARASSMENT OF WOMEN AT THE WORKPLACE.**

During the year under review, no case was reported pursuant to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

---



**EKI POWER TRADING PRIVATE LIMITED**  
**(Formerly known as EKI Three Community Projects Private Limited)**

**CIN: U35109MP2022PTC063157**

**Regd. Office: Plot No. 48, Scheme No. 78, Part-II, Vijay Nagar, Indore 452010 MP**

**Email Id: [cs@enkingint.org](mailto:cs@enkingint.org)**

**Telephone No: 0731-4289086**

---

**PERFORMANCE EVALUATION OF THE BOARD AND ITS DIRECTORS.**

During the year under review, the Company is exempt from complying with Rule No. 8 of the Companies (Accounts) Rules, 2014, which pertains to the evaluation of the Board and its directors.

**ADEQUACY OF INTERNAL FINANCIAL CONTROLS.**

The Company has designed and implemented a process driven framework for Internal Financial Controls within the meaning of the explanation to Section 134(5)(e) of the Companies Act, 2013. For the year ended March 31, 2024, the Board is of the opinion that the Company has sound internal financial control commensurate with the nature and size of its business operations and operating effectively and no material weaknesses exist. The Company has a process in place to continuously monitor the same and identify gaps, if any, and implement new and / or improved controls wherever the effect of such gaps would have a material effect on the Company's operations.

During the year under review, no material or serious observation has been received from the Statutory Auditors of the Company for inefficiency or inadequacy of such controls.

**AUDITORS**

**A. STATUTORY AUDITOR**

M/s Ms. Agrawal & Co. (FRN:023974C) has been appointed as statutory auditor of the Company for a period of two years from the conclusion of 1<sup>st</sup> Annual General Meeting till the conclusion of Annual General Meeting to be held in the year 2025-2026.

**B. COST AUDIT**

The Provisions of Section 148 of the Companies Act, 2013 read with Rule 14 of the Companies (Audit & Auditors) Rules relating to the Cost Audit are not applicable to the Company during the financial year.

**C. SECRETARIAL AUDIT**

The Provisions of Section 204 of the Companies Act, 2013 read with Rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 relating to the Secretarial Audit are not applicable to Company during the financial year.

**AUDITOR'S REPORT**

The Auditor's Reports on the financial statement for the financial year 2023-2024 is unqualified. The Notes to the accounts referred to in the Auditor's Report are self-explanatory and do not call for any further clarifications under section 134(3)(f) of the Act.

**SECRETARIAL STANDARDS**

The Directors have devised proper systems to ensure compliance with the provisions of all applicable Secretarial Standards issued by Institute of Company Secretaries of India (ICSI) on Board Meetings and General Meeting and that systems are adequate and operating effectively.

---



## **DIRECTORS RESPONSIBILITY STATEMENT**

The Board of Directors of the Company confirms that:

- a) In the preparation of Annual Accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures, if any;
- b) The Directors have 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 at the end of the financial year and of the loss of the Company for that period;
- c) The Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- d) The Directors have prepared the Annual Accounts on a going concern basis;
- e) The Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and were operating effectively.

## **MATERIAL CHANGES AND COMMITMENTS AFFECTING THE FINANCIAL POSITION OF THE COMPANY, BETWEEN THE END OF THE FINANCIAL YEAR AND THE DATE OF THE REPORT**

There are no material changes and Commitments which could affect the Company's Financial Position have occurred from the end of the financial year of the Company till the date of this report.

## **DETAILS OF SIGNIFICANT AND MATERIAL ORDERS**

No significant or material orders have been passed by the regulators or courts or tribunals impacting the going concern status of the Company and the Company's operations in future.

## **OTHER DISCLOSURE**

During the year under review, the Company:

- a) has not issued any shares with differential rights under Section 43(a)(ii),
  - b) has not issued any sweat equity shares as under Section 54(1)(d),
  - c) has not issued any equity shares under Employees Stock Option Scheme under Section 62(1)(b) and
  - d) had no instances of non-exercising of voting rights in respect of shares purchased directly by employees under a scheme pursuant to Section 67(3) under the Act.
-



**EKI POWER TRADING PRIVATE LIMITED**  
(Formerly known as EKI Three Community Projects Private Limited)

CIN: U35109MP2022PTC063157

Regd. Office: Plot No. 48, Scheme No. 78, Part-II, Vijay Nagar, Indore 452010 MP

Email Id: [cs@enkingint.org](mailto:cs@enkingint.org)

Telephone No: 0731-4289086

---

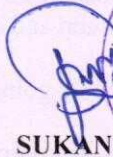
**ACKNOWLEDGEMENT AND APPRECIATION**

The Board of Directors wishes to express their appreciation to all the employees for their outstanding contribution to the operations of the Company during the year. Your directors take this opportunity to thank financial institutions, banks, Central and State Government authorities, regulatory authorities, and all the stakeholders for their continued co-operation and support to the Company.

For and on Behalf of the Board

**EKI POWER TRADING PRIVATE LIMITED**  
(Formerly known as EKI Three Community Projects Private Limited)

Place: Indore  
Date : July 22, 2024

  
**SUKANTA DAS**  
Director

DIN: 07943328

  
**RAMKRISHNA VASANTRAO PATIL**  
Director

DIN: 09768797

---



**EKI POWER TRADING PRIVATE LIMITED**  
(Formerly known as EKI Three Community Projects Private Limited)  
CIN: U35109MP2022PTC063157  
Regd. Office: Plot No. 48, Scheme No. 78, Part-II, Vijay Nagar, Indore 452010 MP  
Email Id: [cs@enkingint.org](mailto:cs@enkingint.org)  
Telephone No: 0731-4289086

---

**Annexure -I**

**FORM NO. AOC.2**

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

*(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)*

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

The Company has not entered into such transactions during the year.

2. Details of material contracts or arrangement or transactions at arm's length basis


The details of related party transactions during the FY 2023-24 form part of the financial statement as per Note 15 to the Financial Statement.

**For and on Behalf of the Board**

**EKI POWER TRADING PRIVATE LIMITED**  
(Formerly known as EKI Three Community Projects Private Limited)

Place: Indore  
Date : July 22, 2024

  
**SUKANTA DAS**  
Director  
DIN: 07943328

  
**RAMKRISHNA VASANTRAO PATIL**  
Director  
DIN: 09768797



**EKI POWER TRADING PRIVATE LIMITED**  
(Formerly known as EKI Three Community Projects Private Limited)  
CIN: U35109MP2022PTC063157  
Regd. Office: Plot No. 48, Scheme No. 78, Part-II, Vijay Nagar, Indore 452010 MP  
Email Id: [cs@enkingint.org](mailto:cs@enkingint.org)  
Telephone No: 0731-4289086

---

**Annexure-II**

**NOMINATION AND REMUNERATION POLICY**

**INTRODUCTION**

The Nomination and Remuneration Policy adopted by the Board of Directors based on the recommendation of the Nomination and Remuneration Committee in compliance of Section 178 of the Companies Act, 2013, read along with applicable rules thereto as amended from time to time.

In pursuance of the Company's policy to consider human resources as its invaluable assets, to pay equitable remuneration to all directors, Key Managerial Personnel ("KMP") and employees of the Company, to harmonize the aspirations of human resources consistent with the goals of the Company and in terms of the provisions of the Companies Act, 2013('Act'), this Policy on nomination and remuneration of Directors, KMP and Senior Management has been formulated by Nomination and Remuneration Committee and approved by the Board of Directors ('Board') of the Company at its meeting held on July 22, 2024.

**APPLICABILITY**

This policy is applicable to:

- a. Directors (Executive, non-Executive and Independent)
- b. Key Managerial Personnel (KMP)
- c. Other employees as may be decided by the Committees ("NRC")

**OBJECTIVE**

The Committee and this Policy shall be in compliance with Section 178 of the Companies Act, 2013. The objective of this Policy is to lay down a framework in relation to remuneration of Directors, KMP and other employees. The key objectives of the Committee would be:

- ☐ To lay down criteria for identifying persons who are qualified to become Directors and who may be appointed in Key Managerial and to recommend to the Board their appointment and removal.
  - ☐ To lay down criteria to carry out evaluation of every Director's /KMP and other employees performance.
  - ☐ Formulation of criteria determining qualification, positive attributes and independence of a Director.
  - ☐ To recommend to the Board a policy, relating to remuneration of directors, key managerial personnel and other employees. While recommending such policy the Nomination and Remuneration Committee shall ensure:
    - (i) The level and composition of remuneration is reasonable and sufficient to attract, retain and motivate Directors of the quality required to run the Company successfully.
    - (ii) Relationship of remuneration to performance is clear and meets appropriate performance benchmarks.
-



## **EKI POWER TRADING PRIVATE LIMITED**

**(Formerly known as EKI Three Community Projects Private Limited)**

**CIN: U35109MP2022PTC063157**

**Regd. Office: Plot No. 48, Scheme No. 78, Part-II, Vijay Nagar, Indore 452010 MP**

**Email Id: [cs@enkingint.org](mailto:cs@enkingint.org)**

**Telephone No: 0731-4289086**

---

(iii) Remuneration of Directors, Key Managerial Personnel and Senior Management involves a balance between fixed and incentive pay reflecting short- and long-term performance objectives appropriate to the working of the Company and its goals.

- ☐ To formulate a Board Diversity Policy.
- ☐ To retain, motivate and promote talent and to ensure long term sustainability of talented managerial persons and create competitive advantage.
- ☐ To develop a succession plan for the Board and to regularly review the plan.
- ☐ To recommend to the Board, all remuneration, in whatever form, payable to senior management and KMPs.

### **BRIEF OVERVIEW UNDER COMPANIES ACT 2013**

{Section 178 & Companies [Meetings of Board and its Powers] Rules 2014}

- ☐ Constitution of the Nomination and Remuneration Committee consisting of three or more non-executive directors out of which not less than one-half shall be independent directors .
  - ☐ The Nomination and Remuneration Committee shall identify persons who are qualified to become directors and who may be appointed in senior management in accordance with the criteria laid down, recommend to the Board their appointment and removal and shall carry out evaluation of every director's performance.
  - ☐ The Nomination and Remuneration Committee shall formulate the criteria for determining qualifications, positive attributes and independence of a director and recommend to the Board a policy, relating to the remuneration for the directors, key managerial personnel and senior management personnel i.e. employees at one level below the Board including functional heads.
  - ☐ The Nomination and Remuneration Committee shall, while formulating the policy ensure that: —
    - the level and composition of remuneration is reasonable and sufficient to attract, retain and motivate directors of the quality required to run the company successfully;
    - relationship of remuneration to performance is clear and meets appropriate performance benchmarks; and
    - remuneration to directors, key managerial personnel and senior management involves a balance between fixed and incentive pay reflecting short and long-term performance objectives appropriate to the working of the company and its goals.
  - ☐ Such policy shall be disclosed in the Board's report.
-



**EKI POWER TRADING PRIVATE LIMITED**  
(Formerly known as EKI Three Community Projects Private Limited)

CIN: U35109MP2022PTC063157

Regd. Office: Plot No. 48, Scheme No. 78, Part-II, Vijay Nagar, Indore 452010 MP

Email Id: [cs@enkingint.org](mailto:cs@enkingint.org)

Telephone No: 0731-4289086

---

**TERMS OF REFERENCE OF NOMINATION AND REMUNERATION COMMITTEE**

- Identify persons who are qualified to become directors and who may be appointed in senior management in accordance with the criteria laid down, and recommend to the Board their appointment and removal.
- Formulate the criteria for determining qualifications, positive attributes and independence of a director and recommend to the Board a policy, relating to the remuneration for the directors, key managerial personnel and other employees.
- Removal should be strictly in terms of the applicable law/s and in compliance of principles of natural justice.
- Formulation of criteria for evaluation of Independent Directors and the Board.
- Devising a policy on the Board diversity.
- Recommend to the Board, remuneration including salary, perquisite and commission to be paid to the Company's Executive Directors on an annual basis or as may be permissible by laws applicable.
- Recommend to the Board, the Sitting Fees payable for attending the meetings of the Board/Committee thereof, and, any other benefits such as Commission, if any, payable to the Non- Executive Directors.
- Setting the overall Remuneration Policy and other terms of employment of Directors, wherever required.
- Whether to extend or continue the term of appointment of the independent director, on the basis of the report of performance evaluation of the independent directors.
- Recommend to the board, all remuneration, in whatever form, payable to senior management.

**CRITERIA FOR DETERMINING THE FOLLOWING**

**Qualifications for appointment of Directors (including Independent Directors)**

- Persons of eminence, standing and knowledge with significant achievements in business, professions and/or public service.
- Their financial or business literacy/skills.
- Their industrial experience.
- Appropriate other qualification/experience to meet the objectives of the Company.
- As per the applicable provisions of Companies Act 2013, Rules made there under.

The Nomination and Remuneration Committee shall have discretion to consider and fix any other criteria or norms for selection of the most suitable candidate/s.

**Positive attributes of Directors (including Independent Directors)**

- Directors are to demonstrate integrity, credibility, trustworthiness, ability to handle conflict constructively, and the willingness to address issues proactively.
  - Actively update their knowledge and skills with the latest developments in the industry, market conditions and applicable legal provisions.
  - Willingness to devote sufficient time and attention to the Company's business and discharge their responsibilities.
  - To assist in bringing independent judgment to bear on the Board's deliberations especially on issues of strategy, performance, risk management, resources, key appointments and standards of conduct.
-



## **EKI POWER TRADING PRIVATE LIMITED**

**(Formerly known as EKI Three Community Projects Private Limited)**

**CIN: U35109MP2022PTC063157**

**Regd. Office: Plot No. 48, Scheme No. 78, Part-II, Vijay Nagar, Indore 452010 MP**

**Email Id: [cs@enkingint.org](mailto:cs@enkingint.org)**

**Telephone No: 0731-4289086**

---

- Ability to develop a good working relationship with other Board members and contribute to the Board's working relationship with the senior management of the Company.
- To act within their authority, assist in protecting the legitimate interests of the Company, its shareholders and employees.
- Independent Directors to meet the requirements of the Companies Act, 2013 read with the Rules made there under as amended from time to time.

### **Criteria for appointment of KMP/Senior Management**

- To possess the required qualifications, experience, skills & expertise to effectively discharge their duties and responsibilities.
- To practice and encourage professionalism and transparent working environment.
- To build teams and carry the team members along for achieving the goals/objectives and corporate mission.
- To adhere strictly to code of conduct.

### **EVALUATION**

The Evaluation will be done on the following parameters:

#### **(i) Board**

Evaluation criteria for evaluation of Board inter-alia shall cover: Composition in light of business complexities and statutory requirements; establishment of vision, mission, objectives and values for the Company; laying down strategic road map for the Company, growth attained by the Company; providing leadership and directions to the Company and employees; effectiveness in ensuring statutory compliances and discharging its duties/ responsibilities towards all stakeholders; identification, monitoring & mitigation of significant corporate risks; composition of various committees, laying down terms of reference and reviewing committee's working etc.

#### **(ii) Chairperson of the Company**

Evaluation criteria for evaluation of Chairperson of the Company are: providing guidance and counsel in strategic matters; providing overall direction to Board towards achieving Company's objectives; effectiveness towards ensuring statutory compliances; maintain critical balance between the views of different Board Members; ensuring maximum participation and contribution by each Board Member; monitoring effectiveness of Company's governance practices; conducting Board and Shareholders meetings in effective and orderly manner etc.

#### **(iii) Committees of the Board**

Committees of the Board shall be evaluated for their performance based on: effectiveness in discharging duties and functions conferred; setting up and implementation of various policies, procedures and plans, effective use of committee's powers as per terms of reference, periodicity of meetings, attendance and participation of Committee members, providing strategic guidance to the Board on various matters coming under committee's purview etc.

#### **(iv) Executive Directors**

The performance of Managing Director, Chief Executive Officer and other Executive Directors, if any, shall be evaluated on the basis of achievement of performance targets/ criteria given to them by the Board from time to time.

---



## **EKI POWER TRADING PRIVATE LIMITED**

**(Formerly known as EKI Three Community Projects Private Limited)**

**CIN: U35109MP2022PTC063157**

**Regd. Office: Plot No. 48, Scheme No. 78, Part-II, Vijay Nagar, Indore 452010 MP**

**Email Id: [cs@enkingint.org](mailto:cs@enkingint.org)**

**Telephone No: 0731-4289086**

---

### **(v) Non-Executive Directors including Independent Directors**

The performance of Non-Executive Directors including Independent Directors shall be evaluated based on: Objectivity & constructivity while exercising duties, providing independent judgment on strategy, performance, risk management and Board's deliberations; devotion of sufficient time for informed decision making; exercising duties in bona fide manner; safeguarding interest of all shareholders;

upholding ethical standards of integrity & probity; updating knowledge of the Company & its external environment; fulfillment of the independence criteria of Independent Director and their independence from the management etc.

The Board has carried out performance evaluation of its own, the Board Committees and of the Independent Directors, whereas at a separate meeting Independent Directors evaluated performance of the Non Independent Directors, Board as whole. All the Non-executive and Independent Directors having wide experience in their field. Their presence on the Board is advantageous and fruitful in taking business decisions.

### **POLICY RELATING TO REMUNERATION OF DIRECTORS, KMP & SENIOR MANAGEMENT PERSONNEL**

- To ensure that the level and components of remuneration is reasonable and sufficient to attract, retain and motivate Directors, KMP and other employees of the quality required to run the Company successfully.

No director/KMP/ other employee is involved in deciding his or her own remuneration and the trend prevalent in the similar industry, nature and size of business is kept in view and given due weightage to arrive at a competitive quantum of remuneration & It is to be ensured that relationship of remuneration to the performance is clear & meets appropriate performance benchmarks which are unambiguously laid down and communicated.

- Improved performance should be rewarded by increase in remuneration and suitable authority for value addition in future.
  - Remuneration packages should strike a balance between fixed and incentive pay, where applicable, reflecting short and long term performance objectives appropriate to the Company's working and goals.
  - Following criteria are also to be considered:-
    - Responsibilities and duties;
    - Time & efforts devoted; Value addition;
    - Profitability of the Company & growth of its business;
    - Analyzing each and every position and skills for fixing the remuneration yardstick;
    - Standards for certain functions where there is a scarcity of qualified resources;
    - Ensuring tax efficient remuneration structures;
    - Ensuring that remuneration structure is simple and that the cost to the Company (CTC) is not shown inflated and the effective take home remuneration is not low;
-



## **EKI POWER TRADING PRIVATE LIMITED**

**(Formerly known as EKI Three Community Projects Private Limited)**

**CIN: U35109MP2022PTC063157**

**Regd. Office: Plot No. 48, Scheme No. 78, Part-II, Vijay Nagar, Indore 452010 MP**

**Email Id: [cs@enkingint.org](mailto:cs@enkingint.org)**

**Telephone No: 0731-4289086**

---

Other criteria as may be applicable.

- Consistent application of remuneration parameters across the organisation.
- Provisions of law with regard making payment of remuneration, as may be applicable, are complied.
- Whenever, there is any deviation from the Policy, the justification /reasons should also be indicated /disclosed adequately.

**DISCLOSURES:** This Policy shall be disclosed on the website of the Company.

### **REVIEW**

- This Policy shall be reviewed by the Board as and when any changes are to be incorporated in the Policy due to change in law, regulations or as may be felt appropriate by the Board. Any changes/amendment/modification in the Policy will in writing and approved by Board of Directors of the Company.
  - In case of any subsequent changes in the provisions of the Companies Act, 2013 or any other applicable rules which makes any of the provisions in the Policy inconsistent with the Act or Rules, then the provisions of the Act or rules would prevail over the Policy and the provisions in the Policy would be modified in due course to make it consistent with law.
-







**EKI POWER TRADING PRIVATE LIMITED**  
(Formerly known as EKI Three Community Projects Private Limited)  
CIN: U35109MP2022PTC063157  
Regd. Office: Plot No. 48, Scheme No. 78, Part-II, Vijay Nagar, Indore 452010 MP  
Email Id: [cs@enkingint.org](mailto:cs@enkingint.org)  
Telephone No: 0731-4289086

---

**NOTICE**  
**OF**  
**2<sup>nd</sup> ANNUAL GENERAL MEETING**  
**OF**  
**EKI POWER TRADING PRIVATE LIMITED**  
(Formally known as EKI Three Community Projects Private Limited)  
**FOR THE F.Y. 2023-24**



## **EKI POWER TRADING PRIVATE LIMITED**

(Formerly known as EKI Three Community Projects Private Limited)

CIN: U35109MP2022PTC063157

Regd. Office: Plot No. 48, Scheme No. 78, Part-II, Vijay Nagar, Indore 452010 MP

Email Id: [cs@enkingint.org](mailto:cs@enkingint.org)

Telephone No: 0731-4289086

### **NOTICE**

NOTICE is hereby given that the **Second Annual General Meeting ('AGM')** of the Members of **EKI Power Trading Private Limited** (formally known as EKI Three Community Projects Private Limited) for the Financial Year 2023-24 will be held on **Saturday, August 17, 2024 at 04:00 P.M. (IST)** at registered office of the Company situated at **Plot No. 48, Scheme No.78 Part-II, Vijay Nagar Indore MP 452010 IN**, to transact the following business:

#### **ORDINARY BUSINESS:**

1. To receive, consider and adopt audited financial statements of the Company for the financial year ended March 31, 2024, together with the Director's and Auditor's Reports thereon.
2. To appoint a director in place of Mr. Sukanta Das (DIN- 07943328), Non- Executive Director, who retires by rotation and being eligible, offers himself for re-appointment.

#### **SPECIAL BUSINESS:**

3. **To consider and appoint Mr. Ritesh Gupta (DIN: 00223343) as an Independent Director of Company:**

To consider and if thought fit, to pass the following resolution as an Special Resolution:

**"RESOLVED THAT** pursuant to the provisions of section 149(6), 150, 152 and 161 read with Rule 8 and 14 of Companies (Appointment and Qualification of Directors) Rules, 2014 and other applicable provisions, if any, of the Companies Act, 2013. and in terms of the Articles of Association of the Company, consent of the members of the Company be and is hereby accorded to appoint Mr. Ritesh Gupta (DIN: 00223343), who was appointed as an Additional Independent Director of the Company by the Board of Directors in the Board Meeting held on January 18, 2024 to hold office up to the date of this Annual General Meeting, and who has signified his consent in the Form DIR-2, to act as an Independent Director of the Company to hold office for a term of 5(five) years commencing from 18<sup>th</sup> January, 2024 to 17<sup>th</sup> January, 2029, whose period of office will not be liable to determination by retirement of directors by rotation.

**RESOLVED FURTHER THAT** for the purpose of giving effect to this resolution any Director of the Company be and is hereby authorized, on behalf of the Company, to do all acts, deeds, matters and things as deem necessary, proper or desirable and to sign and execute all necessary documents, applications and returns for the purpose of giving effect to the aforesaid resolution along with filing of necessary E-form with the Registrar of Companies, Gwalior"

4. **To consider and appoint Mr. Burhanuddin Ali Husain Maksi Wala (DIN: 08326766) as an Independent Director of Company:**

To consider and if thought fit, to pass the following resolution as an Special Resolution:

**"RESOLVED THAT** pursuant to the provisions of section 149(6), 150, 152 and 161 read with Rule 8 and 14 of Companies (Appointment and Qualification of Directors) Rules, 2014 and other applicable provisions, if any, of the Companies Act, 2013. and in terms of the Articles of Association of the Company, consent of the members of the Company be and is hereby accorded to appoint Mr.



## **EKI POWER TRADING PRIVATE LIMITED**

(Formerly known as EKI Three Community Projects Private Limited)

CIN: U35109MP2022PTC063157

Regd. Office: Plot No. 48, Scheme No. 78, Part-II, Vijay Nagar, Indore 452010 MP

Email Id: [cs@enkingint.org](mailto:cs@enkingint.org)

Telephone No: 0731-4289086

---

Burhanuddin Ali Husain Maksi Wala (DIN: 08326766), who was appointed as an Additional Independent Director of the Company by the Board of Directors in the Board Meeting held on January 18, 2024 to hold office up to the date of this Annual General Meeting, and who has signified his consent in the Form DIR-2, to act as an Independent Director of the Company to hold office for a term of 5(five) years commencing from 18<sup>th</sup> January, 2024 to 17<sup>th</sup> January, 2029, whose period of office will not be liable to determination by retirement of directors by rotation;

**RESOLVED FURTHER THAT** for the purpose of giving effect to this resolution any Director of the Company be and is hereby authorized, on behalf of the Company, to do all acts, deeds, matters and things as deem necessary, proper or desirable and to sign and execute all necessary documents, applications and returns for the purpose of giving effect to the aforesaid resolution along with filing of necessary E-form with the Registrar of Companies, Gwalior"

**5. To consider and appoint Mr. Rajiv Goyal (DIN: 07754244) as Whole Time Director of Company:**

To consider and if thought fit, to pass the following resolution as a Special Resolution:

**"RESOLVED THAT** pursuant to the provisions of sections 152, 161, 196, 197, 203 and schedule V, read with Rule 8 and 14 of Companies (Appointment and Qualification of Directors) Rules, 2014 and other applicable provisions, if any, of the Companies Act, 2013. and in terms of the Articles of Association of the Company, consent of the members of the Company be and is hereby accorded to appoint Mr. Rajiv Goyal (DIN: 07754244), who was appointed as an Additional Whole Time Director of the Company by the Board of Directors in the Board Meeting held on March 01, 2024 to hold office up to the date of this Annual General Meeting, and who has signified his consent in the Form DIR-2, to act as a Whole Time Director of the Company, for a period of 5 (Five) years on expiry of his present tenure i.e., w.e.f., March 01, 2024 till February 28, 2029 on such terms and conditions as approved by the Board of Directors from time to time, upto conclusion of his tenure.

**RESOLVED FURTHER THAT** for the purpose of giving effect to this resolution any Director of the Company be and is hereby authorized, on behalf of the Company, to do all acts, deeds, matters and things as deem necessary, proper or desirable and to sign and execute all necessary documents, applications and returns for the purpose of giving effect to the aforesaid resolution along with filing of necessary E-form with the Registrar of Companies, Gwalior"

**6. To consider and recommend remuneration of Mr. Rajiv Goyal (DIN: 07754244), Whole Time Director and CEO of the Company**

To consider and, if thought fit, to pass, with or without modification, the following resolution as a Special Resolution:

**"RESOLVED THAT** pursuant to the provisions of Section 197, 198, Schedule V and other applicable provisions, if any, of the Companies Act, 2013 ("Act") read with the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 (including any statutory modification or re-enactment thereof), the Memorandum of Association and the Articles of Association of the Company or any other law for the time being in force, based on the recommendation of the board of directors, the consent of the members be and is hereby accorded to approve the remuneration of Mr. Rajiv Goyal (DIN: 07754244) for a limit upto Rs. 50,00,000



**EKI POWER TRADING PRIVATE LIMITED**  
(Formerly known as EKI Three Community Projects Private Limited)

CIN: U35109MP2022PTC063157

Regd. Office: Plot No. 48, Scheme No. 78, Part-II, Vijay Nagar, Indore 452010 MP

Email Id: [cs@enkingint.org](mailto:cs@enkingint.org)

Telephone No: 0731-4289086

---

(Rupees Fifty Lakh Only) per annum with effect from April 01, 2024, till his cessation from the directorship in the Company, as mutually decided and upon such terms and conditions as recommended by the Board of Directors, and as set out in the statement annexed to the notice convening this meeting, notwithstanding that such remuneration may exceed the limit specified under Section 197 and Schedule V of the Act in case of inadequacy or absence of profits, calculated in accordance with the applicable provisions of the Companies Act, 2013;

**RESOLVED FURTHER THAT** for the purpose of giving effect to this resolution the board of directors be and is hereby authorized to do all such act, deeds, matters and other things, as they may in their absolute discretion deem necessary expedient usual and proper."

7. **To make investments, give loans, guarantees and provide security in excess of limits as specified under Section 186 of the Companies Act, 2013.**

To consider and if thought fit, to pass the following resolution as a Special Resolution:

**"RESOLVED THAT** pursuant to the provisions of Section 179, 186 of the Companies Act, 2013 ("the Act") read with the Companies (Meetings of Board and its Powers) Rules, 2014 and other applicable provisions, if any, of the Act (including any modification or re-enactment thereof for the time being in force), based on the recommendation of Board, the consent of the members be and is hereby accorded to (i) give any loan to any person or other body corporate; (ii) give any guarantee or provide any security in connection with a loan to any other body corporate or person, and (iii) acquire by way of subscription, purchase or otherwise, the securities of any other body corporate, as they may in their absolute discretion deem beneficial and in the interest of the Company, upto a maximum aggregate amount of Rs. 50 crores, outstanding at any point of time, over and above the permissible limits under Section 186(2) of the Companies Act, 2013, of 60 percent of the Company's paid up capital, free reserves and securities premium account or 100 percent of the Company's free reserves and securities premium account, whichever is more;

**RESOLVED FURTHER THAT** the Board be and is hereby authorised to take from time to time all decisions and steps in respect of the above loans, guarantees, securities and investment including the timing, amount and other terms and conditions of such loans, guarantees, securities and investment and varying the same either in part or in full as it may deem appropriate and to do and perform all such acts, deeds, matters and things as may be necessary, proper or desirable and to settle any question, difficulty or doubt that may arise in this regard including power to sub-delegate in order to give effect to this resolution."

8. **To consider and approve borrowing limit of the Company under Section 180(1)(c) of the Companies Act, 2013.**

To consider and if thought fit, to pass the following resolution as a Special Resolution:

**"RESOLVED THAT** pursuant to provisions of Section 179, 180(1) (c), 188 and other applicable provisions, if any, of the Companies Act, 2013 read with rules framed thereunder and based on the recommendation of Board, the consent of the members be and is hereby accorded to borrow any sum or sums of money from time to time at its discretion, for the purpose of the business of the Company, from any one or more Banks, Financial Institutions and other Persons, Firms, Bodies



## **EKI POWER TRADING PRIVATE LIMITED**

(Formerly known as EKI Three Community Projects Private Limited)

CIN: U35109MP2022PTC063157

Regd. Office: Plot No. 48, Scheme No. 78, Part-II, Vijay Nagar, Indore 452010 MP

Email Id: [cs@enkingint.org](mailto:cs@enkingint.org)

Telephone No: 0731-4289086

Corporate, notwithstanding that the monies to be borrowed together with the monies already borrowed by the Company (apart from temporary loans obtained from the Company's Bankers in the ordinary course of business) may, at any time, exceed the aggregate of the paid-up share capital of the Company and its free reserves (that is to say reserves not set apart for any specific purpose), subject to such aggregate borrowings not exceeding the amount which is Rs. 50 crores (Rupees Fifty Crores Only) over and above the aggregate of the paid-up share capital of the Company and its free reserves (that is to say reserves not set apart for any specific purpose) and that the Board be and is hereby empowered and authorised to arrange or fix the terms and conditions of all such monies to be borrowed from time to time as to interest, repayment, security or otherwise as it may, in its absolute discretion, think fit.

**RESOLVED FURTHER THAT** for the purpose of giving effect to this resolution, the Board be and is hereby authorised to do all such acts, deeds, matters and things as it may in its absolute discretion deem necessary, proper, or desirable and to settle any question, difficulty, doubt that may arise in respect of the borrowing(s) aforesaid and further to do all such acts, deeds and things and to execute all documents and writings as may be necessary, proper, desirable or expedient to give effect to this resolution."

9. **To mortgage and/or charge all or any part of the movable and/or immovable properties of the company as security for borrowing under Section 180(1)(a) of the Companies Act, 2013.**

To consider and if thought fit, to pass the following resolution as a Special Resolution:

**"RESOLVED THAT** pursuant to the provisions of Section 180(1)(a) and other applicable provisions, if any, of the Companies Act, 2013, the consent of the members be and is hereby accorded to the Board of Directors of the Company ("the Board") to hypothecate/ mortgage and/or charge in addition to the hypothecations/mortgages and/or charges created by the Company, in such form and manner and with such ranking and at such time(s) and on such terms as the Board may determine, all or any part of the movable and/or immovable properties of the Company wherever situated, both present and future, and/or create a floating charge on all or any part of the immovable properties of the Company and the whole or any part of the undertaking(s) of the Company, together with power to take over the management of the business and concern of the Company, in certain events of default, in favour of the Company's Bankers/Financial Institutions/other investing agencies and trustees for the holders of Debentures/Bonds/other instruments/securities to secure any Rupee/Foreign Currency Loans, Guarantee assistance, Standby Letter of Credit/Letter of Credit and/or any issue of Non – Convertible Debentures, and/or Compulsorily or Optionally, Fully or Partly Convertible Debentures and/or Bonds, and/or any other Non – Convertible and/or other Partly/Fully Convertible instruments/securities, within the overall ceiling at any time, exceed the aggregate of the paid-up share capital of the Company and its free reserves (that is to say reserves not set apart for any specific purpose), subject to such aggregate amount not exceeding the amount which is Rs. 50 crores (Rupees Fifty Crores Only) over and above the aggregate of the paid-up share capital of the Company and its free reserves (that is to say reserves not set apart for any specific purpose);

**RESOLVED FURTHER THAT** the Board be and is hereby authorised to execute all such deeds, documents, instruments and writings, as may be necessary for creating the aforesaid hypothecations/mortgages and/or charges and to do all such acts, deeds, matters and things as may be necessary, desirable or expedient to give effect to the above resolution."



**EKI POWER TRADING PRIVATE LIMITED**  
(Formerly known as EKI Three Community Projects Private Limited)

**CIN: U35109MP2022PTC063157**

**Regd. Office: Plot No. 48, Scheme No. 78, Part-II, Vijay Nagar, Indore 452010 MP**

**Email Id: cs@enkingint.org**

**Telephone No: 0731-4289086**

**Registered Office:**  
**Plot No. 48, Scheme No.78 Part II,**  
**Vijay Nagar Indore**  
**Mp 452010 In**

**For and on behalf of the Board of Directors**  
**EKI POWER TRADING PRIVATE LIMITED EKI**  
**(Formally known as Three Community Projects Private**  
**Limited)**

**CIN: U35109MP2022PTC063157**

**Tel. No. +91- 0731-4289086**

**E-mail:cs@enkingint.org**

**Ramkrishna Vasantrao Patil**  
**Director**  
**DIN: 09768797**



**Place: Indore**

**Date: July 22, 2024**



## **EKI POWER TRADING PRIVATE LIMITED**

(Formerly known as EKI Three Community Projects Private Limited)

CIN: U35109MP2022PTC063157

Regd. Office: Plot No. 48, Scheme No. 78, Part-II, Vijay Nagar, Indore 452010 MP

Email Id: [cs@enkingint.org](mailto:cs@enkingint.org)

Telephone No: 0731-4289086

---

### **Notes:**

1. being a wholly owned subsidiary of EKI Energy Services Limited, requirement of closure of Register of Members and Transfer Books of the Company are not mandated.
2. The Notice of AGM, Annual Report, Proxy Form and Attendance Slip are being sent to Members. Members attending meeting are requested to bring their duly filled attendance slip. Members holding shares in physical form are requested to write their folio number in the attendance slip for attending the meeting.
3. A Statement pursuant to section 102 of the Companies Act, 2013 in respect of the Special Business specified above is annexed hereto.
4. A member entitled to attend and vote is entitled to appoint a proxy to attend and vote on poll on his/her behalf and the proxy need not be a member of the company. The instrument of Proxy, in order to be effective, should be deposited at the Registered Office of the Company, duly completed and signed, not later than 48 hours (Sunday is included in computation of 48 hours) before the commencement of the Meeting. A Proxy Form is annexed to this report. Proxies submitted on behalf of limited companies, societies, etc., must be supported by an appropriate resolution/authority, as applicable.
5. Statutory Registers of the Company are open for inspection at the registered office of the Company on all working days, except Saturdays, during business hours up to the date of the general meeting and at the venue of the meeting for the duration of the meeting.
6. A corporate member intending to send its authorized representatives to attend the meeting in terms of section 113 of the Companies Act, 2013 is requested to send to the Company a certified copy of the board resolution authorizing such representative to attend and vote on its behalf at the meeting.
7. Being a wholly owned subsidiary of EKI Energy Services Limited, requirement of route map for the venue of the meeting is not mandated.

\*\*\*\*



**EKI POWER TRADING PRIVATE LIMITED**  
(Formerly known as EKI Three Community Projects Private Limited)

**CIN: U35109MP2022PTC063157**

**Regd. Office: Plot No. 48, Scheme No. 78, Part-II, Vijay Nagar, Indore 452010 MP**

**Email Id: [cs@enkingint.org](mailto:cs@enkingint.org)**

**Telephone No: 0731-4289086**

---

**STATEMENT PURSUANT TO SECTION 102(1) OF THE COMPANIES ACT, 2013**

**ITEM NO. 3:**

**CONSIDER AND APPOINT MR. RITESH GUPTA (DIN: 00223343) AS AN INDEPENDENT DIRECTOR OF COMPANY:**

Pursuant to the provisions of sections section 149(6), 150, 152 and 161 read with Rule 8 and 14 of Companies (Appointment and Qualification of Directors) Rules, 2014 and other applicable provisions, if any, of the Companies Act, 2013. The Board of Directors at their meeting held on January 18, 2024, appointed Mr. Ritesh Gupta (DIN: 00223343) as an Additional Independent Director, to hold office up to the date of this Annual General Meeting.

Mr. Ritesh Gupta has given his consent in form DIR-2 for appointment as Director and the requisite declarations Pursuant to section 149(6), 150, 152 and 161 of the Companies Act, 2013 to hold office for a term of 5(five) years commencing from January 18, 2024 to January 17, 2029.

Accordingly, the approval of shareholders of the Company is sought by way of Special Resolution.

The Board of Directors of the Company recommends the passing of the resolution in Item No 03 of the notice as a Special Resolution

None of the Directors or Key Managerial Persons of the Company (including their relatives), except to the extent of their shareholding in the Company are concerned or interested in the said resolution.

Brief Profile of Mr. Ritesh Gupta is annexed as Annexure A

**ITEM NO. 4:**

**CONSIDER AND APPOINT MR. BURHANUDDIN ALI HUSAIN MAKSI WALA (DIN: 08326766) AS AN INDEPENDENT DIRECTOR OF COMPANY:**

Pursuant to the provisions of sections section 149(6), 150, 152 and 161 read with Rule 8 and 14 of Companies (Appointment and Qualification of Directors) Rules, 2014 and other applicable provisions, if any, of the Companies Act, 2013. The Board of Directors at their meeting held on January 18, 2024, appointed Mr. Burhanuddin Ali Husain Maksi Wala (DIN: 08326766) as an Additional Independent Director, to hold office up to the date of this Annual General Meeting.

Mr. Burhanuddin Ali Husain Maksi Wala has given his consent in form DIR-2 for appointment as Director and the requisite declarations Pursuant to section 149(6), 150, 152 and 161 of the Companies Act, 2013 to hold office for a term of 5(five) years commencing from January 18, 2024 to January 17, 2029.

Accordingly, the approval of shareholders of the Company is sought by way of Special Resolution.



**EKI POWER TRADING PRIVATE LIMITED**  
(Formerly known as EKI Three Community Projects Private Limited)

CIN: U35109MP2022PTC063157

Regd. Office: Plot No. 48, Scheme No. 78, Part-II, Vijay Nagar, Indore 452010 MP

Email Id: [es@enkingint.org](mailto:es@enkingint.org)

Telephone No: 0731-4289086

---

The Board of Directors of the Company recommends the passing of the resolution in Item No 04 of the notice as an Special Resolution

None of the Directors or Key Managerial Persons of the Company (including their relatives), except to the extent of their shareholding in the Company are concerned or interested in the said resolution.

Brief Profile of Mr. Burhanuddin Ali Husain Maksi Wala is annexed as Annexure A

**ITEM NO. 5:**

**TO CONSIDER AND APPOINT MR. RAJIV GOYAL (DIN: 07754244) AS WHOLE TIME DIRECTOR OF COMPANY:**

Pursuant to the provisions of sections 152, 161, 196, 197, 203 and schedule V of the Companies Act, 2013 read with Rule 8, 9 and 14 of Companies (Appointment and Qualification of Directors) Rules, 2014, and other applicable provisions, if any, of the Companies Act, 2013 ("Act"). The Board of Directors at their meeting held on March 01, 2024, appointed Mr. Rajiv Goyal (DIN: 07754244) as an Additional Whole Time Director, to hold office up to the date of this Annual General Meeting.

Mr. Rajiv Goyal (DIN: 07754244) has given his consent in form DIR-2 for appointment as Whole Time Director and the requisite declarations Pursuant to section 164 (1) and 164(2) and 184 (1) of the Companies Act, 2013 to hold office for a term of 5(five) years commencing from 1<sup>st</sup> March, 2024 to 28<sup>th</sup> February, 2029.

Accordingly, the approval of shareholders of the Company is sought by way of Special Resolution.

The Board of Directors of the Company recommends the passing of the resolution in Item No 05 of the notice as a Special Resolution

None of the Directors or Key Managerial Persons of the Company (including their relatives), except to the extent of their shareholding in the Company are concerned or interested in the said resolution.

Brief Profile of Mr. Rajiv Goyal is annexed as Annexure A

**ITEM NO. 6:**

**TO CONSIDER AND RECOMMEND REMUNERATION OF MR. RAJIV GOYAL (DIN: 07754244), WHOLE TIME DIRECTOR AND CEO OF THE COMPANY:**

Considering the contribution in the operation of the Company of Mr. Rajiv Goyal (DIN: 07754244), whole time director and CEO of the Company, it has been proposed to approve the remuneration payable to Mr. Rajiv Goyal upto Rs. 50,00,000 (Rupees fifty lakh only) per annum with effect from April 01, 2024, till his cessation from the directorship in the Company, as mutually decided and upon such terms and conditions as recommended by the board of directors, despite of inadequacy or absence of profits or such remuneration may exceed the prescribed limit under the relevant provisions of the Companies Act, 2013, during any financial year.

Statement as required under Section II, Part II of the Schedule V of the Companies Act, 2013 with reference to Special Resolution at Item No.1 is annexed hereto.

**The statement containing required information as required in Section II of Part II of Schedule V of the Companies Act, 2013 - Mr. Rajiv Goyal (Item No.6 of Notice)**



**EKI POWER TRADING PRIVATE LIMITED**  
(Formerly known as EKI Three Community Projects Private Limited)  
CIN: U35109MP2022PTC063157  
Regd. Office: Plot No. 48, Scheme No. 78, Part-II, Vijay Nagar, Indore 452010 MP  
Email Id: [cs@enkingint.org](mailto:cs@enkingint.org)  
Telephone No: 0731-4289086

**I. GENERAL INFORMATION**

**1. Nature of industry:** The Company is engaged in business of trading of electricity and act as a trader in sale and purchase of electricity and electrical energy in any form and in any market including power exchange and derivatives market, international market, cross border transactions and by any process and in any fuel, derivatives including but not limited to renewable energy certificates, carbon credits, energy conservation certificates, financially traded electricity forwards, or by products connected with or related to the generation and supply of electrical energy.

**2. Date or expected date of commencement of commercial production:** The Company had started its business on December 14, 2022.

**3. In case of new companies, expected date of commencement of activities as per project approved by financial institutions appearing in the prospectus:**

Not Applicable.

**4. Financial performance based on given indicators:**

Particulars	(Amount in Rs.)	
	2023-2024	2022-2023
Income	-	-
Revenue from Operation	-	-
<b>Total Revenue</b>	<b>40,14,467</b>	-
<b>Profit/(Loss) before finance cost, depreciation &amp; amortization, and tax</b>	-	-
Less: Finance Cost	-	-
Less: Depreciation, amortization, impairment and obsolescence	-	-
<b>Profit / (Loss) before tax</b>	<b>13,83,143</b>	<b>(23,481)</b>
Less: Current Tax	<b>3,48,110</b>	-
Less: Deferred Tax Assets	-	-
<b>Profit/(Loss) for the year</b>	<b>10,35,033</b>	<b>(23,481)</b>
Other Comprehensive Income	-	-
<b>Total Comprehensive Income/(Loss) for the year</b>	<b>10,35,033</b>	<b>(23,481)</b>
<b>Earnings per share</b>		
Basic	0.14	(0.23)
Diluted	0.14	(0.23)



**EKI POWER TRADING PRIVATE LIMITED**  
(Formerly known as EKI Three Community Projects Private Limited)

CIN: U35109MP2022PTC063157

Regd. Office: Plot No. 48, Scheme No. 78, Part-II, Vijay Nagar, Indore 452010 MP

Email Id: [cs@enkingint.org](mailto:cs@enkingint.org)

Telephone No: 0731-4289086

---

5. Foreign Investments or Collaborators if any: N.A

**II. INFORMATION ABOUT THE APPOINTEE**

1. Background Details: Mr. Rajiv Goyal, a graduate of REC Calicut Kerala in Electrical & Electronics Engineering, Mr. Goyal furthered his academic pursuits by obtaining an LLB degree in 2017. His extensive professional journey includes notable tenures with esteemed organizations such as RPSG Group at NPCL Greater Noida, Secure Meters, Mott MacDonald Consultants, and Mercados Energy Marketing.
2. Past Remuneration: First appointment in the Company and hence not applicable.
3. Recognition or awards: NA
4. Job Profile and his suitability: Mr. Rajiv Goyal is a Whole Time Director and CEO of the Company, With a solid foundation in electrical engineering and legal acumen, Mr. Goyal has demonstrated exceptional leadership and strategic vision throughout his career. He has designed T&D network of Greater Noida, Aurangabad city, MIHAZ SEZ Nagpur and Ayodhya. He is an expert in power distribution, Open Access, Regulatory Matters and RE Projects.
5. Remuneration Proposed: As stated in the explanatory statement at item no.6 of the notice.
6. Comparative remuneration profile with respect to industry, size of the Company, profile of the position and person: Taking into consideration the size of the Company, the profile of the appointee, the remuneration proposed is commensurate with the job profile i.e his expertise and knowledge in carbon industry.
7. Pecuniary relationship directly or indirectly with the Company or relationship with the managerial personnel, if any: Apart from drawing remuneration during employment with the Company doesn't have any other pecuniary transactions with Company.

**III. OTHER INFORMATION**

1. Reasons of loss or inadequate profits: external and unexpected circumstances beyond the control of management, viz, demand & supply factors in market, general economic meltdown, fluctuation in price of carbon credits, sharp volatility in the prices of carbon credits and other factors putting pressure on profits of the Company.
2. Steps taken or proposed to be taken for improvement: Company has taken the following steps for improvement in performance:
  - (i) Development of new markets.
  - (ii) Focus on new area of market.
  - (iii) Continuous cost reduction.
3. Expected increase in productivity and profits in measurable terms: With the aforesaid measures taken by the Company, profitability of the Company is expected to increase in coming years.



## **EKI POWER TRADING PRIVATE LIMITED**

(Formerly known as EKI Three Community Projects Private Limited)

CIN: U35109MP2022PTC063157

Regd. Office: Plot No. 48, Scheme No. 78, Part-II, Vijay Nagar, Indore 452010 MP

Email Id: [cs@enkingint.org](mailto:cs@enkingint.org)

Telephone No: 0731-4289086

---

### **IV. DISCLOSURES**

None of the directors, key managerial person and their relatives are in any way concerned or interested in the resolution except to the extent of their shareholding, if any.

The board recommends the resolution at Item No. 6 as special resolution.

### **ITEM NO. 7:**

#### **TO MAKE INVESTMENTS, GIVE LOANS, GUARANTEES AND PROVIDE SECURITY IN EXCESS OF LIMITES SPECIFIED UNDER SECTION 186 OF THE COMPANY'S ACT, 2013.**

The Company is evaluating options to engage with other companies in the form of giving of loan or providing guarantee or security or making of investments in the securities of other Companies, which are in the interest of the Company and which may benefit and contribute in the growth of the Company.

In line with the above requirement and pursuant to the provision of Section 186 of the Companies Act, 2013, based on the recommendation of Board of Directors, it is proposed to take approval of the members of the Company for below mentioned transactions, for aggregate limit of upto Rs. 50 crores, which if over and above of the permissible limit under section as mentioned above:

- (i) to give any loan to any person or other body corporate;
- (ii) give any guarantee or provide any security in connection with a loan to any other body corporate or person, and
- (iii) acquire by way of subscription, purchase or otherwise, the securities of any other body corporate, as they may in their absolute discretion deem beneficial and in the interest of the Company.

Accordingly, the approval of shareholders of the Company is sought by way of Special Resolution.

The Board of Directors of the Company recommends the passing of the resolution in Item No 07 of the notice as Special Resolution

None of the Directors or Key Managerial Persons of the Company (including their relatives), except to the extent of their shareholding in the Company are concerned or interested in the said resolution.

### **ITEM NO. 8:**

#### **TO CONSIDER AND APPROVE BORROWING LIMIT OF THE COMPANY UNDER SECTION 180(1)(C) OF THE COMPANIES ACT, 2013.**

Pursuant to the provisions of Section 180(1)(c) of the Companies Act, 2013 the Board of Directors of a company shall borrow monies (apart from temporary loans obtained or to be obtained from the Company's bankers in the ordinary course of business) from time to time on behalf of the Company upto the aggregate of its paid-up share capital and free reserve.

Further, considering the fund requirement arise in the company on day to day basis, it is proposed to increase the borrowing limit of the Company under Section 180 (1) (c) of the Companies Act, 2013, together with the amount already borrowed by the Company (apart from temporary loans obtained from the Company's



**EKI POWER TRADING PRIVATE LIMITED**  
(Formerly known as EKI Three Community Projects Private Limited)

**CIN: U35109MP2022PTC063157**

**Regd. Office: Plot No. 48, Scheme No. 78, Part-II, Vijay Nagar, Indore 452010 MP**

**Email Id: [cs@enkingint.org](mailto:cs@enkingint.org)**

**Telephone No: 0731-4289086**

---

Bankers in the ordinary course of business) may, at any time, exceed the aggregate of the paid-up share capital of the Company and its free reserves (that is to say reserves not set apart for any specific purpose), upto Rs. 50 crores (Rupees Fifty Crores Only), which is over and above the aggregate of the paid-up share capital of the Company and its free reserves.

Accordingly, the approval of shareholders of the Company is sought by way of Special Resolution.

The Board of Directors of the Company recommends the passing of the resolution in Item No 08 of the notice as a Special Resolution.

None of the Directors or Key Managerial Persons of the Company (including their relatives), except to the extent of their shareholding in the Company are concerned or interested in the said resolution.

**ITEM NO. 9:**

**TO MORTGAGE AND/OR CHARGE ALL OR ANY PART OF THE MOVABLE AND/OR IMMOVABLE PROPERTIES OF THE COMPANY AS SECURITY FOR BORROWING.**

Section 180(1)(a) of the Companies Act, 2013 provides that the Board of Directors of a Company shall only with the consent of the members by way of Special Resolution in a General Meeting, sell, lease or otherwise dispose of the whole or substantially the whole of the undertaking of the Company. The hypothecation/mortgage/ creation of charge by the Company of its properties as and when undertaken, may be considered to be the disposal of all or any part of the Company's undertakings, for the borrowings and would attract the provisions of the said Section 180(1)(a) of the Companies Act, 2013.

Consent of the Members is being sought to mortgage, create charges and or/hypothecate the Company's properties as and when necessary to secure any Rupee/Foreign currency Loans, Guarantee assistance, and/or any issue of Non – Convertible Debentures, and/or Compulsorily or Optionally, Fully or Partly Convertible Debentures and/or Bonds, convertible and/or other non-convertible or partly/fully convertible instruments/securities, from time to time, within the overall ceiling at any time, exceed the aggregate of the paid-up share capital of the Company and its free reserves (that is to say reserves not set apart for any specific purpose), subject to such aggregate amount not exceeding the amount which is Rs. 50 crores (Rupees Fifty Crores Only) over and above the aggregate of the paid-up share capital of the Company and its free reserves (that is to say reserves not set apart for any specific purpose);

Accordingly, the approval of shareholders of the Company is sought by way of Special Resolution.

The Board of Directors of the Company recommends the passing of the resolution in Item No 09 of the notice as a Special Resolution.

None of the Directors or Key Managerial Persons of the Company (including their relatives), except to the extent of their shareholding in the Company are concerned or interested in the said resolution.



## **EKI POWER TRADING PRIVATE LIMITED**

(Formerly known as EKI Three Community Projects Private Limited)

CIN: U35109MP2022PTC063157

Regd. Office: Plot No. 48, Scheme No. 78, Part-II, Vijay Nagar, Indore 452010 MP

Email Id: [cs@enkingint.org](mailto:cs@enkingint.org)

Telephone No: 0731-4289086

### **Registered Office:**


Plot No. 48, Scheme No.78 Part II,  
Vijay Nagar Indore  
Mp 452010 In

CIN: U35109MP2022PTC063157

Tel. No. +91- 0731-4289086

E-mail:cs@enkingint.org

For and on behalf of the Board of Directors  
**EKI POWER TRADING PRIVATE LIMITED EKI**  
(Formerly known as Three Community Projects Private  
Limited)

  
**Ramkrishna Vasantrao Patil**  
Director  
DIN: 09768797

Place: Indore

Date: July 22, 2024



## EKI POWER TRADING PRIVATE LIMITED

(Formerly known as EKI Three Community Projects Private Limited)

CIN: U35109MP2022PTC063157

Regd. Office: Plot No. 48, Scheme No. 78, Part-II, Vijay Nagar, Indore 452010 MP

Email Id: [cs@enkingint.org](mailto:cs@enkingint.org)

Telephone No: 0731-4289086

### Annexure – A

#### Disclosure of information pursuant to para 1.2.5 of SS – 2

##### A. MR. SUKANTA DAS:

Sr. No.	Particulars	Details
1.	Brief resume of director and nature of expertise (in case of appointment);	Mr. Sukanta Das, aged 41 years, is a rank holder in Master of Technology from Indian Institute of Technology, Bombay, Masters of Science from Tezpur Central University, having more than 11 years in GHG audits/ Warehouse audits/lean audits/food certifications audits.
2.	Disclosure of relationships between directors inter-se;	Mr. Sukanta Das is not related to any of the Directors of the Company.
3.	Shareholding in the Company	Nil
4.	Number of Meetings of the Board attended during the year	13 (Thirteen)
5.	Names of entities in which the person also holds the directorship and the membership of Committees of the board along with listed entities from which the person has resigned in the past three years;	1. EKI Community Development Foundation 2. Enking International Foundation 3. EKI One Community Projects Private Limited

##### B. MR. RITESH GUPTA:

Sr. No.	Particulars	Details
1.	Justification of appointment – Brief resume of director and nature of expertise.	Mr. Ritesh Gupta, aged 50 years, is a qualified Company Secretary (CS). He is commerce graduate and has an experience of more than a decade He has experience in various fields such as Company law, legal, FEMA, Secretarial, Income Tax, GST & SEBI related matters, etc. Currently he is a Practicing Company Secretary.



## **EKI POWER TRADING PRIVATE LIMITED**

(Formerly known as EKI Three Community Projects Private Limited)

CIN: U35109MP2022PTC063157

Regd. Office: Plot No. 48, Scheme No. 78, Part-II, Vijay Nagar, Indore 452010 MP

Email Id: [cs@enkingint.org](mailto:cs@enkingint.org)

Telephone No: 0731-4289086

### **C. MR. BURHANUDDIN ALI HUSAIN MAKSI WALA:**

Sr. No.	Particulars	Details
1.	Justification of appointment – Brief resume of director and nature of expertise.	Mr. Burhanuddin Ali Husain Maksi Wala, aged 32 years, is a qualified Company Secretary (CS) and a member of Institute of Company Secretaries of India (ICSI). He has an experience in various fields such as Company law, legal, FEMA, Secretarial, Income Tax, GST & SEBI related matters, etc. Currently he is a Practicing Company Secretary.

### **D. MR. RAJIV GOYAL:**

Sr. No.	Particulars	Details
1.	Brief resume of director and nature of expertise (in case of appointment);	Mr. Rajiv Goyal, aged 51 years, a graduate of REC Calicut Kerala in Electrical & Electronics Engineering, Mr. Goyal furthered his academic pursuits by obtaining an LLB degree in 2017. His extensive professional journey includes notable tenures with esteemed organizations such as RPSG Group at NPCL Greater Noida, Secure Meters, Mott MacDonald Consultants, and Mercados Energy Marketing.
2.	Disclosure of relationships between directors inter-se;	Mr. Rajiv Goyal is not related to any of the Directors of the Company.
3.	Shareholding in the Company	Nil
4.	Number of Meetings of the Board attended during the year	0
5.	Names of entities in which the person also holds the directorship and the membership of Committees of the board along with listed entities from which the person has resigned in the past three years;	M/s. NPCL Solar Energy Private Limited



**EKI POWER TRADING PRIVATE LIMITED**  
(Formerly known as EK1 Three Community Projects Private Limited)  
**CIN: U35109MP2022PTC063157**  
Regd. Office: Plot No. 48, Scheme No. 78, Part-II, Vijay Nagar, Indore 452010 MP  
Email Id: [cs@enkingint.org](mailto:cs@enkingint.org)  
Telephone No: 0731-4289086

---

**ATTENDANCE SLIP**

**Annual General Meeting – August 17, 2024.**

(Please fill in the Attendance Slip and hand it over at the entrance of the meeting hall)

Folio No.: .....

Name of Shareholder: .....

Address: .....

Name of Proxy Holder: .....

No. of Shares held: .....

I hereby record my presence at the Annual General Meeting of the Members of EK1 Power Trading Private Limited (Formally known as EK1 Three Community Projects Private Limited) held on Saturday, August 17, 2024 at 04:00 PM at the Registered office of the company situated at Plot No. 48, Scheme No.78 Part-II, Vijay Nagar Indore MP 452010 IN.

Signature of the Shareholder or Proxy: .....

**NOTES:**

(1) Members/Proxy holders are requested to produce the attendance slip duly signed for admission to the Meeting hall.



# M S Agrawal & Company

161, Agrawal Bhawan, M.T. Cloth Market, Indore-452002

Madhya Pradesh, India.

Contact No: 8871610276 | Email: Msagrawal21@gmail.com



## INDEPENDENT AUDITOR'S REPORT

To,

The Members of

**EKI Power Trading Private Limited (Formerly Known as EKI Three Community Projects Private Limited)**

**Plot N0.48, Scheme No.78 Vijay Nagar Indore- 452010, M.P, India**

### REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS OF THE COMPANY.

#### Opinion

We have audited the standalone financial statements of **EKI Power Trading Private Limited** ("the Company"), which comprise the balance sheet as at 31st March 2024, and the statement of Profit and Loss, (statement of changes in equity) and its cash flow and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the Standalone financial statements gives 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 recognition and measurement principles laid down in the Indian Accounting Standards ('Ind AS') as prescribed under section 133 of the Companies Act, 2013 ('Act'), read together with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 (as amended from time to time) and other accounting principles generally accepted in India of the net profit, total comprehensive income and other financial information of the Company for the year ended March 31, 2024.

#### Basis for Opinion

We 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 Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules there under, and we have fulfilled our other





ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### **Key Audit Matters**

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial year ended 31<sup>st</sup> March 2023. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

### **Information other than the Financial Statement and Auditor's Report thereon**

The Company's Board of Directors is responsible for the preparation of other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Business Responsibility Report, Corporate Governance and Shareholder's Information, but does not include the Financial Statements and our auditor's report thereon.

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

In connection with our audit of the Financial Statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Financial Statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

### **Responsibility of Management for Financial Statements**

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance, (changes in equity) of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.





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

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

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

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the 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 financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.





- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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.

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

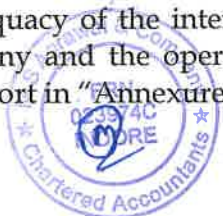
We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

#### **Report on Other Legal and Regulatory Requirements**

As required by 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 Companies Act, 2013, we give in the Annexure a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

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

- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- (c) The Balance Sheet, the Statement of Profit and Loss and Cash Flow dealt with by this Report are in agreement with the books of account.
- (d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- (e) On the basis of the written representations received from the directors as on 31st March, 2024 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2024 from being appointed as a director in terms of Section 164 (2) of the Act.
- (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".





(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 does not have any pending litigations which would 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.

iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

iv. On the basis of the management representation, information and explanations given to us and according to our examination, no funds of the company have been advanced/ loaned/ invested in any entity which is ultimate beneficiaries or received by the company on behalf of entity which is ultimate beneficiaries. Similarly, company has not provided or receive any guarantee / security from such ultimate beneficiaries

v. Company has not declared dividend during the year.

vi. . The company has used accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has been operated throughout the year for all transactions recorded in the software and the audit trail feature has not been tampered with and the audit trail has been preserved by the company as per the statutory requirements for record retention."

**For M S Agrawal & Company**

Chartered Accountants

(Firm's Registration No 023974C)



**CA Mayur Agrawal**

Partner

(Membership No. 437723)

Place of Signature: Indore

Date: 29/04/2024

UDIN: 24437723BKDFFD3458



**ANNEXURE "A" REFERRED TO IN PARAGRAPH 1 UNDER THE HEADING OF "REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS" OF OUR REPORT OF EVEN DATE TO THE MEMBERS OF EKI POWER TRADING PRIVATE LIMITED (Formerly Known as EKI Three Community Projects Private Limited) ON THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2024**

1. a) The Company has maintained proper records using the accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has been operated throughout the year for all transactions recorded in the software to show full particulars, including quantitative details and situation of its fixed assets and it is verified that company does not have any fixed asset as of this reporting period.
2. b) The fixed assets of the Company are physically verified by the management at regular intervals. During the year, as informed to us, no discrepancies have been noticed on such verification.  
  
c) The title deeds of immovable properties are held in the name of the company. Currently there are no title deeds of immovable properties in the name of the company.
3. The Company is engaged in the business of carbon credits advisory and trading, including reduction of the impact of greenhouse gases but the business of the company is not yet started. In this nature of business, inventory is not available in physical form and thus, its physical verification is impractical. Accordingly, provision under clause 3(ii) of the order are not applicable of the company.
4. The company had not granted unsecured loans to Companies, firms and parties covered in the register prescribed to be maintained under section 189 of the Companies Act, 2013.
5. The Company has complied with the provisions of section 185 and 186 of Companies Act, 2013.
6. In our opinion and according to the information and explanations given to us, the Company has not accepted any deposit from the public.
7. We are informed that maintenance of cost records has not been prescribed by the Central Government under section 148 of The Companies Act, 2013, in respect of the activities carried on by the Company.
8. a) As per the records of the Company, the company is generally regular in depositing the statutory dues including provident fund, employees' state insurance, income tax, goods and service tax sales tax, cess and any other material statutory dues applicable to it with the appropriate authorities.





According to the information and explanations given to us, no undisputed amount in respect of income tax, goods and service tax, applicable to it, is outstanding as at the last day of the financial year concerned for a period of more than six months from the date they became payable.

b) According to the information and explanations given to us and on the basis of examination of records of the Company there is no provident fund, goods and service tax, income tax, cess which have not been deposited on account of dispute.

8. The Company has not defaulted in payments of any dues to financial institutions & banks.

9. According to the information and explanation given to us and the record examined by us, the Company has not raised any money by way of initial public offer or further public offer. Hence, clause 3(ix) of the order is not applicable.

10. Based upon the audit procedures performed and information and explanations given by the management, we report that no material fraud on or by the Company has been noticed or reported during the period covered by our audit.

11. The company has not paid any remuneration to its management as defined u/s 197 of the Act, therefore provisions of section 197 stands complied "

12. The Company is not Nidhi Company. Hence clause 3(xii) of the order is not applicable.

13. According to the information and explanation given to us and the record examined by us, all the transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in financial statements etc., as required by the applicable accounting standards.

14. According to the information and explanation given to us and the record examined by us, the company has made preferential allotment or private placement of shares or fully or partly convertible debentures during the year.

15. The Company has complied with the provisions of section 192 of Companies Act, 2013 in respect of non-cash transactions with directors or persons connected with him.

16. The Company is not required to register under 45-IA of the Reserve Bank of India Act, 1934.

17. The Company has incurred cash profit of Rs 10,35,032.53 during the year.





18. In our opinion and according to the information and explanations given to us, there has been no resignation of the statutory auditors during the year.

19. On the basis of the financial ratios of company, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, the auditor's knowledge of the Board of Directors and management plans, Company has no 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;

20. According to information and explanation given to us and on the basis of our explanation of the company for the year ending of March 31, 2024 paragraphs 3(xx) of order are not applicable.

21. The company is not required to present Consolidated Financial Statements, therefore clause 3(xxi) is not applicable.

**For M S Agrawal & Company**

Chartered Accountants

(Firm's Registration No 023974C)



**CA Mayur Agrawal**

Partner

(Membership No. 437723)

Place of Signature: Indore

Date: 29/04/2024

UDIN: 24437723BKDFFD3458



**ANNEXURE "B" REFERRED TO IN PARAGRAPH (f) UNDER THE HEADING OF "REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS" OF OUR REPORT OF EVEN DATE TO THE MEMBERS OF EKI POWER TRADING PRIVATE LIMITED (Formerly Known as EKI Three Community Projects Private Limited) ON THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2024**

**Independent Auditor's report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 (the 'Act')**

1. In conjunction with our audit of the financial statements of the EKI Power Trading Private Limited for the year ended 31 March 2024, we have audited the Internal Financial Controls Over Financial Reporting (IFCOFR) of the Company, which is a company covered under the Act, as at that date. 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 Act.

**Management's Responsibility for Internal Financial Controls**

2. The respective Board of Directors of the Company are 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 control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the 'Guidance Note') issued by the Institute of Chartered Accountants of India (the 'ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of the company's business, including adherence to the company's policies, the safeguarding of the company's 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 Act.

**Auditors' Responsibility**

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





4. Our audit involves performing procedures to obtain audit evidence about the adequacy of the IFCOFR and their operating effectiveness. Our audit of IFCOFR included obtaining an understanding of IFCOFR, 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.
5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the IFCOFR of the Company.

#### **Meaning of Internal Financial Controls over Financial Reporting**

6. A Company's IFCOFR 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 IFCOFR includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised 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**

7. Because of the inherent limitations of IFCOFR, 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 IFCOFR to future periods are subject to the risk that the IFCOFR may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.





## Opinion

8. In our opinion, the Company has in all material respects, adequate internal financial controls over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2024, 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 issued by the ICAI.

**For M S Agrawal & Company**

Chartered Accountants

(Firm's Registration No 023974C)



**CA Mayur Agrawal**

Partner

(Membership No. 437723)

Place of Signature: Indore

Date: 29/04/2024

UDIN: 24437723BKDFFD3458





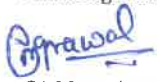


**EKI Power Trading Private Limited (Formerly: EKI Three Community Projects Private Limited)**  
**Statement of Cash Flows for the year ended 31 March 2024**  
(All amounts in ₹, unless otherwise stated)

	For the year ended 31 March 2024	For the year ended 31 March 2023
<b>Cash flow from operating activities</b>		
Profit before tax	13,83,143	(23,481)
Adjustments to reconcile profit before tax to net cash flows:		
<b>Operating profit before working capital changes</b>	<b>13,83,143</b>	<b>(23,481)</b>
<b>Adjustment for changes in working capital:</b>		
Decrease in inventories	-	-
(Increase)/Decrease in trade receivables	-	-
Increase in other financial assets	(10,00,000)	-
(Increase)/Decrease in other assets	(12,25,805)	-
Increase in trade payables	4,07,298	-
Increase/(Decrease) in other financial liabilities	-	-
Decrease in other liabilities	424	10,000
<b>Cash generated from operations</b>	<b>(4,34,941)</b>	<b>(13,481)</b>
Income taxes paid	-	-
<b>Net cash generated from operating activities</b>	<b>(4,34,941)</b>	<b>(13,481)</b>
<b>Cash flows used in investing activities</b>		
Purchase of property, plant and equipment	-	-
Proceeds from sale of property, plant and equipment	-	-
Proceeds from sale of investments	-	-
Purchase of investments	(4,02,75,525)	-
Decrease/(increase) in other bank balances	-	-
Interest received	-	-
Dividend received	-	-
<b>Net cash flow used in investing activities</b>	<b>(4,02,75,525)</b>	<b>-</b>
<b>Cash flows from financing activities</b>		
Receipts from issue of Share Capital	10,40,00,000	10,00,000
<b>Net cash flow from/used in financing activities</b>	<b>10,40,00,000</b>	<b>10,00,000</b>
<b>Net (decrease)/increase in cash and cash equivalents</b>	<b>6,32,89,534</b>	<b>9,86,519</b>
Cash and cash equivalents at the beginning of the year	9,86,519	-
<b>Cash and cash equivalents at the end of the year</b>	<b>6,42,76,053</b>	<b>9,86,519</b>
<b>Reconciliation of cash and cash equivalents as per the cash flow statement</b>		
Cash on hand	-	-
Balances with banks:		
- On current accounts	29,63,409	9,86,519
- On deposit accounts	6,13,12,644	-
<b>Total cash and cash equivalents (note 3)</b>	<b>6,42,76,053</b>	<b>9,86,519</b>

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

For M S Agrawal & Company  
Chartered Accountants  
Firm's Registration No.: 023974C

  
CA Mayur Agrawal  
Partner  
Membership No.: 437723



Place: Indore  
Date: 29/04/2024

For and on behalf of Board of Directors of  
EKI Power Trading Private Limited (Formerly: EKI Three Community  
Projects Private Limited)

  
SUKANTA DAS  
Director  
DIN: 07943328

  
MOHIT AGARWAL  
Chief Financial Officer (CFO)

  
RAJIV GOYAL  
Director  
DIN: 07754244

  
SALONI KOCHHAR  
Company Secretary (CS)



Place: Indore  
Date: 29/04/2024



**EKI Power Trading Private Limited (Formerly: EKI Three Community Projects Private Limited)**  
**Balance Sheet as at 31 March 2024**  
(All amounts in ₹, unless otherwise stated)

	Notes	As at 31 March 2024	As at 31 March 2023
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment		-	-
Capital work-in-progress		-	-
Investment Property		-	-
Financial assets			
(i) Other financial assets	1	10,00,000	-
Deferred tax assets (net)		-	-
Non-current tax assets (net)		<u>10,00,000</u>	<u>-</u>
<b>Current assets</b>			
Inventories		-	-
Financial assets			
(i) Investments	2	4,02,75,525	-
(ii) Trade receivables		-	-
(iii) Cash and cash equivalents	3	6,42,76,053	9,86,519
(iv) Bank balances other than (iii) above		-	-
Other current assets	4	12,25,805	-
		<u>10,57,77,384</u>	<u>9,86,519</u>
		<u>10,67,77,384</u>	<u>9,86,519</u>
<b>Total assets</b>			
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Equity share capital	5	10,50,00,000	10,00,000
Other equity	6	10,11,552	(23,481)
Total equity		<u>10,60,11,552</u>	<u>9,76,519</u>
<b>LIABILITIES</b>			
<b>Non-current liabilities</b>			
Financial liabilities			
(i) Borrowings		-	-
Provisions		-	-
<b>Current liabilities</b>			
Financial liabilities			
(i) Borrowings		-	-
(ii) Trade payables			
(a) total outstanding dues of micro and small enterprises		-	-
(b) total outstanding dues other than (i) (a) above		-	-
(iii) Other financial liabilities		-	-
Other current liabilities	7	4,07,298	-
Current tax liabilities, net	8	3,48,110	-
Provisions	9	10,424	10,000
Total Liabilities		<u>7,65,832</u>	<u>10,000</u>
		<u>10,67,77,384</u>	<u>9,86,519</u>
<b>Total Equity and Liabilities</b>			

The accompanying notes form an integral part of these financial statements.  
This is the Balance Sheet referred to in our report of even date.

For M S Agrawal & Company  
Chartered Accountants  
Firm's Registration No.: 023974C

CA Mayur Agrawal  
Partner  
Membership No.: 437723

For and on behalf of Board of Directors of  
EKI Power Trading Private Limited (Formerly: EKI Three Community  
Projects Private Limited)

SUKANTA DAS  
Director  
DIN: 07943328

MOHIT AGARWAL  
Chief Financial Officer (CFO)

RAJIV GOYAL  
Director  
DIN: 07754244

SALONI KOCHAR  
Company Secretary (CS)

UDIN:  
Place: Indore  
Date: 29/04/2024

Place: Indore  
Date: 29/04/2024





**EKI Power Trading Private Limited (Formerly: EKI Three Community Projects Private Limited)****Statement of Profit and Loss for the year ended 31 March 2024**

(All amounts in ₹, except earnings per equity share and unless otherwise stated)

	Notes	For the year ended 31 March 2024	For the year ended 31 March 2023
Revenue from operations		-	-
Other income	10	40,14,697	-
<b>Total income</b>		<b>40,14,697</b>	<b>-</b>
<b>Expenses</b>			
Purchases		-	-
Changes in Inventory		-	-
Employee benefits expense	11	2,70,024	-
Depreciation expense		-	-
Other expenses	12	23,61,530	23,481
<b>Total expenses</b>		<b>26,31,554</b>	<b>23,481</b>
<b>Profit before tax</b>		<b>13,83,143</b>	<b>(23,481)</b>
<b>Tax expense</b>			
(a) Current tax		3,48,110	-
(b) Deferred tax expense		-	-
<b>Total tax expense</b>		<b>3,48,110</b>	<b>-</b>
<b>Profit for the year</b>		<b>10,35,033</b>	<b>(23,481)</b>
<b>Other comprehensive income/(loss)</b>			
Items that will not be reclassified to profit or loss		-	-
Income tax relating to items that will not be classified to profit/loss		-	-
<b>Total other comprehensive income/(loss) for the year</b>		<b>-</b>	<b>-</b>
<b>Total comprehensive income for the year</b>		<b>10,35,033</b>	<b>(23,481)</b>
<b>Earnings per equity share (EPES)</b>	13		
- Basic EPES (In absolute ₹ terms)		0.14	(0.23)
- Diluted EPES (In absolute ₹ terms)		0.14	(0.23)

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

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

For M S Agrawal & Company  
Chartered Accountants  
Firm's Registration No.: 023974C

CA Mayur Agrawal  
Partner  
Membership No.: 437723

UDIN:  
Place: Indore  
Date: 29/04/2024

For and on behalf of Board of Directors of  
EKI Power Trading Private Limited (Formerly: EKI Three Community  
Projects Private Limited)

SUKANTA DAS  
Director  
DIN: 07943328

MOHIT AGARWAL  
Chief Financial Officer (CFO)

RAJIV GOYAL  
Director  
DIN: 07754244

SALONI KOCHAR  
Company Secretary (CS)

Place: Indore  
Date: 29/04/2024





**EKI Power Trading Private Limited (Formerly: EKI Three Community Projects Private Limited)**  
**Statement of Changes in Equity for the year ended 31 March 2024**  
(All amounts in ₹, except equity shares data and unless otherwise stated)

**(a) Equity Share Capital**

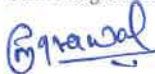
	Number	Amount
Equity shares of ₹10 each issued, subscribed and fully paid-up		
Balance as at 1st April 2022	-	-
Changes during the year	1,00,000	10,00,000.00
Balance as at 31 March 2023	1,00,000	10,00,000
Changes during the year	1,04,00,000	10,40,00,000.00
Balance as at 31 March 2024	1,05,00,000	10,50,00,000

**(b) Other Equity**

	Surplus in the Statement of Profit and Loss	Other Comprehensive Income - Actuarial gain/(loss)	Total
Total comprehensive income/(loss) for the year ended 31 March 2023			
Profit for the year	(23,481)	-	(23,481)
Other comprehensive loss for the year	-	-	-
Total comprehensive income/(loss)	(23,481)	-	(23,481)
Balance as at 31 March 2023	(23,481)	-	(23,481)
Total comprehensive income/(loss) for the year ended 31 March 2024			
Profit for the year	10,35,033	-	10,35,033
Other comprehensive loss for the year	-	-	-
Total comprehensive income/(loss)	10,35,033	-	10,35,033
Balance as at 31 March 2024	10,11,552	-	10,11,552

The accompanying notes form an integral part of these financial statements.  
This is the Statement of Changes in Equity referred to in our report of even date.

For M S Agrawal & Company  
Chartered Accountants  
Firm's Registration No.: 023974C

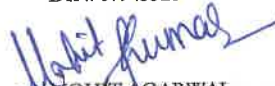
  
CA Mayur Agrawal  
Partner  
Membership No.: 437723



Place: Indore  
Date: 29/04/2024

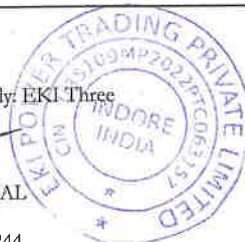
For and on behalf of Board of Directors of  
EKI Power Trading Private Limited (Formerly: EKI Three  
Community Projects Private Limited)

  
SUKANTA DAS  
Director  
DIN: 07943328

  
MOHIT AGARWAL  
Chief Financial Officer (CFO)

  
RAVIV GOYAL  
Director  
DIN: 07754244

  
SALONI KOCHAR  
Company Secretary (CS)



Place: Indore  
Date: 29/04/2024



**EKI Power Trading Private Limited (Formely: EKI Three Community Projects Private Limited)**  
**Summary of significant accounting policies and other explanatory information**  
(All amounts in ₹, unless otherwise stated)

**1 Financial Assets**

	As at 31 March 2024	As at 31 March 2023
Security Deposit	10,00,000.00	
	10,00,000.00	-

**2 Investments**

	As at 31 March 2024	As at 31 March 2023
Investments with Indo Thai	4,02,75,525.00	
	4,02,75,525.00	-

**3 Cash and bank balances**

	As at 31 March 2024	As at 31 March 2023
<b>Cash and cash equivalents</b>		
Balances with banks		
- On current accounts	29,63,409.24	9,86,519.00
Cash on hand		
Deposits with bank with maturity of less than 3 months		
	29,63,409.24	9,86,519.00
<b>Bank balances other than above</b>		
Deposits with bank with maturity period from 3 to 12 months	6,13,12,644.00	
	6,42,76,053.24	9,86,519.00

**4 Other Current Assets**

	As at 31 March 2024	As at 31 March 2023
Accrued Interest on Bank FD	5,50,303.00	
Accrued Interest on Indo Thai FD	3,15,235.00	-
Input Tax GST	31,535.69	
TDS Receivable	3,28,731.60	-
	12,25,805.29	-



*Signature*

**EKI Power Trading Private Limited (Formerly: EKI Three Community Projects Private Limited)**  
**Summary of significant accounting policies and other explanatory information**  
(All amounts in ₹, unless otherwise stated)

**5 Share capital**

	As at 31 March 2024	As at 31 March 2023
<b>Authorised share capital</b>		
<b>Equity shares</b>		
1,20,00,000 (31 March 2023 : 1,00,000) equity shares of ₹10 each	12,00,00,000	10,00,000
	<u>12,00,00,000</u>	<u>10,00,000</u>
<b>Issued, subscribed and fully paid-up</b>		
<b>Equity shares</b>		
1,05,00,000 (31 March 2023 : 1,00,000) equity shares of ₹10 each	10,50,00,000	10,00,000
	<u>10,50,00,000</u>	<u>10,00,000</u>

**a) Reconciliation of the shares outstanding at the beginning and at the end of the reporting period**

	31 March 2024		31 March 2023	
	Number	Amount	Number	Amount
Balance at the beginning of the year	1,00,000	10,00,000	-	-
Add: Shares issued	1,04,00,000	10,40,00,000	1,00,000	10,00,000
Balance at the end of the year	<u>1,05,00,000</u>	<u>10,50,00,000</u>	<u>1,00,000</u>	<u>10,00,000</u>

**b) Terms/right attached to equity shares**

The Company has only one class of equity shares having par value of ₹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 proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing General Meeting. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

**c) Details of shareholders holding more than 5% equity shares in the Company**

	31 March 2024		31 March 2023	
	Number	% of holding	% of holding	% of holding
EKI Energy Services Limited	1,05,00,000	100%	1,00,000	100%

As per records of the Company, including its register of shareholders and other declarations received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownership of shares.

**6 Reserves and surplus**

	As at 31 March 2024	As at 31 March 2023
<b>Surplus in statement of profit and loss</b>		
Balance at the beginning of the year	(23,481.00)	-
Add: Net Profit for the year	10,35,032.53	(23,481.00)
Balance at the end of the year	<u>10,11,551.53</u>	<u>(23,481.00)</u>
<b>Other comprehensive income</b>		
Balance at the beginning of the year	-	-
Add: Net Profit for the year	-	-
Balance at the end of the year	<u>-</u>	<u>-</u>
	<u>10,11,551.53</u>	<u>(23,481.00)</u>

**Nature and purpose of reserves**

**Surplus in statement of profit and loss**

Surplus in Statement of Profit and Loss represents the profits that the Company has earned till date.

**7 Other Current Liabilities**

	As at 31 March 2024	As at 31 March 2023
Accounts Payable	4,07,298	-
	<u>4,07,298</u>	<u>-</u>



*Signature*



EKI Power Trading Private Limited (Formely: EKI Three Community Projects Private Limited)  
Summary of significant accounting policies and other explanatory information  
(All amounts in ₹, unless otherwise stated)

8 Current Tax Liability

	As at	As at
	31 March 2024	31 March 2023
Income Tax Payable Provision	3,48,110	
	3,48,110	-

9 Provision

	As at	As at
	31 March 2024	31 March 2023
Provision for audit fees	10,000	10,000
Provision for Professional Tax	424	
	10,424	10,000



*Signature*

**EKI Power Trading Private Limited (Formely: EKI Three Community Projects Private Limited)**

**Summary of significant accounting policies and other explanatory information**

(All amounts in ₹, unless otherwise stated)

**10 Other Income**

	For the year ended 31 March 2024	For the year ended 31 March 2023
Interest Income	36,02,551	-
Gain on Investment with Indo Thai	4,12,146	-
	<b>40,14,697</b>	<b>-</b>

**11 Employee benefits expense**

	For the year ended 31 March 2024	For the year ended 31 March 2023
Salary	2,45,024	-
Director Sitting Fees	25,000	-
	<b>2,70,024</b>	<b>-</b>

**12 Other expenses**

	For the year ended 31 March 2024	For the year ended 31 March 2023
Audit fees	23,600	10,000
Business Promotion	3,64,620	-
AMC Of Indo Thai Securities Ltd	1,38,621	-
Legal Consultancy & Certification Charges	1,75,648	-
Travelling Expenses	4,06,400	-
Rates & Taxes	11,91,742	-
Other Expenses	16,001	-
Training Fee	44,898	-
Pre-operative expenses (Incorporation and filing expenses)	-	13,481
	<b>23,61,530</b>	<b>23,481</b>

**13 Earnings per equity share**

	For the year ended 31 March 2024	For the year ended 31 March 2023
(a) Net profit attributable to equity shareholders	10,35,033	(23,481)
(b) <b>Computation of weighted average number of equity shares:</b>		
Weighted average number of equity shares outstanding during the year	71,57,534	1,00,000
Add: Effect of potential dilutive shares		
Weighted average number of equity shares adjusted for the effect of dilution	71,57,534	1,00,000
(c) <b>EPES:</b>		
Basic (in absolute ₹ terms)	0.14	(0.23)
Diluted (in absolute ₹ terms)	0.14	(0.23)



*Signature*



**EKI Power Trading Private Limited (Formely: EKI Three Community Projects Private Limited)****Summary of significant accounting policies and other explanatory information**

(All amounts in ₹, unless otherwise stated)

**14 Contingent liabilities**

	As at	As at
	31 March 2024	31 March 2023
<b>Contingent Liabilities</b>		
- Bank guarantees	-	-

**15 Related party disclosures****a) Names of the related parties and nature of relationship**

Name of the related parties	Nature of relationship
Miss. Sonali Sheikh	Key Managerial Personnel ('KMP')
Mr. Ramkrishna Patil	
EKI Energy Serices Limited	Holding Company

**b) Transactions with related parties**

	For the year ended	the year ended
	31 March 2024	31 March 2023
<b>I. Investment Received</b>		
EKI Energy Services Limited	10,40,00,000	10,00,000
<b>II. Reimbursement of Pre-Incorporation Expenses</b>		
EKI Energy Services Limited	-	11,481
<b>III. Advance Received During the Year</b>		
EKI Energy Services Limited	2,00,000	
<b>IV. Advance Re-paid During the Year</b>		
EKI Energy Services Limited	2,00,000	

**c) Balances receivable/(payable)**

	As at	As at
	31 March 2024	31 March 2023
<b>On Account of Loans and Advances</b>		
Nil		
<b>On Account of Investments (Received)</b>		
EKI Energy Services Limited	10,50,00,000	10,00,000



EKI Power Trading Private Limited (Formerly: EKI Three Community Projects Private Limited)  
NOTES ANNEXED TO AND FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31st MARCH 2024

NOTE 09: RATIOS

Additional Information reportable as per Schedule III of the Companies Act 2013

Ratios to be disclosed	Particulars	Numerator		Denominator		Ratio	
		Rs. in Lacs		Particulars	Rs. in Lacs	Ratio	
		31-03-2024	31-03-2023			31-03-2024	31-03-2023
Current ratio (in times)	Total current assets	10,57,77,384	9,86,519	Total current liabilities	7,65,832	-	-
Debt-Equity ratio (in times)	Debt consists of long term borrowings & short term borrowings	-	-	Total equity	10,60,11,552	-	-
Debt service coverage ratio (in times)	Earning for Debt Service = Net Profit after taxes + Non-cash operating expenses + Interest + Other non-cash adjustments	10,35,033	(23,481)	Debt service = Interest and lease payments + Principal repayments	-	-	-
Return on equity ratio (in %)	Profit for the year less Preference dividend (if any)	10,35,033	(23,481)	Average total equity	5,34,94,035	1.93%	-2.40%
Inventory Turnover Ratio (in times)	Cost of Goods sold = direct expenses + change in inventories	-	-	Average Inventory	-	-	-
Trade receivables turnover ratio (in times)	Revenue from operations	-	-	Average trade receivables	-	-	-
Trade payables turnover ratio (in times)	Cost of Goods sold = direct expenses + change in inventories	-	-	Average trade payables	-	-	-
Net capital turnover ratio (in times)	Revenue from operations	-	-	Working capital (i.e. Total current assets less Total current liabilities)	-	-	-
Net profit ratio (in %)	Profit for the year	10,35,033	(23,481)	Revenue from operations	-	-	-
Return on capital employed (in %)	Profit before tax and finance costs	10,35,033	(23,481)	Capital employed = Net worth + Lease liabilities - Deferred tax assets	10,60,11,552	0.98%	-2.40%
Return on investment (in %) (Non-Liquid Investments)	Income generated from funds invested in non-liquid assets	-	-	Average funds invested in non-liquid assets (Monthly Average)	-	-	-
Return on investment (in %) (Liquid Investments)	Income generated from funds invested in liquid assets	-	-	Average funds invested in liquid assets (Monthly Average)	-	-	-





## **EKI POWER TRADING PRIVATE LIMITED**

### **Significant Accounting Policies**

Forming part of the Financial Statements for the FY ended 31<sup>st</sup> March 2024

#### **1. Corporate Information**

EKI POWER TRADING PRIVATE LIMITED (Formerly: EKI Three Community Projects Private Limited) referred to as "EKI THREE" or "the Company") is incorporated in the State of Madhya Pradesh, India. The registered office of the Company is Plot No. 48, Scheme No. 78, Vijay Nagar, Indore. The Company is mainly in the following businesses:

To establish and carry on the business of trading in electricity and act as a trader in sale and purchase of electricity and electrical energy in any form and in any market including power exchange and derivatives market, international market, cross border transactions and by any process and in any fuel, derivatives including but not limited to renewable energy certificates, carbon credits, energy conservation certificates, financially traded electricity forwards, or by products connected with or related to the generation and supply of electrical energy, enter into demand side management contracts, energy conservation contracts including energy performance contracts, megawatt contracts, enter into contracts for banking of electricity in accordance with the provisions of Electricity Act, 2003 or any statutory modifications or re-enactment thereof and rules or regulations made thereunder, to operate as an energy trading company and to get registered with appropriate agency including the Central Electricity Regulatory Commission, Bureau of Energy Efficiency or any other authority under the framework of Energy Conservation Act, 2001, Electricity Act 2003 and do all acts and things necessary or required for doing aforesaid business, including providing advisory and consultancy in issues related to energy and trading of energy and power management.

#### **2. Statement of Compliance**

These financial statements have been prepared in accordance with the Indian Accounting Standards (hereinafter referred to as the 'Ind AS') as notified by Ministry of Corporate Affairs pursuant to Section 133 of the Companies Act, 2013 ('Act') read with of the Companies (Indian Accounting Standards) Rules, 2015 as amended from time to time.

These financial statements have been prepared and presented under the historical cost convention, on the accrual basis of accounting except for certain financial assets and liabilities that are measured at fair values at the end of each reporting period, as stated in the accounting policies stated out below.

#### **3. Basis of Preparation**

These standalone financial statements have been prepared on historical cost basis except for certain financial instruments and defined benefit plans which are measured at fair value or amortised cost at the end of each reporting period. Historical cost is generally based on the fair value of the consideration given in exchange for goods and services. 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. All assets and liabilities have been classified as







current and non-current as per the Company's normal operating cycle. Based on the nature of services rendered to customers and time elapsed between deployment of resources and the realization in cash and cash equivalents of the consideration for such services rendered, the Company has considered an operating cycle of 12 months.

The statement of cash flows has been prepared under indirect method, whereby profit or loss is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and items of income or expense associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the Company are segregated. The Company considers all highly liquid investments that are readily convertible to known amounts of cash and are subject to an insignificant risk of changes in value to be cash equivalents.

These standalone financial statements have been prepared in Indian Rupee (₹) which is the functional currency of the Company. Foreign currency transactions are recorded at exchange rates prevailing on the date of the transaction. Foreign currency denominated monetary assets and liabilities are retranslated at the exchange rate prevailing on the balance sheet dates and exchange gains and losses arising on settlement and restatement are recognized in the statement of profit and loss. Non-monetary assets and liabilities that are measured in terms of historical cost in foreign currencies are not retranslated.

The significant accounting policies used in preparation of the standalone financial statements have been discussed in the respective notes.

#### **4. Use of estimates and judgements**

The preparation of standalone financial statements in conformity with the recognition and measurement principles of Ind AS requires management of the Company to make estimates and judgements that affect the reported balances of assets and liabilities, disclosures of contingent liabilities as at the date of standalone financial statements and the reported amounts of income and expenses for the periods presented.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised and future periods are affected.

The Company uses the following critical accounting estimates in preparation of its standalone financial statements:

- (a) **Revenue recognition:** Revenue recognized basis policy laid out in subsequent section.
- (b) **Useful lives of property, plant and equipment:** The Company reviews the useful life of property, plant and equipment at the end of each reporting period. This reassessment may result in change in depreciation expense in future periods.







## **EKI POWER TRADING PRIVATE LIMITED**

### **Significant Accounting Policies**

Forming part of the Financial Statements for the FY ended 31<sup>st</sup> March 2024

#### **1. Corporate Information**

EKI POWER TRADING PRIVATE LIMITED (Formerly: EKI Three Community Projects Private Limited) referred to as "EKI THREE" or "the Company") is incorporated in the State of Madhya Pradesh, India. The registered office of the Company is Plot No. 48, Scheme No. 78, Vijay Nagar, Indore. The Company is mainly in the following businesses:

To establish and carry on the business of trading in electricity and act as a trader in sale and purchase of electricity and electrical energy in any form and in any market including power exchange and derivatives market, international market, cross border transactions and by any process and in any fuel, derivatives including but not limited to renewable energy certificates, carbon credits, energy conservation certificates, financially traded electricity forwards, or by products connected with or related to the generation and supply of electrical energy, enter into demand side management contracts, energy conservation contracts including energy performance contracts, megawatt contracts, enter into contracts for banking of electricity in accordance with the provisions of Electricity Act, 2003 or any statutory modifications or re-enactment thereof and rules or regulations made thereunder, to operate as an energy trading company and to get registered with appropriate agency including the Central Electricity Regulatory Commission, Bureau of Energy Efficiency or any other authority under the framework of Energy Conservation Act, 2001, Electricity Act 2003 and do all acts and things necessary or required for doing aforesaid business, including providing advisory and consultancy in issues related to energy and trading of energy and power management.

#### **2. Statement of Compliance**

These financial statements have been prepared in accordance with the Indian Accounting Standards (hereinafter referred to as the 'Ind AS') as notified by Ministry of Corporate Affairs pursuant to Section 133 of the Companies Act, 2013 ('Act') read with of the Companies (Indian Accounting Standards) Rules, 2015 as amended from time to time.

These financial statements have been prepared and presented under the historical cost convention, on the accrual basis of accounting except for certain financial assets and liabilities that are measured at fair values at the end of each reporting period, as stated in the accounting policies stated out below.

#### **3. Basis of Preparation**

These standalone financial statements have been prepared on historical cost basis except for certain financial instruments and defined benefit plans which are measured at fair value or amortised cost at the end of each reporting period. Historical cost is generally based on the fair value of the consideration given in exchange for goods and services. 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. All assets and liabilities have been classified as



current and non-current as per the Company's normal operating cycle. Based on the nature of services rendered to customers and time elapsed between deployment of resources and the realization in cash and cash equivalents of the consideration for such services rendered, the Company has considered an operating cycle of 12 months.

The statement of cash flows has been prepared under indirect method, whereby profit or loss is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and items of income or expense associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the Company are segregated. The Company considers all highly liquid investments that are readily convertible to known amounts of cash and are subject to an insignificant risk of changes in value to be cash equivalents.

These standalone financial statements have been prepared in Indian Rupee (₹) which is the functional currency of the Company. Foreign currency transactions are recorded at exchange rates prevailing on the date of the transaction. Foreign currency denominated monetary assets and liabilities are retranslated at the exchange rate prevailing on the balance sheet dates and exchange gains and losses arising on settlement and restatement are recognized in the statement of profit and loss. Non-monetary assets and liabilities that are measured in terms of historical cost in foreign currencies are not retranslated.

The significant accounting policies used in preparation of the standalone financial statements have been discussed in the respective notes.

#### 4. Use of estimates and judgements

The preparation of standalone financial statements in conformity with the recognition and measurement principles of Ind AS requires management of the Company to make estimates and judgements that affect the reported balances of assets and liabilities, disclosures of contingent liabilities as at the date of standalone financial statements and the reported amounts of income and expenses for the periods presented.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised and future periods are affected.

The Company uses the following critical accounting estimates in preparation of its standalone financial statements:

- (a) **Revenue recognition:** Revenue recognized basis policy laid out in subsequent section.
- (b) **Useful lives of property, plant and equipment:** The Company reviews the useful life of property, plant and equipment at the end of each reporting period. This reassessment may result in change in depreciation expense in future periods.





(c) **Impairment of investments in subsidiaries:** The Company reviews its carrying value of investments carried at cost (net of impairment, if any) annually, or more frequently when there is indication for impairment. If the recoverable amount is less than its carrying amount, the impairment loss is accounted for in the statement of profit and loss.

(d) **Fair value measurement of financial instruments:** When the fair value of financial assets and financial liabilities recorded in the balance sheet cannot be measured based on quoted prices in active markets, their fair value is measured using valuation techniques including the Discounted Cash Flow model. The inputs to these models are taken from observable markets where possible, but where this is not feasible, a degree of judgement is required in establishing fair values. Judgements include considerations of inputs such as liquidity risk, credit risk and volatility. Changes in assumptions about these factors could affect the reported fair value of financial instruments.

(e) **Provision for income tax and deferred tax assets:** The Company uses estimates and judgements based on the relevant rulings in the areas of allocation of revenue, costs, allowances and disallowances which is exercised while determining the provision for income tax. A deferred tax asset is recognized to the extent that it is probable that future taxable profit will be available against which the deductible temporary differences and tax losses can be utilized. Accordingly, the Company exercises its judgement to reassess the carrying amount of deferred tax assets at the end of each reporting period.

(f) **Provisions and contingent liabilities:** The Company estimates the provisions that have present obligations as a result of past events and it is probable that outflow of resources will be required to settle the obligations. These provisions are reviewed at the end of each reporting period and are adjusted to reflect the current best estimates. The Company uses significant judgements to assess contingent liabilities. Contingent liabilities are recognized when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount cannot be made. Contingent assets are not recognized in the standalone financial statements.

(g) **Employee benefits:** The accounting of employee benefit plans in the nature of defined benefit requires the Company to use assumptions. These assumptions have been explained under employee benefits note.

## 5. Financial assets, financial liabilities and equity instruments

Financial assets and liabilities are recognized when the Company becomes a party to the contractual provisions of the instrument. Financial assets and liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value



through profit or loss) are added to or deducted from the fair value measured on initial recognition of financial asset or financial liability.

The Company derecognizes a financial asset only when the contractual rights to the cash flows from the asset expire, or when it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another entity. The Company derecognizes financial liabilities when, and only when, the Company's obligations are discharged, cancelled or have expired.

### **Cash and cash equivalents**

The Company considers all highly liquid investments, which are readily convertible into known amounts of cash that are subject to an insignificant risk of change in value, to be cash equivalents. Cash and cash equivalents consist of balances with banks which are unrestricted for withdrawal and usage.

### **Financial assets at amortized cost**

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

### **Financial assets at fair value through other comprehensive income**

Financial assets are measured at fair value through other comprehensive income if these financial assets are held within a business whose objective is achieved by both collecting contractual cash flows on specified dates that are solely payments of principal and interest on the principal amount outstanding and selling financial assets. The Company has made an irrevocable election to present subsequent changes in the fair value of equity investments not held for trading in other comprehensive income.

### **Financial assets at fair value through profit or loss**

Financial assets are measured at fair value through profit or loss unless they are measured at amortized cost or at fair value through other comprehensive income on initial recognition. The transaction costs directly attributable to the acquisition of financial assets and liabilities at fair value through profit or loss are immediately recognized in statement of profit and loss.

### **Investment in subsidiaries**

Investments in subsidiaries are measured at cost less impairment loss, if any.

### **Financial liabilities**

Financial liabilities are measured at amortized cost using the effective interest method.

### **Equity instruments**





An equity instrument is a contract that evidences residual interest in the assets of the company after deducting all of its liabilities. Equity instruments issued by the Company are recognized at the proceeds received net of direct issue cost.

#### **Impairment of financial assets (other than at fair value)**

The Company assesses at each date of balance sheet whether a financial asset or a group of financial assets is impaired. Ind AS 109 requires expected credit losses to be measured through a loss allowance. The Company recognizes lifetime expected losses for all contract assets and / or all trade receivables that do not constitute a financing transaction. In determining the allowances for doubtful trade receivables, the Company has used practical expedience by computing the expected credit loss allowance for trade receivables based on a provision matrix. The provision matrix takes into account historical credit loss experience and is adjusted for forward looking information. The expected credit loss allowance is based on the ageing of the receivables that are due and allowance rates used in the provision matrix.

#### **6. Leases**

A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

##### **Company as a Lessee**

The Company accounts for each lease component within the contract as a lease separately from non-lease components of the contract and allocates the consideration in the contract to each lease component on the basis of the relative standalone price of the lease component and the aggregate standalone price of the non-lease components.

The Company recognises right-of-use asset representing its right to use the underlying asset for the lease term at the lease commencement date. The cost of the right-of-use asset measured at inception shall comprise of the amount of the initial measurement of the lease liability adjusted for any lease payments made at or before the commencement date less any lease incentives received, plus any initial direct costs incurred and an estimate of costs to be incurred by the lessee in dismantling and removing the underlying asset or restoring the underlying asset or site on which it is located. The right-of-use asset is subsequently measured at cost less any accumulated depreciation, accumulated impairment losses, if any and adjusted for any remeasurement of the lease liability. The right-of-use asset is depreciated using the straight-line method from the commencement date over the shorter of lease term or useful life of right-of-use asset. The estimated useful lives of right-of-use assets are determined on the same basis as those of property, plant and equipment. Right-of-use assets are tested for impairment whenever there is any indication that their carrying amounts may not be recoverable. Impairment loss, if any, is recognised in the statement of profit and loss.

The Company measures the lease liability at the present value of the lease payments that are not paid at the commencement date of the lease. The lease payments are discounted using the interest rate implicit in the lease, if that rate can be readily determined. If that rate cannot be readily determined, the Company uses incremental borrowing rate. For leases with reasonably



similar characteristics, the Company, on a lease-by-lease basis, may adopt either the incremental borrowing rate specific to the lease or the incremental borrowing rate for the portfolio as a whole. The lease payments shall include fixed payments, variable lease payments, residual value guarantees, exercise price of a purchase option where the Company is reasonably certain to exercise that option and payments of penalties for terminating the lease, if the lease term reflects the lessee exercising an option to terminate the lease. The lease liability is subsequently remeasured by increasing the carrying amount to reflect interest on the lease liability, reducing the carrying amount to reflect the lease payments made and remeasuring the carrying amount to reflect any reassessment or lease modifications or to reflect revised in-substance fixed lease payments. The Company recognises the amount of the re-measurement of lease liability due to modification as an adjustment to the right-of-use asset and statement of profit and loss depending upon the nature of modification. Where the carrying amount of the right-of-use asset is reduced to zero and there is a further reduction in the measurement of the lease liability, the Company recognises any remaining amount of the re-measurement in statement of profit and loss.

The Company has elected not to apply the requirements of Ind AS 116 Leases to short-term leases of all assets that have a lease term of 12 months or less and leases for which the underlying asset is of low value. The lease payments associated with these leases are recognised as an expense on a straight-line basis over the lease term.

### **Company as a Lessor**

At the inception of the lease the Company classifies each of its leases as either an operating lease or a finance lease. The Company recognises lease payments received under operating leases as income on a straight-line basis over the lease term. In case of a finance lease, finance income is recognised over the lease term based on a pattern reflecting a constant periodic rate of return on the lessor's net investment in the lease. When the Company is an intermediate lessor it accounts for its interests in the head lease and the sub-lease separately. It assesses the lease classification of a sub-lease with reference to the right-of-use asset arising from the head lease, not with reference to the underlying asset. If a head lease is a short-term lease to which the Company applies the exemption described above, then it classifies the sub-lease as an operating lease.

If an arrangement contains lease and non-lease components, the Company applies Ind AS 115 Revenue from contracts with customers to allocate the consideration in the contract.

## **7. Non-Financial Assets and Non-Financial Liabilities**

### **a) Property, Plant and equipment**

- i) Property, plant and equipment are stated at cost, less accumulated depreciation and impairment loss, if any except for items covered by Ind-AS 116. The cost comprises





purchase price, borrowing costs if capitalization criteria are met and directly attributable cost of bringing the asset to its working conditions for the intended use.

Depreciation is provided for property, plant and equipment on a written down value method basis so as to expense the cost less residual value over their estimated useful lives based on a technical evaluation. The estimated useful lives and residual values are reviewed at the end of each reporting period, with the effect of any change in estimate accounted for on a prospective basis.

- ii) Capital work-in-progress comprises cost of property, plant and equipment and related expenses that are not yet ready for their intended use at the reporting date.

Depreciation is not recorded on capital work-in-progress until construction and installation are complete and the asset is ready for its intended use.

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

#### **b) Intangible assets**

Intangible assets acquired or developed are measured on initial recognition at cost and stated at cost less accumulated amortisation and impairment loss, if any. Intangible assets with finite life are evaluated for recoverability whenever there is any indication that their carrying amounts may not be recoverable. If any such indication exists, the recoverable amount (i.e. higher of the fair value less cost to sell and the value-in-use) is determined on an individual asset basis unless the asset does not generate cash flows that are largely independent of those from other assets. In such cases, the recoverable amount is determined for the cash generating unit (CGU) to which the asset belongs. If the recoverable amount of an asset (or CGU) is estimated to be less than its carrying amount, the carrying amount of the asset (or CGU) is reduced to its recoverable amount. An impairment loss is recognised in the statement of profit and loss.

#### **c) Depreciation/ amortisation on property, plant and equipment/ intangible assets**

Depreciable amount for property, plant and equipment/ intangible fixed assets is the cost of an asset, or other amount substituted for cost, less its estimated residual value.



- i) Depreciation on property, plant and equipment is provided on a written down value method as per the useful life prescribed in Schedule II to the Companies Act, 2013 except in respect of the following categories of assets, where the life of the assets has been assessed lower than the life prescribed in Schedule II, based on technical advice, taking into account the nature of the asset, the estimated usage of the asset, the operating conditions of the asset, past history of replacement etc.
- ii) Premium on Leasehold Land and Leasehold Improvements are amortised over the period of Lease.
- iii) Intangible assets are amortised on straight line basis over their respective individual useful lives estimated by the management.

**d) Impairment of Property, plant and equipment / intangible assets**

The carrying amounts of the Company's property, plant and equipment and intangible assets are reviewed at each reporting date to determine whether there is any indication of impairment. If there are indicators of impairment, an assessment is made to determine whether the asset's carrying value exceeds its recoverable amount. Where it is not possible to estimate the recoverable amount of an individual asset, the Company estimates the recoverable amount of the cash generating unit to which the asset belongs.

Impairment is recognised in statement of profit and loss whenever the carrying amount of an asset or its cash generating unit exceeds its recoverable amount. The recoverable amount is the higher of net selling price, defined as the fair value less costs to sell, and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market rates and risks specific to the asset.

An impairment loss for an individual asset or cash generating unit are reversed if there has been a change in estimates used to determine the recoverable amount since the last impairment loss was recognised and is only reversed to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss had been recognised. Impairment losses are recognised in the statement of profit and loss.

**e) Investment property**

Investment property are properties (land or a building—or part of a building—or both) held to earn rentals and/or for capital appreciation (including property under construction for such purposes). Investment property is measured initially at cost including purchase price, borrowing costs. Subsequent to initial recognition, investment property is measured at cost less accumulated depreciation and impairment, if any.

**Derecognition of property, plant and equipment /Intangibles/ Investment property**





The carrying amount of an item of property, plant and equipment / intangibles/ investment property is de-recognised on disposal or when no future economic benefits are expected from its use or disposal. The gain or loss arising from the derecognition of an item of property, plant and equipment / intangibles /investment property is measured as the difference between the net disposal in proceeds and the carrying amount of the item and is recognised in the statement of profit and loss when the item is de-recognised.

**f) Cash and cash Equivalents**

Cash and cash equivalents in the balance sheet comprise cash in hand, balance at banks and bank deposits, which are subject to an insignificant risk of changes in value.

For the purpose of the statement of cash flows, cash and cash equivalents consist of cash and short-term deposits, as defined above.

**g) Financial Instruments**

Financial instruments are any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

**i) Initial Recognition**

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

**ii) Subsequent Measurement**

**Financial assets**

Financial assets are classified into the following specified categories: amortized cost, financial assets 'at fair value through profit and loss' (FVTPL), 'Fair value through other comprehensive income' (FVTOCI). The classification depends on the Company's business model for managing the financial assets and the contractual terms of cash flows.

**Debt Instrument**

**Amortised cost**

A financial asset is subsequently measured at amortised cost if it is held within a business model whose objective is to hold the asset in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. This category generally applies to trade and other receivables.

Fair value through other comprehensive income (FVTOCI)



A 'debt instrument' is classified as at the FVTOCI if both of the following criteria are met:

- a. The objective of the business model is achieved both by collecting contractual cash flows and selling the financial assets.
- b. The asset's contractual cash flows represent solely payments of principal and interest.

Debt instruments included with the FVTOCI category are measured initially as well as at each reporting date at fair value. Fair value movements are recognized in the other comprehensive income (OCI). However, the Company recognizes interest income, impairment losses and reversals and foreign exchange gain or loss in the statement of profit and loss. On derecognition of the asset, cumulative gain or loss previously recognised in OCI is reclassified from the equity to statement of profit and loss. Interest earned whilst holding FVTOCI debt instrument is reported as interest income using the EIR method.

#### Fair value through Profit and Loss (FVTPL)

FVTPL is a residual category for debt instruments. Any debt instrument, which does not meet the criteria for categorization as at amortized cost or as FVTOCI, is classified as at FVTPL. In addition, the Company may elect to designate a debt instrument, which otherwise meets amortised cost or FVTOCI criteria, as at FVTPL. However, such election is considered only if doing so reduces or eliminates a measurement or recognition inconsistency (referred to as 'accounting mismatch').

Debt instrument included within the FVTPL category are measured at fair value with all changes recognised in the statement of profit and loss.

#### Equity Investments

The Company subsequently measures all equity investments at cost or fair value, as per its accounting policies. Where the Company's management has elected to present fair value gains and losses on equity investments in other comprehensive income, there is no subsequent reclassification of fair value gains and losses to statement of profit and loss. Dividends from such investments are recognized in statement of profit and loss as other income when the Company's right to receive payment is established.

#### Derivative financial instruments

Derivative financial instruments are classified and measured at fair value through profit and loss.

#### Derecognition of financial assets

A financial asset is derecognized only when

- i. The Company has transferred the rights to receive cash flows from the asset or the rights have expired or





- ii. The Company retains the contractual rights to receive the cash flows of the financial asset, but assumes a contractual obligation to pay the cash flows to one or more recipients in an arrangement.

Where the entity has transferred an asset, the Company evaluates whether it has transferred substantially all risks and rewards of ownership of the financial asset. In such cases, the financial asset is derecognized. Where the entity has not transferred substantially all risks and rewards of ownership of the financial asset, the financial asset is not derecognized.

### **Impairment of financial assets**

The Company measures the expected credit loss associated with its assets based on historical trend, industry practices and the business environment in which the entity operates or any other appropriate basis. The impairment methodology applied depends on whether there has been a significant increase in credit risk.

### **Financial liabilities and equity instruments**

Debt or equity instruments issued by the Company are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument.

### **Equity Instruments**

An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities. Equity instruments issued by the Company are recognised at the proceeds received, net of direct issue costs.

Repurchase of the Company's own equity instruments is recognised and deducted directly in equity. No gain or loss is recognised on the purchase, sale, issue or cancellation of the Company's own equity instruments.

### **Financial liabilities**

### **Subsequent Measurement**

Financial liabilities measured at amortised cost

Financial liabilities are subsequently measured at amortized cost using the EIR method. Gains and losses are recognized in statement of profit and loss when the liabilities are derecognized as well as through the EIR amortization process. Amortized cost is calculated by taking into account any discount or premium on acquisition and fee or costs that are an integral part of the EIR. The EIR amortization is included in finance costs in the statement of profit and loss.

Financial liabilities measured at fair value through profit or loss (FVTPL) Financial liabilities at FVTPL include financial liabilities held for trading and financial liabilities designated upon initial recognition as FVTPL. Financial liabilities are classified as held for trading if they are incurred for the purpose of repurchasing in the near term. Derivatives, including separated embedded derivatives are classified as held for trading unless they are designated as effective hedging instruments. Financial liabilities at fair value through profit or loss are



## Derecognition of financial liabilities

### Determination of fair value

In determining the fair value of its financial instruments, the Company uses a variety of methods and assumptions that are based on market conditions and risks existing at each reporting date. The methods used to determine fair value include discounted cash flow analysis and available quoted market prices. All methods of assessing fair value result in general approximation of value, and such value may never actually be realized.

Borrowings are initially recognised at net of transaction costs incurred and measured at amortised cost. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognised in the Statement of Profit and Loss over the period of the borrowings using the EIR.

Borrowing costs attributable to the acquisition or construction of qualifying assets till the time such assets are ready for intended use are capitalised as part of cost of the assets. All other borrowing costs are expensed in the period they occur.

The Company recognizes provisions when a present obligation (legal or constructive) as a result of a past event exists and it is probable that an outflow of resources embodying economic benefits will be required to settle such obligation and the amount of such obligation can be reliably estimated.

A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not require an outflow of resources embodying economic





benefits or the amount of such obligation cannot be measured reliably. When there is a possible obligation or a present obligation in respect of which likelihood of outflow of resources embodying economic benefits is remote, no provision or disclosure is made.

Contingent assets are not recognised in the financial statements, however they are disclosed where the inflow of economic benefits is probable. When the realization of income is virtually certain, then the related asset is no longer a contingent asset and is recognised as an asset.

## **j) Revenue recognition**

Revenue is recognised to the extent it is probable that economic benefits will flow to the Company and the revenue can be reliably measured. Revenue is recognised upon transfer of control of promised products or services to customers in an amount that reflects the consideration which the company expects to receive in exchange for those products or services.

Revenue is measured based on the transaction price, which is the consideration for the respective performance obligation, adjusted for volume discounts, service level credits, performance bonuses, price concessions and incentives, if any, as specified in the contract with the customer. Revenue also excludes taxes collected from customers. The Company's contracts with customers could include promises to transfer multiple products and services to a customer. The Company assesses the products / services promised in a contract and identifies distinct performance obligations in the contract. Identification of distinct performance obligation involves judgement to determine the deliverables and the ability of the customer to benefit independently from such deliverables.

All revenues are accounted on accrual basis except to the extent stated otherwise.

### **i) Revenue from Sale of electricity:**

- Revenue from sale of power is recognised net of estimated rebates and other similar allowances when the units of electricity is delivered. Revenue from such contracts is recognized over time for each unit of electricity delivered at the pre-determined rate. As the customer simultaneously receives and consumes the benefits of the Company's performance obligation, it best depicts the value to the customer and complete satisfaction of performance obligation.

In the arrangements the Company is acting as an agent, the revenue is recognized on net basis when the units of electricity are delivered to power procurers because this is when the Company transfers control over its services and the customer benefits from the Company's such agency services.

The Company determines its revenue on certain contracts net of power purchase cost based on the following factors:

- a. another party is primarily responsible for fulfilling the contract as the Company does not have the ability to direct the use of power supplied or obtain benefits from supply of power.
- b. the Company does not have inventory risk before or after the power has been delivered to customers as the power is directly supplied to customer.



c. the Company has no discretion in establishing the price for supply of power. The Company's consideration in these contracts is only based on the difference between sales price charged to procurer and purchase price given to supplier.

For other contract which does not qualify the conditions mentioned above, revenue is determined on gross basis.

ii) **Revenue from Services:** Revenue in the nature of advisory services rendered towards finalization of power purchase agreements, load management etc. is recognized as determined under the terms of respective agreements. For sale of power under banking arrangements only margin earned on the transactions is accounted for as revenue

iii) **Other Revenues** Other revenues are recognized on accrual basis as per the terms of the respective contract/arrangements and in accordance with the provisions of IND AS 115: Revenue Recognition.

iv) Interest income from debt instruments is recognised using the effective interest rate (EIR) method.

v) Dividend income is recognised when the Company's right to receive dividend is established.

vi) Rent income is recognised on accrual basis as per the agreed terms on straight line basis.

#### k) **Employee Benefits**

##### **Defined benefit plans**

For defined benefit plans, the cost of providing benefits is determined using the Projected Unit Credit Method, with actuarial valuations being carried out at each balance sheet date. Remeasurement, comprising actuarial gains and losses, the effect of the changes to the asset ceiling and the return on plan assets (excluding interest), is reflected immediately in the balance sheet with a charge or credit recognised in other comprehensive income in the period in which they occur. Past service cost, both vested and unvested, is recognised as an expense at the earlier of (a) when the plan amendment or curtailment occurs; and (b) when the entity recognises related restructuring costs or termination benefits.

The retirement benefit obligations recognised in the balance sheet represents the present value of the defined benefit obligations reduced by the fair value of scheme assets. Any asset resulting from this calculation is limited to the present value of available refunds and reductions in future contributions to the scheme.

The Company provides benefits such as gratuity, pension and provident fund (Company managed fund) to its employees which are treated as defined benefit plans.

##### **Defined contribution plans**

Contributions to defined contribution plans are recognised as expense when employees have rendered services entitling them to such benefits. The Company provides benefits such as superannuation and foreign defined contribution plans to its employees which are treated as defined contribution plans.





**Short-term employee benefits**

All employee benefits payable wholly within twelve months of rendering the service are classified as short-term employee benefits. Benefits such as salaries, wages etc. and the expected cost of ex-gratia are recognised in the period in which the employee renders the related service. A liability is recognised for the amount expected to be paid when there is a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.

**Compensated absences**

Compensated absences which are expected to occur within twelve months after the end of the period in which the employee renders the related services are recognised as undiscounted liability at the balance sheet date. Compensated absences which are not expected to occur within twelve months after the end of the period in which the employee renders the related services are recognised as an actuarially determined liability at the present value of the defined benefit obligation at the balance sheet date.

**Gratuity and pension**

In accordance with Indian law, the Company operates a scheme of gratuity which is a defined benefit plan. The gratuity plan provides for a lump sum payment to vested employees at retirement, death while in employment or on termination of employment of an amount equivalent to 15 to 30 days' salary payable for each completed year of service. Vesting occurs upon completion of five continuous years of service.

**Provident fund**

The Company makes Provident Fund contributions to defined contribution plans for qualifying employees. The Company also offers to contribute to New Pension Scheme at the option of employees. The Company is required to contribute a specified percentage of the payroll costs to fund the benefits. The contributions payable to these plans by the Company are at rates specified in the rules of the scheme.

The Company offers its employees defined contribution plans in the form of Provident Fund (PF) and Employees' Pension Scheme (EPS) with the government, and certain state plans such as Employees' State Insurance (ESI). PF and EPS cover substantially all regular employees and the ESI covers certain employees. The contributions are normally based on a certain proportion of the employee's salary.

**I) Transactions in foreign currencies**

- i) The functional currency of the Company is Indian Rupees ("Rs.").

Foreign currency transactions are accounted at the exchange rate prevailing on the date of such transactions.



- ii) Foreign currency monetary items are translated using the exchange rate prevailing at the reporting date. Exchange differences arising on settlement of monetary items or on reporting such monetary items at rates different from those at which they were initially recorded during the period, or reported in previous financial statements are recognised as income or as expenses in the period in which they arise.
- iii) Non-monetary foreign currency items are carried at historical cost and translated at the exchange rate prevalent at the date of the transaction.

iii) Non-monetary foreign currency items are carried at historical cost and translated at the exchange rate prevalent at the date of the transaction.

**m) Accounting for taxes on income**

Tax expense comprises of current and deferred tax.

i) **Current tax**

**Current tax**  
Current tax is the amount of income taxes payable in respect of taxable profit for a period. Current tax for current and prior periods is recognized at the amount expected to be paid to or recovered from the tax authorities, using the tax rates and tax laws that have been enacted or substantively enacted at the balance sheet date. 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.

Current tax is recognized in the statement of profit and loss except to the extent that the tax relates to items recognized directly in other comprehensive income or directly in equity.

ii) **Deferred tax**

**Deferred tax**

Deferred tax assets and liabilities are recognized for all temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements except when the deferred tax arises from the initial recognition of an asset or liability that effects neither accounting nor taxable profit or loss at the time of transition.

Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realized.

Deferred tax assets and liabilities are measured using tax rates and tax laws that have been enacted or substantively enacted at the balance sheet date and are expected to apply to taxable income in the years in which those temporary differences are expected to be recovered or settled.

## Presentation of current and deferred tax

Current and deferred tax are recognized as income or an expense in the statement of profit and loss, except to the extent they relate to items are recognized in other comprehensive income, in which case, the current and deferred tax income / expense are recognised in other comprehensive income.

**n) Earnings per share**





Basic earnings per share is computed and disclosed using the weighted average number of equity shares outstanding during the period. Dilutive earnings per share is computed and disclosed using the weighted average number of equity and dilutive equity equivalent shares outstanding during the period, except when the results would be anti-dilutive.

**o) Share based payments**

The Company recognizes compensation expense relating to share-based payments in net profit using fair-value in accordance with Ind AS 102, Share-Based Payment. The estimated fair value of awards is charged to statement of profit and loss on a straight-line basis over the requisite service period for each separately vesting portion of the award as if the award was in-substance, multiple awards with a corresponding increase to share based payment reserves.

**p) Dividend**

Provision is made for the amount of any dividend declared on or before the end of the reporting period but remaining undistributed at the end of the reporting period, where the same has been appropriately authorized and is no longer at the discretion of the entity

**q) Contributed equity**

Equity shares are classified as equity. Incremental costs directly attributable to the issue of new shares or options are shown in equity as a deduction, net of tax, from the proceeds.

**r) Exceptional items**

Certain occasions, the size, type, or incidences of the item of income or expenses pertaining to the ordinary activities of the Company is such that its disclosure improves the understanding of the performance of the Company, such income or expenses is classified as an exceptional item and accordingly, disclosed in the financial statements.

**8. Critical accounting judgment and estimates**

The preparation of financial statements requires management to exercise judgment in applying the Company's accounting policies. It also requires the use of estimates and assumptions that affect the reported amounts of assets, liabilities, income and expenses and the accompanying disclosures including disclosure of contingent liabilities. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis, with revisions recognised in the period in which the estimates are revised and in any future periods affected.

**a. Contingencies**

In the normal course of business, contingent liabilities may arise from litigation and other claims against the Company. Potential liabilities that have a low probability of crystallizing or are very difficult to quantify reliably, are treated as contingent liabilities. Such liabilities are disclosed in the notes but are not provided for in the financial statements. There can be no assurance regarding the final outcome of these legal proceedings.

**b. Useful lives and residual values**



The Company reviews the useful lives and residual values of property, plant and equipment, investment property and intangible assets at each financial year end.

**c. Impairment testing**

- i) Judgment is also required in evaluating the likelihood of collection of customer debt after revenue has been recognised. This evaluation requires estimates to be made, including the level of provision to be made for amounts with uncertain recovery profiles. Provisions are based on historical trends in the percentage of debts which are not recovered, or on more detailed reviews of individually significant balances.
- ii) Determining whether the carrying amount of these assets has any indication of impairment also requires judgment. If an indication of impairment is identified, further judgment is required to assess whether the carrying amount can be supported by the net present value of future cash flows forecast to be derived from the asset. This forecast involves cash flow projections and selecting the appropriate discount rate.

**d. Tax**

- i) The Company's tax charge is the sum of the total current and deferred tax charges. The calculation of the Company's total tax charge necessarily involves a degree of estimation and judgment in respect of certain items whose tax treatment cannot be finally determined until resolution has been reached with the relevant tax authority or, as appropriate, through a formal legal process.
- ii) Accruals for tax contingencies require management to make judgments and estimates in relation to tax related issues and exposures.
- iii) The recognition of deferred tax assets is based upon whether it is more likely than not that sufficient and suitable taxable profits will be available in the future against which the reversal of temporary differences can be deducted. Where the temporary differences are related to losses, the availability of the losses to offset against forecast taxable profits is also considered. Recognition therefore involves judgment regarding the future financial performance of the particular legal entity or tax Company in which the deferred tax asset has been recognized.

**e. Fair value measurement**

A number of Company's accounting policies and disclosures require the measurement of fair values, for both financial and non- financial assets and liabilities. When measuring the fair value of an asset or a liability, the Company uses observable market data as far as possible. Fair values are categorized into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows:

-Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities.

-Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. prices) or indirectly (i.e. derived from prices).





-Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs). If the inputs used to measure the fair value of an asset or a liability fall into different levels of a fair value hierarchy, then the fair value measurement is categorized in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement. The Company recognizes transfers between levels of the fair value hierarchy at the end of reporting year during which the change has occurred.

**f. Defined benefit obligation**

The costs of providing pensions and other post-employment benefits are charged to the Statement of Profit and Loss in accordance with Ind AS 19 'Employee benefits' over the period during which benefit is derived from the employees' services. The costs are assessed on the basis of assumptions selected by the management. These assumptions include salary escalation rate, discount rates, expected rate of return on assets and mortality rates.



