

## **M.S. Sethi & Associates**

Chartered Accountants

**Manoj Sethi**

B.Com., F.C.A.

191-R, Cavel Cross Lane No. 9

2nd Floor, Dr. Viegas Street

Kalbadevi, Mumbai - 400 002

Tel. 9324517501

### **FIT FOR CONSOLIDATION**

We have audited the accompanying financial statements of **PT Avaneesh Coal Resources** (the "Company") which comprises the Balance Sheet as at March 31, 2022 and the Statement of Profit and Loss for the year ended on that date and a summary of significant accounting policies and other explanatory information.

The financial statements have been prepared by the management of the Company in accordance with the accounting standards issued by the Institute of Chartered Accountants of India and accounting policies generally accepted in India only to enable their incorporation in the consolidation financial statements of Reliance Power Limited and not to report on the Company as a separate entity. We have conducted our audit in accordance with the auditing standards generally accepted in India.

The financial statements are the responsibility of the management of the Company. This responsibility includes the design, implementation and maintenance of internal control relevant to preparation of special purpose financial statements that are free from material misstatement, whether due to fraud or error.

Management of the Company 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 to give a true and fair view of the financial position and financial performance of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets 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 for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Our responsibility is to express an opinion on these special purpose financial statements prepared for the purpose outlined above.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India. Those Standards and pronouncements require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

On this basis of information and explanations given to us and in our opinion, the accompanying financial statements of the Company, together with the notes thereon and attached thereto, fairly present, in all material respects, in conformity with the accounting principles generally accepted in India of the state of affairs of the Company as at March 31, 2022 and its Loss for the year ended on that date.

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 and the Statement of Profit and Loss dealt with by this Report are in agreement with the books of account.
- (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act.

This report is intended solely for information and use of the Company, Reliance Power Limited, for the express purpose of completion of consolidated accounts of Reliance Power Limited for the year ended March 31, 2022 and not to be used for any other purpose.

**For M.S. Sethi & Associates**

Chartered Accountants

Regn.No.109407W

**Manoj Sethi**

Proprietor

Membership No.039784

Place: Mumbai

Date: May 03, 2022

UDIN: 22039784AJKMDA7844

**PT Avaneesh Coal Resources**  
**Balance Sheet as at March 31, 2022**

Particulars	Note	Rupees in '000	
		As at March 31, 2022	As at March 31, 2021
<b>ASSETS</b>			
<b>Non-current assets</b>			
Financial assets:			
Investments	3.1	219,598	219,598
Loans	3.2	275,375	276,152
Other financial assets	3.3	9	64
<b>Current assets</b>			
Financial assets:			
Cash and cash equivalents	3.4	30	9
<b>Total Assets</b>		<b>495,012</b>	<b>495,823</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Equity share capital	3.5	523,753	523,753
Other equity	3.6	(69,603)	(61,759)
Share Application money pending allotment		24,480	18,060
<b>Liabilities</b>			
<b>Current liabilities</b>			
Financial liabilities			
Loans from related party	3.7	16,048	15,497
Other current liabilities	3.8	334	272
<b>Total Equity and Liabilities</b>		<b>495,012</b>	<b>495,823</b>

Significant Accounting Policies 2

The notes are an integral part of these financial statements

As per our Report of even date

**For M.S.Sethi & Associates**  
Chartered Accountants  
Regn. No:109407W

**For PT Avaneesh Coal Resources**

**Manoj Sethi**  
Proprietor  
Membership No.039784

**Ashok Kumar Pal**  
Authorised Signatory

Place: Mumbai  
Date : May 03, 2022

Place: Mumbai  
Date : May 03, 2022

**PT Avaneesh Coal Resources**  
**Statement of Profit and Loss for the Year ended March 31, 2022**

Particulars	Note No.	Rupees in '000	
		Year Ended March 31, 2022	Year Ended March 31, 2021
Revenue:			
Other income		-	-
<b>Total income</b>		<b>-</b>	<b>-</b>
Expenses:			
Finance cost	3.9	16	21
Other expenses	3.10	576	551
<b>Total expenses</b>		<b>592</b>	<b>572</b>
<b>Profit/(Loss) before tax</b>		<b>(592)</b>	<b>(572)</b>
Tax expense:			
Current Tax		-	-
<b>Profit/(Loss) for the Year</b>		<b>(592)</b>	<b>(572)</b>

Significant accounting policies 2

The notes are an integral part of these financial statements

As per our Report of even date

**For M.S.Sethi & Associates**  
Chartered Accountants  
Regn. No:109407W

**For PT Avaneesh Coal Resources**

**Manoj Sethi**  
Proprietor  
Membership No.039784

**Ashok Kumar Pal**  
Authorised Signatory

Place: Mumbai  
Date : May 03, 2022

Place: Mumbai  
Date : May 03, 2022

**PT Avaneesh Coal Resources****Notes to the financial statements for the year ended March 31, 2022**

	<u>As at</u> <u>March 31, 2022</u>	<u>Rupees in '000</u> <u>As at</u> <u>March 31, 2021</u>
<b>3.1 Non-current investments</b>		
<b>Equity Instruments (unquoted, fully paid-up, at cost)</b>		
<b>In Subsidiaries</b>		
In Equity Shares of PT Bryan Bintang Tiga Energi	219,598	219,598
39,866 Equity shares (March 31,2021 : 39,866) of IDR 1,000,000 each		
	<u>219,598</u>	<u>219,598</u>
<b>3.2 Non-current loans</b>		
(Unsecured and considered good)		
Loans to related parties	274,090	274,920
Loans and advances to related parties	1285	1232
	<u>275,375</u>	<u>276,152</u>
<b>3.3 Other Financial assets</b>		
(Unsecured and considered good)		
Security deposits	9	9
Prepaid expenses	-	55
	<u>9</u>	<u>64</u>
<b>3.4 Cash and cash equivalents</b>		
Bank balance in current account	30	9
	<u>30</u>	<u>9</u>

PT Avaneesh Coal Resources

Notes to the financial statements for the year ended March 31, 2022

	As at March 31, 2022	Rupees in '000 As at March 31, 2021
<b>3.5 Equity share capital</b>		
<b>Authorised</b>		
9,639,844 (March 31, 2021 : 9,639,844) shares of USD 1 each fully paid up		
<b>Issued, Subscribed and paid up</b>		
9,639,844 (March 31, 2021 : 9,639,844) shares of USD 1 each fully paid up	523,753	523,753
	<u>523,753</u>	<u>523,753</u>
<b>3.6 Other equity</b>		
Foreign Currency Translation Reserve	11,855	19,107
<b>Retained earnings</b>		
Balance at the beginning of the year	(80,866)	(80,294)
Profit /(loss) for the year	(592)	(572)
Balance at the end of the year	<u>(81,458)</u>	<u>(80,866)</u>
	<u>(69,603)</u>	<u>(61,759)</u>
<b>3.7 Current loans</b>		
Loans from related party	16,048	15,497
	<u>16,048</u>	<u>15,497</u>
<b>3.8 Other current liabilities</b>		
Statutory dues	9	-
Provision for expenses	325	272
	<u>334</u>	<u>272</u>

PT Avaneesh Coal Resources

Notes to the financial statements for the year ended March 31, 2022

	<u>Year Ended</u> <u>March 31, 2022</u>	<u>Rupees in '000</u> <u>Year Ended</u> <u>March 31, 2021</u>
<b>3.90 Finance Cost</b>		
Bank and other finance charges	16	21
	<u>16</u>	<u>21</u>
<b>3.10 Other expenses</b>		
Rent	208	231
Statutory Audit Fees	295	306
(Profit) / Loss on foreign exchange fluctuations	48	1
Miscellaneous Expenses	25	13
	<u>576</u>	<u>551</u>

## PT Avaneesh Coal Resources

### Notes to the financial statements for the year ended March 31, 2022

#### 1. General Information :

PT Avaneesh Coal Resources incorporated in Indonesia, was established on 2nd August 2010 through Notarial Deed No. 2 of Public Notary Mala Mukti, SH, LLM. The Company is under development stage. The purpose and objective of the Company is to engage in business management and consulting services.

#### 2. Significant Accounting Policies :

##### Basis of preparation, measurement and significant accounting policies

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

##### a) Basis of Preparation

The financial statement of the company have been prepared in accordance with indian Accounting Standards ("Ind AS") notified under the Companies (Indian Accounting Standards) Rules, 2015 as amended and relevent provisions of the Companies Act, 2013 ("The Act")

##### Historical cost convention

The financial statements have been prepared under the historical cost convention, as modified by the following :

Certain financial assets and financial liabilities at fair value

##### b) Property, Plant and equipment :-

All other items of property, plant and equipment are stated at historical cost which includes capitalised borrowing cost less depreciation and impairment loss, if any. Historical cost includes expenditure that is directly attributable to the acquisition of the items, Subsequent costs are included in the assets carrying amount or recognised as a seperate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of item can be measured reliably. The carrying amount of any component accounted for as a seperate asset is derecognised when replaced. All other repairs and maintenance are charged to profit or loss during the reporting period in which they are incurred.

Expenditure incurred on assets which are not ready for their intended use comprising direct cost, related incidental expenses and attributable borrowing cost are disclosed under Capital Work in Progress

##### Depreciation method :

Depreciation is provided to the extent of depreciable amount on Straight Line Method (SLM) based on useful life.

##### c) Investments and other financial assets

###### Classification

The Company classifies its financial assets in the following measurement category :

those to be measured subsequently at fair value through profit or loss

those measured at amortised cost

##### 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 off tax, from the proceeds.

##### d) Provisions and Contingent Liabilities/Assets

###### Provisions:

Provisions are recognised when there is present legal or constructive obligation as a result of past events, it is probable that an outflow of resources will be required to settle the obligation; and the amount has been reliably estimated.

Provisions are measured at the present value of management's best estimate of the expenditure required to settle the present obligation at the end of reporting period. The discount rate used to determine the present value is pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The increase in the provision due to the passage of time is recognised as interest expenses.

##### Contingent liabilities

Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by occurrence or non occurrence of one or more uncertain future events not wholly within the control of the Company. A present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle or reliable estimate of the amount cannot be made, is termed as contingent liability

##### Contingent Assets

A contingent asset is disclosed, where an inflow of economic benefits is probable.

##### f) Revenue recognition

Revenue is measured at the fair value of the consideration received or receivable.

##### g) Cash and Cash equivalents :

Cash and cash equivalents includes cash on hand, demand deposits with banks, short-term balances (with an original maturity of three months or less from date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of change in value.