

FINANCIAL STATEMENTS

OF

**M/s KARE POWER RESOURCES
PRIVATE LIMITED**

FOR THE YEAR

2021-22

Auditors

M/s Udupa, Poojari & Sadashiva,
Chartered Accountants
No.10, Ambika, 1st Floor
Chamarajpet
Bangalore-560 018



INDEPENDENT AUDITOR'S REPORT

To
The Board of Member of
M/s Kare Power Resources Private Limited
CIN: U40100KA2003PTC032408
Bangalore.

Report on the audit of the Financial Statements

Opinion

We have audited the accompanying financial Statements of **M/s Kare Power Resources Private Limited (the company)** which comprise the Balance Sheet as at March 31, 2022 and the Statement of Profit and Loss, and the Statement of Cash Flows for the year then ended on that date and notes to the financial statements including a summary of the significant accounting policies and other explanatory information. (hereinafter referred to as the " financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements, give the information required by the Companies Act, 2013 (the "Act") in the manner so required and give a true and fair view in conformity with the Accounting Standards prescribed under Section 133 of the Act read with the Companies (Accounting Standards) Rules, 2015, as amended ("AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022 and its Profit and their cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the 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 thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the financial statements.

Key audit matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statement for the financial year ended 31st March 2022. These matters were addressed in the context of our audit of the financial statement as a whole and in forming our opinion thereon and we do not provide a separate opinion on these matters.



We have not determined any matters described to be the key audit matters to be communicated in our report.

Information other than the Financial Statements and Auditor's Report Thereon.

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Director's Report, 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 in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.

Management's Responsibilities for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Act with respect to the preparation and presentation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Group in accordance with the AS and other accounting principles generally accepted in India. The respective Boards of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group 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 statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Board of Directors are 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 the Board of Directors 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 judgement and maintain professional scepticism 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 responsible for expressing 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 the Board of Directors.
- Conclude on the appropriateness of the Board of Directors' 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.

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the Financial Statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.



Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we given in 'Annexure-A' a statement on the matters specified in paragraphs 3 and 4 of the said order, to the extent applicable.

(A) 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 the Cash Flows 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,
- e. On the basis of the written representations received from the Management as on March 31st 2022 taken on record by the Board of Directors, none of the directors is disqualified as on March 31st 2022 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 and the operating effectiveness of such controls; refer to our separate Report in "Annexure B" which is based on the auditors' reports of the Company.
- g. With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

In our opinion and to the best of our information and according to the explanations given to us, the remuneration not paid by the Company to its directors during the year.

- h. 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; and
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
 - iv. a) The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary



Annexure-A to the Independent Auditors report

Referred to in Paragraph 1 under "Report on Other Legal and Regulatory Requirements" of the Auditors Report issued in terms of Section 143(11) of The Companies Act, 2013:

i. In respect of the Company's Property, Plant and Equipment and Intangible Assets:

A) a) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment and relevant details of right-of-use assets.

b) The Company has maintained proper records showing full particulars of intangible assets.

B) The Company has a program of physical verification of Property, Plant and Equipment and right-of-use assets so to cover all the assets once every three years which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the program, certain Property, Plant and Equipment were due for verification during the year and were physically verified by the Management during the year. According to the information and explanations given to us, no material discrepancies were noticed on such verification.

(C) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties (other than immovable properties where the Company is the lessee and the leases agreements are duly executed in favour of the lessee) disclosed in the financial statements are held in the name of the Company.

(E) No proceedings have been initiated during the year or are pending against the Company as at March 31, 2022 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.

ii. (a) According to the information and explanations given to us and on the basis of the examination of the records of the Company, the inventory, except goods-in-transit has been physically verified by the management during the year. In our opinion, the frequency of such verification is reasonable and procedures and coverage as followed by management were appropriate. No discrepancies were noticed on verification between the physical stocks and the book records that were more than 10% in the aggregate of each class of inventory.

(b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not been sanctioned any working capital limits in excess of five crore rupees in aggregate from banks and financial institutions on the basis of security of current assets at any point of time of the year. Accordingly, clause 3(ii)(b) of the Order is not applicable to the Company.

iii. According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not provided guarantee or security or granted advances in the nature of loans to companies, firms, limited liability partnerships or any other parties during the year. The



Company has granted advances in the nature of loans to companies, firms, limited liability partnerships or any other parties in respect of which:

(a) A. Based on the audit procedures carried on by us and as per the information and explanations given to us, the Company has not granted any loans to subsidiaries.

B. Based on the audit procedures carried on by us and as per the information and explanations given to us, the Company has granted loans to a party other than subsidiaries as below

Particulars	Amount
Aggregate amount during the year - Others	Nil
Balance outstanding as at balance sheet date - Others	Rs.13,57,09,887/-

(b) In our opinion, the investments made and the terms and conditions of the grant of loans, during the year are, prima facie, not prejudicial to the Company's interest.

(c) In respect of loans granted by the Company, the schedule of repayment of principal and payment of interest has been stipulated and the repayments of principal amounts and receipts of interest are not regular as per stipulation. Hence the company has not made any provision for interest during the year

(d) In respect of loans granted by the Company, there is an overdue interest of Rs. 1,17,00,000/- remaining outstanding as at the balance sheet date.

(e) No loan granted by the Company which has fallen due during the year, has been renewed or extended or fresh loans granted to settle the over dues of existing loans given to the same parties.

(f) The Company has not granted any loans or advances in the nature of loans either repayable on demand or without specifying any terms or period of repayment during the year. Hence, reporting under clause 3(iii)(f) is not applicable.

iv. In our opinion and according to the information and explanations given to us, the Company has complied with provisions of section 185 & 186 of the Act.

v. The Company has not accepted any deposits or amounts which are deemed to be deposits from the public. Accordingly, clause 3(v) of the Order is not applicable to the Company.

vi. According to the information and explanations given to us, the Central Government has not prescribed the maintenance of cost records under Section 148(1) of the Act for the services provided by the Company. Accordingly, clause 3(vi) of the Order is not applicable to the Company.

vii. In respect of statutory dues:

(a) The Company is generally regular in depositing with appropriate authorities undisputed statutory dues including Provident Fund, Employees State Insurance, Income Tax, Sales Tax and other material statutory dues applicable to it.



According to the information and explanations given to us, no undisputed amounts payable in respect of Income Tax, GST, Service Tax, were in arrears as 31st March 2022 for a period of more than six months from the date they became payable.

- (b) According to the information and explanations given to us, statutory dues relating to Sales Tax, Goods and Services Tax, Duty of Excise or Cess or other statutory dues which have not been deposited on account of any dispute, Accordingly, clause 3(vii)(b) of the Order is not applicable to the Company.
- viii. According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not surrendered or disclosed any transactions, previously unrecorded as income in the books of account, in the tax assessments under the Income Tax Act, 1961 as income during the year.
- ix. (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not defaulted in repayment of loans and borrowings or in the payment of interest thereon to any lenders..
- (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not been declared a wilful defaulter by any bank or financial institution or government or government authority.
- (c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the term loans are applied for the purpose for which loans are obtained.
- (d) According to the information and explanations given to us and on an overall examination of the balance sheet of the Company, we report that no funds raised on short-term basis have been used for long-term purposes by the Company.
- (e) The Company did not hold any investment in any subsidiary, associate or joint venture (as defined under the Act) during the year ended 31 March 2022. Accordingly, clause 3(ix)(e) is not applicable to the Company.
- (f) The Company did not hold any investment in any subsidiary, associate or joint venture (as defined under the Act) during the year ended 31 March 2022. Accordingly, clause 3(ix)(f) is not applicable to the Company.
- x. (a) The Company has not raised any moneys by way of initial public offer or further public offer (including debt instruments). Accordingly, clause 3(x)(a) of the Order is not applicable to the Company.
- (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Accordingly, clause 3(x)(b) of the Order is not applicable to the Company.
- xi. (a) Based on examination of the books and records of the Company and according to the information and explanations given to us, considering the principles of materiality as outlined in the Standards on Auditing, we report that no fraud by the Company or on the Company has been noticed or reported during the course of the audit.



(b) According to the information and explanations given to us, no report under sub-section (12) of Section 143 of the Companies Act, 2013 has been filed by the auditors in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.

(c) As represented to us by the management, there are no whistle blower complaints received by the Company during the year.

xii. According to the information and explanations given to us, the Company is not a Nidhi Company. Accordingly, clause 3(xii) of the Order is not applicable to the Company.

xiii. The Company is not a listed public company or a company covered under rule 4 of the Companies (Appointment and Qualification of Directors) Rules, 2014 and accordingly the requirements as stipulated by the provisions of Section 177 of the Companies Act, 2013 are not applicable to the Company. According to the information and explanations given to us and on the basis of our examination of records of the Company, the details of the transaction with related party have been disclosed in the financial statements as required by the applicable accounting standard

xiv. Based on the information and explanations provided to us, the Company is having an Internal Audit system commensurate with the size and nature of its business.

We have considered the internal audit reports of the Company issued till date for the period under audit

xv. In our opinion and according to the information and explanations given to us, the Company has not entered into any non-cash transactions with its directors or persons connected to its directors and hence, provisions of Section 192 of the Companies Act, 2013 are not applicable to the Company.

xvi. (a) The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, clause 3(xvi)(a) of the Order is not applicable to the Company.

(b) The Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Accordingly, clause 3(xvi)(c) of the Order is not applicable to the Company.

(c) According to the information and explanations provided to us during the course of audit, the Group (Group means companies in the Group as defined in the Core Investment Companies (Reserve Bank) Directions, 2016) does not have any CIC.

xvii. The Company has not incurred cash losses in the current and in the immediately preceding financial year.

xviii. There has been no resignation of the statutory auditors during the year. Accordingly, clause 3(xviii) of the Order is not applicable to the Company.

xix. On the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as



on the date of the audit report indicating that Company is not 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. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.

- xx. a) In our opinion and according to the information and explanations given to us, there is an unspent amounts towards Corporate Social Responsibility (CSR) on other than ongoing projects requiring a transfer to a fund specified in Schedule VII to the act in compliance with second proviso to sub-section (5) of section 135 of the companies act 2013. Detail of unspent amount towards Corporate Social Responsibility (CSR) on other than ongoing projects is given below

Relevant financial year	Amount identified for spending on Corporate Social Responsibility activities "other than Ongoing Projects"	Unspent amount of (b)	Amount Transferred to Fund specified in Schedule VII to the Act	Due date of transfer to the specified fund	Actual date of transfer to the specified fund	Number of days of delay if any
A	b	c	d	e	f	g
2020-21	3,05,556/-	3,05,556/-	Nil	30.09.22	The company has time to deposit the amount	N. A as due date is on 30.09.2022

- b) There are no ongoing CSR projects. Accordingly, clause 3(xx)(b) of the Order is not applicable to the Company.

For Udupa, Poojari & Sadashiva.,
Chartered Accountants
(FRNo. 008912S)

Sahadev G Poojari

CA Sahadev G Poojari
Partner

M No 207465
UDIN 22207465 AUG RYR 5784

Place :Bangalore

Date : 02.09.2022



Annexure B to the Independent Auditors report

Referred to in paragraph 1(f) under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of M/s Kare Power Resources Private Limited ("the Company") of even date)

Report on the Internal Financial Controls Over Financial Reporting under Clause (i) of sub-section 3 of Section 143 of the Companies Act, 2013 (the "Act")

In conjunction with our audit of the financial statements of the Company as of and for the year ended March 31, 2022, we have audited the internal financial controls over financial reporting of M/s Kare Power Resources Private Limited (hereinafter referred to as the "Company") and which is company incorporated in India, as of that date.

Management's Responsibility for Internal Financial Controls

The respective Boards of Directors of the Company and which is company incorporated in India, is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the respective Companies considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India (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 its business, including adherence to the respective company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditor's Responsibility

Our responsibility is to express an opinion on the internal financial controls over financial reporting of the Company and which is company incorporated in India, based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the Institute of Chartered Accountants of India ("ICAI") and the Standards on Auditing, prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls system over financial reporting of the Company, which is company incorporated in India.



Meaning of Internal Financial Controls over Financial Reporting

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

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the Company which is company incorporated in India, have in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2022, based on the criteria for internal financial control over financial reporting established by the respective companies considering

the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the ICAI.

For Udupa, Poojari & Sadashiva.,
Chartered Accountants
(FRNo. 008912S)

Sahadev G Poojari

CA Sahadev G Poojari
Partner

M No 207465

UDIN : 22207465 AU624R5784

Place :Bangalore

Date : 02.09.2022



KARE POWER RESOURCES PRIVATE LIMITED

CIN: U40100KA2003PTC032408

No. 103, Eden Park, No. 20, Vittal Mallya Road, Bangalore-560001

BALANCE SHEET AS AT 31st MARCH 2022

SL No	PARTICULARS	Note	Figures for the current Reporting Period	Figures for the Previous Reporting Period
	EQUITY AND LIABILITIES			
1	Share Holders Fund			
	a. Share Capital	2	21,35,00,000	21,35,00,000
	b. Reserves & Surplus	3	(3,66,09,429)	(4,92,90,215)
2	Share Application Money Pending Allotments			-
3	Non Current Liability			
	a. Long-term borrowings	4	77,16,62,751	87,43,15,775
	b. Other Long term liabilities			-
	c. Long-term provisions			-
	d. Deferred tax Liability			-
4	Current liabilities			
	a. Short-term borrowings	5	53,90,58,939	50,46,58,568
	b. Trade payables	6	15,99,669	54,10,169
	c. Other current liabilities	7	17,07,54,784	16,19,39,254
	d. Short-term provisions	8	1,26,08,489	1,52,71,128
			1,67,25,75,203	1,72,58,04,679
	ASSETS			
1	Non Current Assets			
	a. Fixed assets	9		
	i. Tangible assets		1,35,87,41,500	1,41,44,58,760
	ii. Intangible Assets		26,567	1,25,633
	iii Capital work-in-progress			-
	iv Intangible assets under development			-
	b. Non-current investments			
	c. Deferred tax assets (net)	10	5,81,26,831	6,64,86,503
	d. Long-term loans and advances	11	7,95,82,068	4,09,63,061
	e. Other non-current assets			-



Sl No	PARTICULARS	Note	Figures for the current Reporting Period	Figures for the Previous Reporting Period
2	Current Assets			
	a. Current investments	12	1,50,85,156	4,25,85,554
	b. Inventories	13	90,303	62,858
	c. Trade receivables	14	2,20,000	12,76,957
	d. Cash and cash equivalents	15	32,13,391	85,79,794
	e. Short-term loans and advances	16	14,19,71,596	13,80,03,585
	f. Other Current Assets	17	1,55,17,792	1,32,61,974
			1,67,25,75,203	1,72,58,04,679

Vide our report of even date enclosed
For Udupa, Poojari & Sadashiva
Chartered Accountants



Sahadev G Poojari
Partner
Firm Regn No 008912S
M No.207465




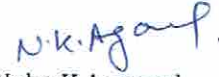
Date : 02.09.2022
Place : Bangalore

For and on behalf of the Board of Directors




Raghuraj Gujjar
Managing Director
DIN 02734451


Ajit Setu Ram
Director
DIN 00324426


Neha K Agarwal
Company Secretary
M No A34101

KARE POWER RESOURCES PRIVATE LIMITED

CIN: U40100KA2003PTC032408

No. 103, Eden Park, No. 20, Vittal Mallya Road, Bangalore-560001

STATEMENT OF PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31st MARCH 2022

SI No.	PARTICULARS	Note	Figures for the current Reporting Period	Figures for the previous Reporting Period
I	Revenue from operation	18	19,88,33,571	23,15,69,750
II	Other Income	19	60,11,967	2,02,43,430
III	Increase/ Decrease in Inventory	20	27,445	(1,30,546)
IV	Total Revenue		20,48,72,983	25,16,82,634
V	Expenses			
	Employees Benefits	21	1,87,86,182	1,92,20,324
	Finance Charges	22	7,62,23,787	8,60,04,952
	Other Expenses	23	3,22,04,961	3,06,44,108
			12,72,14,929	13,58,69,384
	Profit/(Loss) Before Depreciation & Taxation		7,76,58,053	11,58,13,250
	Depreciation		5,58,32,610	6,13,46,947
	Profit/(Loss) Before Taxation		2,18,25,443	5,44,66,303
	Prior Period Items			
	Profit/(Loss) Before Taxation		2,18,25,443	5,44,66,303
	Tax Expenses			
	Current Tax		40,41,441	77,18,822
	Previous Year tax		4,96,059	
	Deferred Tax		83,59,672	1,45,75,176
	MAT Credit		37,52,515	77,18,822
	Net Profit during the year		1,26,80,786	3,98,91,127
	Earning Per Share (Equity share per value Rs.10 Each)			
	Basic		0.59	1.87
	Diluted		0.59	1.87
	No. of Shares used in computing earning per share			
	Basic		2,13,50,000	2,13,50,000
	Diluted		2,13,50,000	2,13,50,000

Vide our report of even date enclosed
For Udupa, Poojari & Sadashiva
Chartered Accountants

For and on behalf of the Board of Directors

Sahadev G Poojari

Sahadev G Poojari
Partner

Firm Regn No 008912S
M No.207465

Date : 02.09.2022
Place : Bangalore



Raghuraj Gujjar
Raghuraj Gujjar
Managing Director
DIN 02734451

Neha K Agarwal

Neha K Agarwal
Company Secretary
M No A34101



Ajit Setu Ram

Ajit Setu Ram
Director

DIN 00324426

KARE POWER RESOURCES PRIVATE LIMITED

CIN: U40100KA2003PTC032408

Regd. Office: No. 103, Eden Park, No. 20, Vittal Mallya Road, Bangalore-560001

CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH 2022

PARTICULARS	As at 31st March, 2022 Rs.	As at 31st March, 2021 Rs.
Cash flow from Operating activities		
Net Profit/(loss) after tax and non recurring items	1,26,80,786	3,98,91,127
Depreciation	5,58,32,610	6,13,46,947
Diminution in the value of shares	(21,34,960)	(5,88,341)
Profit on sale of Investments	35,89,164	(63,96,775)
Mat credit	37,52,515	
Provision for tax	40,41,441	
Dividend income	(44,578)	
Deferred Tax Liability	83,59,672	1,45,75,176
	8,60,76,650	10,88,28,134
Cash Flow from changes in Assets & Liabilities		
Inventory	(27,445)	1,30,546
Loans and advance	(4,85,95,351)	(2,55,35,619)
Trade Receivable	10,56,957	42,73,828
Trade Payable	(38,10,500)	(1,08,68,379)
Long Term Liability	-	(6,504)
Current Liabilities & Provision	21,11,450	2,84,21,048
	(4,92,64,889)	10,52,43,054
Cash flow from Operating activities		
	3,68,11,761	
Cash Flow From Financing Activities		
Long term loan	(10,26,53,024)	(1,91,93,798)
Short Term loan	3,44,00,371	(8,67,50,000)
	(6,82,52,653)	(7,00,744)
Cash Flow From Financing Activities		
	(6,82,52,653)	(7,00,744)
Cash Flow From Investments		
Sale of Investment	9,70,62,598	6,51,88,004
Purchase of Investments	(7,09,71,825)	(9,29,31,962)
Purchase of Fixed Assets	(16,284)	(65,09,021)
Sale of Fixed Assets		
	2,60,74,489	(3,49,53,723)
Cash Flow From Investments		
	2,60,74,489	(3,49,53,723)
Net increase in Cash and cash equivalents during the year	(53,66,403)	(3,49,53,723)
Cash & Cash Equivalents at the beginning of the year	85,79,794	4,35,33,517
Cash & Cash Equivalents at the end of the year	32,13,391	85,79,794

For and on behalf of Board


Raghuraj Gujjar
Managing Director
DIN 02734451


Ajit Setu Ram
Director
DIN 00324426

Date : 02.09.2022

Place : Bangalore




Neha K Agarwal
Company Secretary
M No. A 34101



Vide our report of even date
For Udupa, Poojari & Sadashiva
Chartered Accountants


Sahadev G Poojari
Partner
Firm Regn No 008912S
M No.207465

current assets	31/03/2022	31/03/2021
a. Current investments	1,50,85,156	4,25,85,554
b. Inventories	90,303	62,858
c. Trade receivables	2,20,000	12,76,957
d. Cash and cash equivalents	32,13,391	85,79,794
e. Short-term loans and advances	14,19,71,596	13,80,03,585
f. Other Current Assets	1,55,17,792	1,32,61,974
Total current assets	17,60,98,237	20,37,70,722
current liabilities		
a. Short-term borrowings	53,90,58,939	50,46,58,568
b. Trade payables	15,99,669	54,10,169
c. Other current liabilities	17,07,54,784	16,19,39,254
d. Short-term provisions	1,26,08,489	1,52,71,128
Total current liabilities	72,40,21,881	68,72,79,119
Total debt	(54,79,23,643)	(48,35,08,397)
a. Long-term and short term borrowings	1,43,45,21,690	1,49,43,74,343
Sharholder's Equity		
a. Share Capital	21,35,00,000	21,35,00,000
b. Reserves & Surplus	(3,66,09,429)	(4,92,90,215)
	17,68,90,571	16,42,09,785
Earnings available for debt service		
Reffer(Cash flow)	8,25,32,064	11,52,24,909
	8,25,32,064	11,52,24,909
Debt Service		
Interest - Term Loan	5,99,07,477	7,10,01,826
Interest - Unsecured Loan	1,60,40,625	1,50,00,000
Instalment(secured)	5,98,52,653	8,68,93,798
	13,58,00,755	17,28,95,624
Net Profits after taxes		
Net Profit during the year	1,26,80,786	3,98,91,127
Average Shareholder's Equity	17,05,50,178	14,42,64,222
Reurn on investment	(99,26,978)	3,71,348
Cost of investment	1,62,05,785	1,09,87,102
Sales	19,88,33,571	23,15,69,750
average inventory	76,580	1,28,131
Net Credit Sales	19,88,33,571	23,15,69,750
Avg. Accounts Receivable	7,48,479	34,13,871
Avg. Accounts Payables	35,04,919	1,08,44,359
Purchases	12,40,27,740	7,47,21,496
Working capital	(54,79,23,643)	(48,35,08,397)
Capital employee		
Total asset	1,67,25,75,203	1,72,58,04,679
Less: current liabilities	72,40,21,881	68,72,79,119
Total capital employed	94,85,53,323	1,03,85,25,560



Handwritten signature



KARE POWER RESOURCES PRIVATE LIMITED
SCHEDULES TO BALANCE SHEET

Note 2 : SHARE CAPITAL

Particulars	As at 31 March, 2022		As at 31 March, 2021	
	Number of shares	Amount	Number of shares	Amount
(a) Authorised				
259,00,000 Equity Shares of Rs.10/- each	2,59,00,000	25,90,00,000	2,59,00,000	25,90,00,000
1,00,000 Preferential Shares of Rs.10/- each	1,00,000	10,00,000	1,00,000	10,00,000
(b) Issued, Subscribed and Paid up :				
213,50,000 Equity Shares of Rs.10/- each	2,13,50,000	21,35,00,000	2,13,50,000	21,35,00,000
Total	2,13,50,000	21,35,00,000	2,13,50,000	21,35,00,000

The Company has only one class of equity shares having par value of Rs.10/- per share. Each holder of equity share is entitled to one vote per share. In the event of liquidation of the company, the equity share holders 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 equity shareholders.

The company has neither allotted any bonus shares nor allotted any shares against consideration other than cash till date.

The company has not bought back any shares till date.

Note 2.1 :Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting period:

Particulars	Opening Balance	Fresh issue	Buy Back	Closing Balance
Equity shares with voting rights				
Year ended 31 March, 2022				
- Number of shares	2,13,50,000	-		2,13,50,000
- Amount in Rupees	21,35,00,000	-		21,35,00,000
Year ended 31 March, 2021				
- Number of shares	2,13,50,000	-		2,13,50,000
- Amount in Rupees	21,35,00,000	-		21,35,00,000

Note 2.2 :Shareholders holding more than 5% Shares:

Name of shareholders	As at 31st March 2022		As at 31st March 2021	
	Number of Shares	% holding	Number of Shares	% holding
K R Pradeep	2,01,95,000	94.59%	2,01,95,000	94.59%
	2,01,95,000		2,01,95,000	

Note 2.3 : Details of equity shares held by promoters at the end of the year

Name of shareholders	As at 31st March 2022		As at 31st March 2021		% of changes during the year
	Number of Shares	% holding	Number of Shares	% holding	
K R Pradeep	2,01,95,000	94.59%	2,01,95,000	94.59%	Nil
	2,01,95,000	94.59%	2,01,95,000	94.59%	



PARTICULARS	Figures for the current Reporting Period	Figures for the previous Reporting Period		
NOTE : 3 : RESERVES & SURPLUS				
Capital Reserves	25,00,000	25,00,000		
Surplus				
Opening balance	(5,17,90,215)	(9,16,81,342)		
Net Profit/(Net Loss) For the current year	1,26,80,786	3,98,91,127		
	(3,66,09,429)	(4,92,90,215)		
NOTE : 4 : LONG TERM BORROWING				
Loans From Banks and Financial Institutions				
Term Loan with Union Bank	24,48,28,340	29,84,52,106		
Term Loan with Bank of Baroda	21,58,34,411	26,48,63,669		
(The above is secured by mortgage of land acquired for the project, Hypothecation of all the moveable assets & first charge on Project's book debts, operating cash flows, receivables, commissions, revenues from what so ever nature & Bank Accounts Rate of Interest is 12.50% & Loan will be repaid in 40 Qtrly Installment from COD)				
Loan from Related Parties				
Director - K R Pradeep	31,10,00,000	31,10,00,000		
(The company has availed interest free unsecured loan from directors. The same is provided on long term basis. Repayment schedule is not been agreed upon)				
	77,16,62,751	87,43,15,775		
Secured	46,06,62,751	56,33,15,775		
Unsecured	31,10,00,000	31,10,00,000		
Details of terms of repayment in respect of Term Loan				
Particulars	As at 31.03.2022		As at 31.03.2021	
	Non Current	Current #	Non Current	Current #
Term Loan with Union Bank of India	24,48,28,340	6,68,00,000	29,84,52,106	6,48,00,000
Term Loan with Bank of Baroda	21,58,34,411	5,70,00,000	26,48,63,669	5,06,00,000
Loan from Directors	31,10,00,000		31,10,00,000	
	77,16,62,751	12,38,00,000	87,43,15,775	11,54,00,000
# This represent amount of principle that matures in next operating cycle as at Balance Sheet date & same as been disclosed under the head " Other Current Liability) (Refer Note 8)				



PARTICULARS	Figures for the current Reporting Period	Figures for the previous Reporting Period
NOTE : 5: SHORT TERM BORROWING		
Loan from Directors	53,90,58,939	50,46,58,568
	53,90,58,939	50,46,58,568
The above amount includes		
Secured		
Unsecured	53,90,58,939	50,46,58,568
NOTE : 6: TRADE PAYABLE		
Dues to Others	15,99,669	54,10,169
Dues to Micro and Small Enterprises		
	15,99,669	54,10,169

Trade payables ageing schedule for the year ended as on March 31, 2022, March 31, 2021

Particulars	Unbilled Dues	Not Due	Less than One Year	1-2 years	2-3 years	More than 3 years	Total
Outstanding dues to MSME							
Others (CY)			13,47,213	5,106	2,47,350		15,99,669
Others (PY)			8,77,137	45,33,032			54,10,169
Disputed dues - MSME							
Disputed dues - Others							

NOTE : 7: OTHER CURRENT LIABILITIES

	Figures for the current Reporting Period	Figures for the previous Reporting Period
Current Maturity of Long Term Debts	12,38,00,000	11,54,00,000
Security Deposit from Customer	4,50,00,000	4,50,00,000
Statutory Remittances Due	19,54,784	15,39,254
	17,07,54,784	16,19,39,254

NOTE : 8: SHORT TERM PROVISION

Payable to Employees	73,13,465	70,99,512
Others	9,48,027	4,52,794
Provision for Income Tax	40,41,441	77,18,822
Corporate Social Responsibility fund payable	3,05,556	
	1,26,08,489	1,52,71,128

NOTE : 10 : DEFERRED TAX ASSETS

Fixed Assets : Impact of timing difference relating to Depreciation on Fixed Assets	(25,76,16,313)	(25,25,90,760)
others : Relating to expenditure which is allowed only on payment basis under Income Tax Act 1961	13,40,985	12,44,669
others : Relating to carry forward of Business Loss and Depreciation Loss as per Income Tax Act 1961	31,44,02,159	31,78,32,594
	5,81,26,831	6,64,86,503



Handwritten signature

KARE POWER RESOURCES PRIVATE LIMITED

9. FIXED ASSETS SCHEDULE 2021-22

Assets	Gross Block			Depreciation			Net Block					
	As at 01.04.2021	Additions	Adjustment	Disposal	As at 31.03.2022	Upto 01.04.2021	For the Year	Adjustments	Deletion	Upto 31.03.2022	As at 31.03.2022	As at 31.03.2021
Property, Plant & Equipment												
Land & Development	1,11,57,739				1,11,57,739						1,11,57,739	1,11,57,739
Plant & Machinery	1,68,19,84,219				1,68,19,84,219						1,33,70,43,311	1,39,03,06,145
Building	45,21,208				45,21,208						29,83,404	31,08,317
Equipment (Civil)	13,77,473				13,77,473						6,32,846	7,11,344
Computers	16,81,247				16,81,247						1,74,567	2,48,899
Printer	1,26,383				1,26,383						10,248	14,982
Furniture & Fixtures	12,42,517				12,42,517						1,73,901	2,39,256
Motor Vehicles	22,01,282				22,01,282						7,45,618	9,57,468
Bicycle	4,220				4,220						212	452
Office Interiors	46,81,931				46,81,931						7,46,918	10,21,811
Electrical Items	22,76,596				22,76,596						2,64,042	4,21,606
Site Equipment	48,96,523				48,96,523						4,05,928	6,49,664
Carpeted Road	62,50,000				62,50,000						42,23,459	54,10,959
Office Equipment	13,95,185	16,284			14,11,469						1,79,307	2,10,118
	1,72,37,96,523	16,284	-	-	1,72,38,12,807	30,93,37,763	5,57,33,544	-	-	36,50,71,307	1,35,87,41,500	1,41,44,58,760
Intangible Assets												
Software	5,31,326				5,31,326	4,05,693	99,066			5,04,759	26,567	1,25,633
	5,31,326				5,31,326	4,05,693	99,066			5,04,759	26,567	1,25,633
Capital Work in Progress												
Intangible assets under Development												
Total	1,72,43,27,849	16,284			1,72,43,44,133	30,97,43,456	5,58,32,610			36,55,76,066	1,35,87,68,067	1,41,45,84,393
Previous Year	1,72,42,18,828	1,29,09,021		64,00,000	1,72,43,27,849	25,47,96,509	6,22,66,998		9,20,051	30,97,43,456	1,41,45,84,393	1,46,94,22,319



Handwritten signature



PARTICULARS	Figures for the current Reporting Period	Figures for the previous Reporting Period
NOTE : 11: LONG TERM LOAN & ADVANCES		
Capital Advances	1,69,95,668	1,69,95,668
Unsecured Advances		
Security Deposits	29,65,900	29,70,900
Unsecured considered good		
Deposit with Bank - Date of maturity is more than 2 month (Held as lien towards Debt Service Reserve Account)	4,70,52,249	84,28,242
Pre Operative Expenses	1,25,68,251	1,25,68,251
	7,95,82,068	4,09,63,061
Note 12 : CURRENT INVESTMENTS		
Mutual Fund		
SBI Magnum Insta Liquid Fund	44,578	3,06,28,699
Investments in fully paid up Equity Instruments		
<i>Unquoted</i>		
150000 shares of Rs. 10/- each of Greenera Innovative Energies Pvt Ltd	15,00,000	15,00,000
<i>Quoted</i>		
25000 shares of Rs. 10 /- each of Indian Oil		24,88,610
25000 shares of Rs. 10/- each of ITC Ltd	54,92,527	54,92,527
50000 shares of Rs. 10/- each of Punjab National Bank		21,78,361
66000 shares of Rs. 10/- each of Monnet Ispat Limited		8,27,604
14794 shares os Rs 10/-each of India bulls	58,43,092	
12500 shares os Rs 10/-each of NTPC ltd	18,20,733	
6000 shares os Rs 10/-each of Ansal Properties	83,469	
1180 shares os Rs 10/-each of HDFC AMC	29,65,964	
	1,77,50,363	4,31,15,801
Less: Provision for diminution in the value of investments	26,65,207	5,30,247
Total of Investments	1,50,85,156	4,25,85,554
Aggregate value of Quoted Investments:		
- Book Value	1,62,05,785	1,09,87,102
- Market Value	62,78,807	1,13,58,450



Handwritten signature

SCHEDULES TO PROFIT AND LOSS ACCOUNT

PARTICULARS	Figures for the current Reporting Period	Figures for the Previous Reporting Period
<u>NOTE : 18: REVENUE FROM OPERATION</u>		
Sale of Power	19,64,59,000	23,15,69,750
Sale of Carbon Credits	23,74,571	
	19,88,33,571	23,15,69,750
<u>NOTE : 19: OTHER INCOME</u>		
Misn Income	-	5,32,930
Interest on Unsecured Loan	-	1,17,00,000
Interest on FD with Bank	15,82,230	5,10,946
Dividend Income	8,10,848	5,14,438
Reversal of Diminision value of shares	-	5,88,341
Profit on sale of shares	35,89,164	63,96,775
Interest on Income tax refund	29,724	-
	60,11,967	2,02,43,430
<u>NOTE : 20: INCREASE/DECREASE IN INVENTORIES</u>		
Closing Finished Goods	90,303	62,858
Less : Opening Finished Goods	62,858	1,93,404
	27,445	(1,30,546)
<u>NOTE : 21: EMPLOYEES BENEFITS</u>		
Salaries & Wages - Expenses	1,58,64,399	1,64,61,141
Contribution to PF & ESI	5,80,842	6,34,106
Gratuity & Leave Encashment	8,01,440	6,85,943
Staff Welfare Expenses	15,39,501	14,39,134
	1,87,86,182	1,92,20,324
<u>NOTE : 22 : FINANCE COST</u>		
Interest - Term Loan	5,99,07,477	7,10,01,826
Interest - Unsecured Loan	1,60,40,625	1,50,00,000
Interest Expenses - Other	2,75,685	3,126
	7,62,23,787	8,60,04,952



PARTICULARS	Figures for the current Reporting Period	Figures for the Previous Reporting Period
NOTE : 23 : OTHER EXPENSES		
Advertisement/ Business Promotion Expenses	2,14,086	26,449
Building Maintenance Exp- Eden Park	1,14,752	1,14,752
Bank Charges - Expenses	1,33,619	1,90,449
Energy Accounting Charges	4,35,221	3,51,890
Conveyance Exp.	68,256	52,619
Courier Expenses	20,914	41,301
Donation	25,01,000	1,000
Diesel - Expenses A/c	5,88,506	94,794
Diminishment Value of Share	21,34,960	-
Electricity Charges - Expenses	78,055	25,731
Insurance Expenses	40,14,095	34,47,672
ROC Filing Fees	600	3,100
Manpower Charges	52,98,296	46,02,802
Audit Fee - Statutory & Internal	4,30,700	4,33,950
Membership and Subscription	7,93,203	
Office Expenses	7,36,482	5,38,920
Miscellaneous Expenses	1,94,405	85,356
Printing & Stationery - Expenses	1,20,427	1,02,890
Professional & Consultation Charges Expenses	7,51,640	13,34,220
Rates, renewal & Taxes	2,10,143	3,57,392
Rent	21,95,488	81,160
Repairs & Maintenance O&M Electrical & Mechanical	34,10,839	33,51,662
Repair & Maintenance - Weir & Canal/ Civil	15,35,595	96,65,239
Sales Service Charges	7,60,396	7,20,294
Security Charges - Expenses	19,12,405	18,87,093
Telephone, Internet & Fax Charges	1,29,706	1,80,568
Travelling Expenses	2,89,039	35,924
Transportation	26,635	85,043
Vehicle Hiring Charges Expenses	22,92,108	21,87,916
Vehicle Maintenance Expenses	4,38,000	5,07,882
Inspection Charges	69,834	
CSR Contribution	3,05,556	
Write Off	-	1,36,041
	3,22,04,961	3,06,44,108



Kape

KARE POWER RESOURCES PRIVATE LIMITED

1 NOTES TO THE FINANCIAL STATEMENTS

1 COMPANY OVERVIEW

The company is incorporated in the year 2003 having primary object of generation and distribution of power. The Company has 24.75 MW Hydel power plant at Lingasugur Raichur District. The Company has started its commercial production from 16.09.2015

2 SIGNIFICANT ACCOUNTING POLICIES

2.01 Basis of Preparation

The Financial Statements are prepared under the historical cost convention on the accrual basis of accounting adopting the going concern concept and comply with the mandatory accounting standards and statements issued by the Institute of Chartered Accountants of India and as approved by National Advisory Committee on Accounting Standards to the extent applicable.

2.02 Use of Estimates

The preparation of financial statements in conformity with Generally Accepted Accounting principles requires that Management make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of financial statements and reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognised in the year in which results are known / materialised

2.03 Revenue Recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the company and the revenue can be reliably measured. Dividend income is recognised when the right to receive payment is established. Interest Income is recognised on a time proportion basis taking into account the amount outstanding and the Interest rate applicable

2.04 Fixed Assets

Fixed assets are stated at cost, less accumulated depreciation. Direct costs are capitalised until fixed assets are ready for use. Borrowing cost attributable to construction or acquisition of fixed assets for the year upto the completion of construction or acquisition of the fixed assets are capitalised



Handwritten signature

KARE POWER RESOURCES PRIVATE LIMITED

2.05 Depreciation

Depreciation on the tangible assets are provided on Stright Line method over the useful life of the assets estimated by the Management. The usefull life of assets has been estimated internally by the management at the rate as prescribed under schedule II Depreciation for asset purchased / sold during the year proportionatly charged.

2.06 Earning per share

Basic and diluted earning per shares are calculated by dividing net profit or loss for the year attributable to equity share holders or potential equity shareholders by the weighted number of the equity shares and or potential equity shares outstanding during the year

2.07 Taxes on Income

Provision for taxation for the year consists of Current Income tax and Deferred Income tax. Provision for Current Income tax has been arrived at after considering the relevant provisions of the Income Tax, Act 1961.

Minimum Alternate Tax (MAT) paid in accordance with the tax laws, which gives rise to future economic benefits in the form of adjustment of future income tax liability is considered as an asset if there is convincing evidence that the company will pay normal tax during the specifed period i.e period for which MAT credit is allowed to be carried forward. In the year in which the company recognises the MAT credit as an asset in accordance with the Guidance Note on accounting for credit available in respect of Minimum Alternative Tax under Income Tax Act 1961. the said asset is created by way of crediting Profit & Loss Account and shown as MAT Credit entitlement. The company review the MAT Credit Entitlement assets at each reporting date and write down the assets to the extent company doesnot have convincing evidance of estimate that it will pay normal tax during the period.

Deferred tax is the tax effect of timing differences representing the difference between accounting income and the taxable income that originate in one period and are capable of reversal in one or more subsequent periods.

The deferred tax asset is recognised and carried forward only to the extent that there is a virtual certainty that the asset will be realised in future.



KARE POWER RESOURCES PRIVATE LIMITED

2.08 Provisions and Contingencies

The Company creates a provision when there is present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation. A disclosure for a contingent liability shall be made when there is a possible obligation or present obligation towards which the outflow of resources is not probable, or the amount of obligation cannot be measured with sufficient reliability. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

2.09 Impairment of Assets

The company assesses at each balance sheet date whether there is any indication that an assets may be impaired. If any such indication exists, the company estimates the recoverable amount of the assets. If such recoverable amount of the assets is less than its carrying amount, the reduction is treated as impairment of loss and is recognized in the Profit & Loss Account

2.10 Cash & Cash equivalents

Cash & Cash equivalents comprises cash , balance with bank and cash on deposit with less than three month maturity.

2.11 Investments

Trade investments are the investments made to enhance the company's business interest. Investments are either classified as current and non-current, based on the management's intention at the time of purchase.

Current Investments are carried at lower of cost and quoted/fair value computed categorywise. Cost of investments includes acquisition charges such as brokerage, fees and duties. Non current investments are stated at cost. Provision for diminution in the value of current investments is made only if such a decline is otherthan temporary.



KARE POWER RESOURCES PRIVATE LIMITED

2.12 Borrowing Cost

Borrowing cost that are attributable to the acquisition, construction or production of the assets are capitalised as part of the such assets. All other borrowing cost are recognised as an expenses in the year in which they are incurred.

2.13 Employee Benefits

Short Term Employee Benefits

All employee benefits payable wholly within twelve months of rendering the service are classified as short term employee benefits and they are recognised in the period in which the employee renders the related service.

Defined Contribution Plans

Contribution to provident fund are deposited with the appropriate authorities and charged to the profit and loss account on accrual basis, during the period in which the employee renders the related service. The company has no further obligations under the provident fund plan beyond its monthly contributions.

Defined Benefit Plans

The company has made provision in respect of leave encashment, gratuity, and terminal benefits.

2.14 Cash Flow Statement

Cash flow are prepared using the Indirect method whereby the profit before tax is adjusted for the effect of transation of non cash nature, any defferal or accrual of past or future operating cash receipts or payment and items of Income or expenses associated with investing or financing cash flows. The cash flow from operating, investing, financing activities of the company is segregated

2.15 Inventories

Inventories are valued at lower of cost and net realisable value. Cost for the purpose of spare parts comprise of the respective purchase costs and other costs in bringing the inventories to their present location and condition



KARE POWER RESOURCES PRIVATE LIMITED

24 Contingent Liabilities not provided for amounts to Rs. Nil (Previous Year Rs. Nil)

25 The Company has certain cancellable operating leases for office facilities & Guest House. Such leases are generally with the option of renewal against increased rent. Rental expenses of Rs. 21,95,488/- (Previous Year 81,160/-) in respect of obligation under operating lease have been recognised in the Statement of Profit and Loss

26 Payment to Auditors

Particulars	Year ended 31.03.2022	Year ended 31.03.2021
a. Statutory Audit fee	59,000	59,000
b. Certificate, GST Audit & Consultation fee	1,83,490	1,26,260
c. Tax Audit Fees	2,06,500	2,09,750

27 Additional Statutory Information

Expenditure in Foreign Currency:		
Advertisement Expenses	2,07,086	Nil
Membership and registration	7,53,683	
Earnings in Foreign Currency	Nil	Nil

CIF Value of Imports by the company during the financial year on account of Capital Goods amounts to Rs. Nil (Previous Year Rs. Nil)

28 Segment Information

The activity of the company revolve around Power Generation business only. As there is no other reportable segment, there is no additional disclosure to be provided under accounting standard 17

29 Earnings / (Loss) per share ('EPS')

Particulars	Year Ended 31.03.2022	Year Ended 31.03.2021
Weighted average number of shares considered for Basic earnings per share	2,13,50,000	2,13,50,000
Add: Dilutive effect of potential equity shares	-	-
Weighted average number of shares considered for diluted earnings per share	2,13,50,000	2,13,50,000
Net profit after tax attributable to equity shareholders	1,26,80,786	3,98,91,127
Basic earnings per share	0.59	1.87
Diluted earnings per share	0.59	1.87
Nominal value per equity share	10	10



Handwritten signature

KARE POWER RESOURCES PRIVATE LIMITED

30 Confirmation of Receivables, Advances and Creditors balances have not been received by the Company, hence, reliance is placed on the balances as per books. In the opinion of the Management, the amounts are realisable/ payable in the ordinary course of business.

31 **Details of Related Parties**

Description of Relationship	Names of Related Parties
Key Management Personnel	1. Raghuraj Gujjar 2. Neha K agarwal Managing Director Company Secretary
Other Related Parties having significant Influence	K R Pradeep Kare Renewable Energy Pvt Ltd Pranava Green Energy Limited

Details of Related Party Transactions during the year ended 31.03.2022 and balance outstanding as on the reporting period

Particulars	As at 31.03.2022	As at 31.03.2021
Loan received during the year K R Pradeep Raghuraj Gujjar	3,06,50,000	3,53,25,000
Repayment of Loan during the year K R Pradeep Raghuraj Gujjar	1,06,86,191	12,15,25,000
Remuneration Raghuraj Gujjar	36,00,000	36,00,000
Salary Neha K agarwal	4,64,592	4,89,792
Interest Paid K R Pradeep	1,60,40,625	1,50,00,000
Outstanding balance <i>Unsecured Loan</i> K R Pradeep	85,00,58,939	81,56,58,568
Loan receivable during the year Kare Renewable Energy Pvt Ltd	3,800	
Loan receivable during the year Pranava Green Energy Limited	3,800	

Note: Related parties are as identified by the Management and relied upon by the auditors.

32 Employee benefits in the form of gratuity and leave encashment are provided by the company based on management estimates.

33 Based on information available with the company, there are no amount due to micro, small and medium enterprises under the The Micro small and medium enterprises development act 2006 as on 31.03.2022



34 Quantitative details of power Generation

Particulars	31.03.2022	31.03.2021
Licensed Capacity	24.75 MW	24.75 MW
Annual Capacity	6,80,00,000	6,80,00,000
Quantity Produced	4,52,30,705	5,87,05,500
Quantity Sold	4,51,42,000	5,44,35,788
Closing stock	88,705	53,127

35 Accounting Ratios

The following are analytical ratios for the year ended March 31, 2022 and March 31, 2021

Sl	Particulars	Numerator	Denominator	31/03/2022	31/03/2021	Variance
a)	Current ratio	Current assets	Current liabilities	0.24	0.30	-0.05
b)	Debt-equity ratio(1)	Total Debt	Shareholder's Equity	8.11	9.10	-0.99
c)	Debt service coverage ratio(2)	Earnings available for debt service	Debt Service	0.61	0.67	-0.06
d)	Return on equity ratio	Net Profits after taxes	Average Shareholder's Equity	0.07	0.28	-0.20
e)	Inventory turnover ratio	Sales	Average Inventory	2596.41	1807.29	789.12
f)	Trade receivables turnover ratio	Net Credit Sales	Avg. Accounts Receivable	265.65	67.83	197.82
g)	Trade payables turnover ratio	Net Credit Purchases	Average Trade Payables	35.39	6.89	28.50
h)	Net capital turnover ratio	Net Sales	Working Capital	-0.36	-0.48	0.12
i)	Net profit ratio	Net Profit	Net Sales	0.06	0.17	-0.11
j)	Return on capital employed	Earning before interest and taxes	Capital Employed	0.02	0.05	-0.03
k)	Return on investment on Quoted Instruments	Return on investment	Cost of investment	-0.61	0.03	-0.65

(1) Share Application Money received during the year - Nil

(2) Downward trend in revenue there by Net profit has been decreased. During the Previous Year the company made turnover of Rs.23.15Cr and in current Year the company made turnover of Rs.19.88 Crores



36 Benami Transactions

There are no proceedings have been initiated or pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.

37 Company Struck Off

The company does not have any transactions with companies struck off under section 248 of the Companies Act, 2013

38 Undisclosed Income

The Company does not have any transactions not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961)

39 The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year

40 Events occurring after the date of Balance Sheet:

There are no Material Events occurring after the date of Balance Sheet. Hence the same has not been taken into cognizance.

41 Corporate Social Responsibility

Relevant financial year	Amount identified for spending on Corporate Social Responsibility activities "other than Ongoing Projects"	Unspent Amount	Amount Transferred to Fund specified in Schedule VII to the Act	Due date of transfer to the specified fund
2020-21	3,05,556	3,05,556	Nil	30.09.2022

42 Comparatives

Previous year's amounts have been regrouped/ reclassified, wherever necessary to conform to the current year's presentation.

For Udupa, Poojari & Sadashiva
Chartered Accountants


Sahadev G Poojari
Partner

Firm Regn No 008912S
M No.207465



Place : Bangalore,
Date : 02.09.2022


Neha K Agarwal
Company Secretary
M No A34101




Raghuraj Gujjar
Managing Director
DIN 02734451


Ajit Setu Ram
Director
DIN 00324426

KARE POWER RESOURCES PRIVATE LIMITED

Particulars	Amount(Rs)
Valuation of Closing Stock	
Production Capacity	21,68,10,000
Normal Capacity	6,80,00,000
No of Units produced	4,52,30,705
No of Units in Stock	88,705
Fixed Cost for Production	
Energy Accounting Charges	4,35,221
Depreciation on Plant & Machinery & Building	5,33,87,747
	5,38,22,968
Fixed Cost apportioned to closing stock	70,211
Variable Production Overhead	
Manpower Services	52,98,296
Repair & Maintenance of Plant & Machinery	49,46,434
	1,02,44,730
Variable cost apportioned to closing stock	20,092
Total Closing Stock	90,303
Unit price of closing Stock	1.02



[Handwritten signature]



KARE POWER RESOURCES PRIVATE LIMITED

ANNEXURE - I DEPRECIATION SCHEDULE AS PER INCOME TAX RULES AY 2021-22

ASSETS	W D V as on 01.04.2021	ADDITIONS		Deletions during the year	Balance as on 31.03.2022	Normal Depn for the year	W D V as on 31.03.2022
		Before 01-Oct-21	After 01-Oct-21				
Block I - 40%	3,10,964				3,10,964	1,24,386	1,86,578
Block II - 15 %	48,50,68,225	16,284			48,50,84,509	7,27,62,677	41,23,21,832
Block III - 10 %	1,01,00,808				1,01,00,808	10,10,081	90,90,727
Total	49,54,79,997	16,284	-	-	49,54,96,281	7,38,97,143	42,15,99,138



Krapfing



KARE POWER RESOURCES PRIVATE LIMITED
Deferred tax calculation as on 31.03.2022

Tax Rate	%
Basic Rate	25.00
Add: Surcharge	1.75
	26.75
Add: Cess	1.07
Tax rate	27.82

Particulars	As on 31.03.22	Timing Difference Hab/(asset)	Deferred Liabilities/ (Asset)
Deferred tax liabilities			
WDV as per Books	1,34,76,10,328		
WDV as per IT Rules	42,15,99,138		
Timing Difference	92,60,11,190	92,60,11,190	25,76,16,313
Carry forward loss of 2015-16			
Unabsorbed Depreciation	(59,02,78,347)	(59,02,78,347)	(16,42,15,436)
Business Loss	(8,49,55,707)	(8,49,55,707)	(2,36,34,678)
Carry forward loss of 2016-17			
Unabsorbed Depreciation	(16,63,79,593)	(16,63,79,593)	(4,62,86,803)
Business Loss	(2,80,00,519)	(2,80,00,519)	(77,89,744)
Carry forward loss of 2017-18			
Unabsorbed Depreciation	(12,46,52,901)	(12,46,52,901)	(3,46,78,437)
Business Loss	(2,35,69,352)	(2,35,69,352)	(65,56,994)
Carry forward loss of 2018-19			
Unabsorbed Depreciation	(11,76,22,165)	(11,76,22,165)	(3,27,22,486)
Business Loss	(13,30,024)	(13,30,024)	(3,70,013)
Carry forward loss set off 2021-22			
Ordinary business loss	25,94,765	25,94,765	7,21,864
Depreciation	40,63,868	40,63,868	11,30,568
Deferred tax assets			
Disallowance U/s 43B - AY 2016-17			
Leave Encashment	2,77,738	2,77,738	(77,267)
Gratuity	4,68,928	4,68,928	(1,30,456)
Disallowance U/s 43B - AY 2017-18			
Leave Encashment	2,80,461	2,80,461	(78,024)
Gratuity	6,20,481	6,20,481	(1,72,618)
Disallowance U/s 43B - AY 2018-19			
Leave Encashment	38,269	38,269	(10,646)
Gratuity	(34,678)	(34,678)	9,647
Disallowance U/s 43B - AY 2019-20			
Leave Encashment	(46,306)	(46,306)	12,882
Gratuity	1,42,904	1,42,904	(39,756)
Disallowance U/s 43B - AY 2020-21			
Leave Encashment	70,767	70,767	(19,687)
Gratuity	20,09,885	20,09,885	(5,59,150)
Disallowance U/s 43B - AY 2021-22			
Leave Encashment	1,68,961	1,68,961	(47,005)
Gratuity	4,76,596	4,76,596	(1,32,589)
Disallowance U/s 43B - AY 2022-23			
Leave Encashment	3,96,752	3,96,752	(1,10,376)
Gratuity	(50,539)	(50,539)	14,060
Deferred Tax liability /(asset) as on 31.03.2022			(5,81,26,831)
Deferred Tax liability /(asset) as on 31.03.2021			(6,64,86,503)
Deferred tax charge/(Credit) to P&L A/c for the year ended 31.03.2022			(83,59,672)



Rayh