

Limited Review Report on Quarterly Unaudited Standalone Financial Results of Kanchanjunga Power Company Private Limited for the quarter ended 30th June 2023 pursuant to the Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To
Board of Directors of
Kanchanjunga Power Company Private Limited

We have reviewed the accompanying statement of unaudited financial results of **Kanchanjunga Power Company Private Limited** (the company) for the Quarter ended 30th June 2023. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.

We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 - "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

Emphasis on Matter Paragraph

We draw your kind attention with respect to the following matters:

1. The company, backed by legal opinion, has not adopted Indian Accounting standards (Ind As) for the preparation of quarterly results. (Note no 3)
2. Balance of certain trade receivables other payables and long term/ short term advances are subject to confirmation/reconciliation. (Note no. 5)

Our conclusion is not modified in respect of above matters.

Place: New Delhi
Date: 11th August 2023



For **Jain Pramod Jain & Co.**
Chartered Accountants
(Firm Registration No.
016746N)

Ankush
(Ankush Sharma)
Partner

Membership No. 552535
UDIN: **23552535BGSUAUE3975**

(A) STATEMENT OF PROFIT AND LOSS FOR THE QUARTER ENDED 30 JUNE 2023

	Particulars	Quarter Ended			Year Ended
		30th June 2023 (Unaudited) (Rs. In lacs)	31st Mar 2023 (Unaudited) (Rs. In lacs)	30th June 2022 (Unaudited) (Rs. In lacs)	31st Mar 2023 (Audited) (Rs. In lacs)
I	Revenue from operations	2,092.80	114.74	1,344.52	4,273.22
II	Other income	71.00	95.29	14.58	153.27
III	Total Income (I + II)	2,163.80	210.03	1,359.10	4,426.49
IV	Expenses:				
	Employee benefits expenses	69.67	75.27	80.79	337.27
	Depreciation and amortization expense	225.14	301.62	304.12	1,227.39
	Finance costs	242.79	253.22	245.17	995.64
	Expenses on Sale of Energy	151.86	213.70	205.20	666.23
	Other expenses	184.67	283.14	166.25	724.40
	Total expenses	874.13	1,126.95	1,001.53	3,950.93
V	Profit / (Loss) before exceptional and extraordinary expenses (III-IV)	1,289.67	(916.92)	357.57	475.56
VI	Exceptional Item (Income / (Expense))	-	-	(34.82)	(34.82)
VII	Profit / (Loss) before extraordinary expenses (V+VI)	1,289.67	(916.92)	322.75	440.74
VIII	Extraordinary Item (Income / (Expense))	-	-	(121.74)	565.19
IX	Profit / (Loss) before tax (VII+VIII)	1,289.67	(916.92)	201.01	1,005.93
X	Tax expense:				
	Current tax	224.00	(160.88)	35.12	175.00
	Deferred tax	371.21	(353.81)	27.55	(394.49)
	Tax paid/(adjusted) for earlier years	-	-	-	-
	Mat Credit	(218.80)	186.70	(35.12)	(136.00)
XI	Profit/(Loss) after tax	913.26	(588.93)	173.46	1,361.42
XII	Earnings per equity share:				
	(1) Basic	4.53	(2.92)	0.86	6.76
	(2) Diluted	4.53	(2.92)	0.86	6.76
	Nominal value of equity shares	10.00	10.00	10.00	10.00

On behalf of the Board of Directors

Pramod Kumar Arora

Pramod Kumar Arora
Whole time Director
DIN:01898896

Place: Noida
Date: August 11, 2023



(B) Additional disclosures as per Clause 52 (4) and 54 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015:

	Particulars	Quarter Ended			Year Ended
		30th June 2023	31st Mar 2023	30th June 2022	31st Mar 2023
1	Outstanding Redeemable non Convertible Debentures (in lacs)	10,533.35	10,700.00	11,239.36	10,700.00
2	Security Premium	-	-	-	-
3	Net Worth (in lacs)	1,733.64	820.38	(367.59)	820.38
4	Net Profit after Tax (in lacs)	913.26	(588.93)	173.46	1,361.42
5	Basic / Diluted earning per share	4.53	(2.92)	0.86	6.76
6	Debt Equity Ratio (in times)	(3.55)	(2.76)	(2.22)	(2.76)
7	Debt Service Coverage Ratio (in times)	3.37	(0.13)	2.04	1.70
8	Interest Service Coverage Ratio (in times)	7.24	(1.43)	3.70	3.78
9	8% non-cumulative redeemable preference shares of Rs.100 each fully paid up				
	-Numbers	46,99,799	46,99,799	46,99,799	46,99,799
	-Value	4,699.80	4,699.80	4,699.80	4,699.80
10	Capital Redemption Reserve / Debenture Redemption Reserve (in lacs)	-	-	-	-
11	Current Ratio (in times)	2.83	3.60	1.88	3.60
12	Long Term Debt to Working Capital (in times)	3.36	3.98	8.15	3.98
13	Bad Debt to Accounts Receivable Ratio	NA	NA	NA	NA
14	Current Liability Ratio (in times)	0.11	0.05	0.06	0.05
15	Total debt to total asset (in times)	0.76	0.66	0.73	0.66
16	Debtor turnover ratio (in times)	6.91	0.78	6.00	27.95
17	Inventory turnover ratio (in times)	NA	NA	NA	NA
18	Operating Margin (percentage)	80.59%	-398.61%	66.36%	59.56%
19	Net Profit Margin (percentage)	43.64%	-513.27%	12.90%	31.86%
20	Asset Coverage Ratio (times)	1.05	1.15	1.36	1.15

On behalf of the Board of Directors

Pramod Kumar

Pramod Kumar Arora
Whole time Director
DIN:01898896

Place: Noida
Date: August 11, 2023



(C) Notes:

- 1 The limited review of quarterly result has been carried out by the statutory auditor which has been approved by the Board of Directors in their meeting held on August, 11 2023.
- 2 The Company is engaged into the generation of power which is dependent on water availability which varies from month to month evidencing seasonal nature of business.
- 3 As legally advised, the Companies ("Ind AS ") Rule 2015 is not applicable on the Company and the disclosure of quarterly results have been prepared as per the Financial Reporting Framework based on Companies (Accounting Standards) Rules, 2021 and including items mentioned in Statement of Profit and Loss Account (excluding notes and detailed sub-classification).
- 4 During the quarter, the cost of Plant & Machinery has been reduced by an amount of Rs. 9.27 crores on account of change in long term project liabilities. The same is in accordance with para 67(a) of AS - 10 issued by the ICAI.
- 5 Balances of certain trade receivables, other payables and advances are subject to confirmation / reconciliation.
- 6 The Company operates in a single primary business i.e. generation of hydro power and hence, there is no reportable segment as per Accounting Standard (AS)-17 "Segment Reporting". The Company does not have any reportable geographical segment.
- 7 The figure for the quarter ended March, 31 2023 are the balancing figure between audited figure in respect of full financial year ended March 31, 2023 and the unaudited published year to date figures upto December 31, 2022 which were subject to limited review.
- 8 The figures for the previous period has been regrouped wherever necessary.
- 9 Debenture redemption reserve has not been created in the absence of distributable profit.
- 10 The company is eligible for tax benefit under section 80 - IA of Income Tax Act for ten consecutive assessment years out of fifteen year beginning from the year in which the company generated power or commences transmission or distribution of power i.e. AY 2016-17. Accordingly the company has decided to claim section 80-IA benefit from AY 2023-24.

On behalf of the Board of Directors



Pramod Kumar Arora
Whole time Director
DIN:01898896



Place: Noida
Date: August 11, 2023