



# VIVEK VATSALA & ASSOCIATES

## CHARTERED ACCOUNTANTS

### INDEPENDENT AUDITOR'S REPORT ON SPECIAL PURPOSE FINANCIAL STATEMENTS

To the Members of AESL FFIL JOINT VENTURE

#### Report on the Audit of the Financial Statements

##### Introduction

This report is issued in accordance with the Group Audit Instructions and the mail communication dated March 19, 2024 for the purpose of preparation of Consolidation Financial Statements by Asian Energy Services Limited for the year ended March 31, 2024.

##### Responsibilities of Management for Special Purpose Financial Statements

Management is responsible for the preparation of these special purpose financial statements in accordance with the financial reporting provisions in accordance with applicable regulations and financial reporting framework and this includes design, implementation and maintenance of such internal control as management determines is necessary to enable the preparation of special purpose financial statement that are free from material misstatement whether due to fraud or error.

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

The Management is responsible for the preparation and fair presentation of the financial statements in accordance with the Indian Accounting Standards (Ind AS), and for such internal control as the Partners determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

##### Auditor's Responsibilities for the Audit of the Special Purpose Financial statements

Our responsibility as the Statutory Auditors of the AOP is to obtain reasonable assurance and report that the financial information for the Financial Year 2023-24 have been compiled by the AOP from the audited financial statements for Financial Year 2023-24



*Vivek hTe*

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Mob No.: 9920450347/7307962255



# VIVEK VATSALA & ASSOCIATES

## CHARTERED ACCOUNTANTS

The financial statements for Financial Year 2023-24 have been audited by us on which we have issued an unmodified opinion vide our audit report dated April 20, 2024. Our audit of these financial statements was conducted in accordance with the Standards on Auditing and other applicable authoritative pronouncements issued by The Institute of Chartered Accountants of India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

We conducted our examination of the Financial Information in accordance with the Guidance Note on Reports or Certificates for Special Purposes issued by the Institute of Chartered Accountants of India. The Guidance Note requires that we comply with the ethical requirements of the Code of Ethics issued by the Institute of Chartered Accountants of India.

We have complied with the relevant applicable requirements of the Standard on Quality Control (SQC) 1, Quality Control for Firms that Perform Audits and Reviews of Historical Financial Information, and Other Assurance and Related Services Engagements.

### Opinion

Based on our examination as above, and the information and explanations given to us, we report that the Financial Information has been prepared after incorporating necessary adjustments for changes in accounting policies from accounting standards (i.e. IGAAP) to Ind AS financial statements.

### Basis of Accounting and Restriction on Distribution and Use

Our report is intended solely for the use of Consolidation and should not be distributed to or used by any other parties. Vivek Vatsala & Associates shall not be liable to the AOP or to any other concerned for any claims, liabilities or expenses relating to this assignment.

*Vivek Vatsala*





# VIVEK VATSALA & ASSOCIATES

## CHARTERED ACCOUNTANTS

Accordingly, we do not accept or assume any liability or any duty of care for any other purpose or to any other person to whom this report is shown or into whose hands it may come without our prior consent in writing.

**For Vivek Vatsala & Associates**

Chartered Accountants

ICAI Firm Registration No.:026444S

*Vivek Gupta*

**Vivek Gupta**

Partner

UDIN:24432103BKEMVD2512

Place: Bangalore

Date: 20th April 2024



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Mob No.: 9920450347/7307962255

**AESL FFIL JOINT VENTURE**  
**Standalone Balance Sheet as at 31st March 2024**

(Amount in Lakhs)

Particulars	Note	As at 31 March, 2024	As at 31 March, 2023
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment		-	-
Financial assets			
Other financial assets	3	905.96	1.82
<b>Total non-current assets</b>		<b>905.96</b>	<b>1.82</b>
<b>Current Assets</b>			
Financial assets			
Cash and cash equivalents	4	62.58	0.25
Trade Receivable	5	0.81	-
Income Tax Assets	6	74.17	-
<b>Total current assets</b>		<b>137.56</b>	<b>0.25</b>
<b>TOTAL ASSETS</b>		<b>1,043.52</b>	<b>2.08</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Capital Account		112.42	-
Reserves and surplus	7	143.97	-
<b>Total equity</b>		<b>256.38</b>	<b>-</b>
<b>Current Liabilities</b>			
Financial liabilities			
Trade payables	9	-	-
- Due to micro enterprise and small enterprise		219.05	2.07
- Other than micro enterprise and small enterprise	10	2.03	-
Duties & Taxes	11	197.68	-
Provision For Expense	12	368.37	-
Other Non Current Liability			
<b>Total current liabilities</b>		<b>787.14</b>	<b>2.07</b>
<b>TOTAL EQUITY &amp; LIABILITIES</b>		<b>1,043.52</b>	<b>2.07</b>

Notes 1 to 18 form an integral part of the financial statements

This is the Balance Sheet referred to in our audit report of even date

**For Vivek Vatsala & Associates**  
Chartered Accountants  
Firm Registration No : 026444S

*Vivek Vatsala*  
Partner



Place: Mumbai  
Date: 20/04/2024

**For and on behalf of AESL FFIL Joint - Venture**

*Nirav Talati*

Authorised Signatory  
(Nirav Talati)

Place: Mumbai  
Date: 20/04/2024

**AESL FFIL JOINT VENTURE**  
**Standalone Statement of Profit and Loss for the period ended 31st March 2024**

Particulars	Note	As At 31 March, 2024
<b>Revenue</b>		
Revenue from Operations	13	2,801.51
<b>Total Income</b>		<b>2,801.51</b>
<b>Expenses</b>		
Employee benefit expense		-
Depreciation and amortisation expense		-
Direct Expenses	14	2,519.63
Other expenses	15	30.32
<b>Total Expenses</b>		<b>2,549.95</b>
<b>Profit / (Loss) before tax</b>		<b>251.56</b>
Tax Expenses		107.59
a) Current Tax :-		
current year		
earlier year		
b) Deferred tax charge/(credit)		-
<b>Profit / (Loss) for the year (A)</b>		<b>143.97</b>
<b>Other comprehensive income (OCI)</b>		
Items not to be reclassified subsequently to profit or loss		-
Items to be reclassified subsequently to profit or loss		-
<b>Other comprehensive income for the year, net of tax (B)</b>		<b>-</b>
<b>Total comprehensive income/ (loss) for the year (A+B)</b>		<b>143.97</b>

Notes 1 to 18 form an integral part of the financial statements

This is the statement of profit and loss referred to in our audit report of even date

**For Vivek Vatsala & Associates**  
Chartered Accountants  
Firm Registration No : 026444S

Partner



Place: Mumbai  
Date: 20/04/2024

**For and on behalf of AESL FFIL Joint - Venture**

*Nirav Talati*  
Authorized Signatory  
(Nirav Talati)

Place: Mumbai  
Date: 20/04/2024

**AESL FFIL JOINT VENTURE**  
**Cash Flow Statement for the year ended 31st March 2024**

Particulars	Year ended 31 March, 2024
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>	
Net (loss) / profit before tax	251.56
<b>Adjustment for :</b>	
Interest income	
Depreciation and amortisation expense	
<b>Operating cash flow before working capital changes</b>	<b>251.56</b>
<b>Adjustment for :</b>	
(Increase) / Decrease in Other non current assets	-904.13
(Increase) / Decrease in Other financial assets	-74.98
(Decrease) / Increase in Trade payables	216.99
(Decrease) / Increase in Other current financial liabilities	568.08
<b>Cash generated from / (used in) operations</b>	<b>57.51</b>
Taxes (Paid)/ Received	-107.59
<b>Net cash (used in) / from generated from operating activities (A)</b>	<b>(50.08)</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>	
Discard of Property plant & Equipment	
<b>Net cash (used in)/generated from investing activities (B)</b>	<b>-</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>	
Issue of capital	112.42
Interest Income	
<b>Net cash generated from/(used in) financing activities (C)</b>	<b>112.42</b>
<b>Net increase in cash and cash equivalents (A+B+C)</b>	<b>62.34</b>
Cash and cash equivalents at beginning of the year	0.25
<b>Cash and cash equivalents at end of the year</b>	<b>62.58</b>

**Note:**

1. The above cash flow statement has been prepared under the "Indirect Method" as set out in the Indian Accounting Standard (Ind AS 7) - Statement of Cash Flow.

2. Components of cash and cash equivalents considered only for the purpose of cash flow statement as follows :

*Notes 1 to 18 form an integral part of the financial statements*

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

**For Vivek Vatsala & Associates**

Chartered Accountants

Firm Registration No : 026444S

Partner

*Vivek*



Place: Mumbai

Date: 20/04/2024

**AESL FFIL JOINT VENTURE**  
**Statement of Changes in Equity for the year ended 31 March 2024**

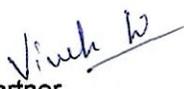
**B) Other equity**

Particulars	Reserves and surplus	Other Comprehensive income	Total equity
	Retained earnings		
<b>As at 31 March 2024</b>	-	-	-
Total Comprehensive income/(loss) for the year	143.97	-	143.97
<b>As at 31 March 2023</b>	<b>143.97</b>	-	<b>143.97</b>

This is the Statement of Changes in Equity referred to in our audit report of even date  
Notes 1 to 18 form an integral part of the financial statements

**For Vivek Vatsala & Associates**  
Chartered Accountants  
Firm Registration No : 026444S

**For and on behalf of AESL FFIL Joint - Venture**

  
Partner



Place: Mumbai  
Date: 20/04/2024



Authorised Signatory  
(Nirav Talati)

Place: Mumbai  
Date: 20/04/2024

## AESL FFIL JOINT VENTURE

### Notes to the Ind AS financial statements as at 31st March 2024

#### Note 1 Corporate information

AESL FFIL Joint Venture is a Association of person domiciled in India and incorporated on August 07, 2022. The Joint Venture in CHP activities and other ancilliary activities.

#### Note 2 Significant Accounting Policies

##### i Basis of Preparation

The financial statements of the Company have been prepared to comply in all material respects with the Indian Accounting Standards ("Ind AS") notified under the Companies (Accounting Standards) Rules, 2015 (as amended)

The financial statements have been prepared under the historical cost convention with the exception of certain financial assets and liabilities which have been measured at fair value, on an accrual basis of accounting.

All the assets and liabilities have been classified as current and non-current as per normal operating cycle of the Company and other criteria set out in as per the guidance set out in Schedule III to the Act. Based on nature of services, the Company ascertained its operating cycle as 12 months for the purpose of current and non-current classification of asset and liabilities.

The Company's financial statements are reported in Indian Rupees, which is also the Company's functional currency, and all values are rounded to the nearest rupees, except when otherwise indicated.

##### ii Accounting Estimates and assumptions

In preparing these financial statements, management has made judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised prospectively.

##### iii Property, Plant and Equipment

Property, Plant and Equipment are stated at cost of acquisition including attributable interest and finance costs, if any, till the date of acquisition/ installation of the assets less accumulated depreciation and accumulated impairment losses, if any. Subsequent expenditure relating to Property, Plant and Equipment is capitalised only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. All other repairs and maintenance costs are charged to the Statement of Profit and Loss as incurred. The cost and related accumulated depreciation are eliminated from the financial statements, either on disposal or when retired from active use and the resultant gain or loss are recognised in the Statement of Profit and Loss.

##### iv Depreciation/ Amortisation

The Joint Venture depreciates its property plant and equipment on Written down value method (WDV), based on the economic useful lives of assets as estimated by the Management. Depreciation on additions is provided pro-rata from the month the assets are ready for use. Depreciation on sale of property plant and equipment is provided up to the prior month in which the assets are sold.

The Joint Venture provides depreciation at the rates and in the manner prescribed in Schedule II to the Act, which, in management's opinion, reflects the estimated useful lives of those property plant and equipment.

Depreciation/amortization for the year is recognised in the statement of profit and loss.

The useful lives are reviewed by the management at each financial year-end and revised, if appropriate. In case of a revision, the unamortized depreciable amount is changed over the revised remaining useful life.

A property plant and equipment is eliminated from the financial statements on disposal or when no further benefit is expected from its use and disposal.

Assets retired from active use and held for disposal are stated at the lower of their net book value and net realisable value and shown under 'Other current assets'.



*Vivek*

**v Financial Instruments**

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

**a) Financial Assets**

**Initial Recognition**

In the case of financial assets, not recorded at fair value through profit or loss (FVTPL), financial assets are recognised initially at fair value plus transaction costs that are directly attributable to the acquisition of the financial asset. Purchases or sales of financial assets that require delivery of assets within a time frame established by regulation or convention in the market place (regular way trades) are recognised on the trade date, i.e., the date that the Company commits to purchase or sell the asset.

**Subsequent Measurement**

For purposes of subsequent measurement, financial assets are classified in following categories:

**Financial Assets at Amortised Cost**

Financial assets are subsequently measured at amortised cost if these financial assets are held within a business model with an objective to hold these assets in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. Interest income from these financial assets is included in finance income using the effective interest rate ("EIR") method. Impairment gains or losses arising on these assets are recognised in the Statement of Profit and Loss.

**Financial Assets Measured at Fair Value**

Financial assets are measured at fair value through OCI if these financial assets are held within a business model with an objective to hold these assets in order to collect contractual cash flows or to sell these financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. Movements in the carrying amount are taken through OCI, except for the recognition of impairment gains or losses, interest revenue and foreign exchange gains and losses which are recognised in the Statement of Profit and Loss.

Financial asset not measured at amortised cost or at fair value through OCI is carried at FVTPL.

**Impairment of Financial Assets**

In accordance with Ind AS 109, the Company applies the expected credit loss ("ECL") model for measurement and recognition of impairment loss on financial assets and credit risk exposures.

The Company follows 'simplified approach' for recognition of impairment loss allowance on trade receivables. Simplified approach does not require the Company to track changes in credit risk. Rather, it recognises impairment loss allowance based on lifetime ECL at each reporting date, right from its initial recognition.

For recognition of impairment loss on other financial assets and risk exposure, the Company determines that whether there has been a significant increase in the credit risk since initial recognition. If credit risk has not increased significantly, 12-month ECL is used to provide for impairment loss. However, if credit risk has increased significantly, lifetime ECL is used. If, in a subsequent period, credit quality of the instrument improves such that there is no longer a significant increase in credit risk since initial recognition, then the entity reverts to recognising impairment loss allowance based on 12-month ECL.

ECL is the difference between all contractual cash flows that are due to the group in accordance with the contract and all the cash flows that the entity expects to receive (i.e., all cash shortfalls), discounted at the original EIR. Lifetime ECL are the expected credit losses resulting from all possible default events over the expected life of a financial instrument. The 12-month ECL is a portion of the lifetime ECL which results from default events that are possible within 12 months after the reporting date.

ECL impairment loss allowance (or reversal) recognised during the period is recognised as income/ expense in the Statement of Profit and Loss.



**De-recognition of Financial Assets**

The Company de-recognises a financial asset only when the contractual rights to the cash flows from the asset expire, or it transfers the financial asset and substantially all risks and rewards of ownership of the asset to another entity.

If the Company neither transfers nor retains substantially all the risks and rewards of ownership and continues to control the transferred asset, the Company recognizes its retained interest in the assets and an associated liability for amounts it may have to pay.

If the Company retains substantially all the risks and rewards of ownership of a transferred financial asset, the Company continues to recognise the financial asset and also recognises a collateralised borrowing for the proceeds received.

**b) Equity Instruments and Financial Liabilities**

Financial liabilities and equity instruments issued by the Company are classified according to the substance of the contractual arrangements entered into and the definitions of a financial liability and an equity instrument.

**Equity Instruments**

An equity instrument is any contract that evidences a residual interest in the assets of the Company after deducting all of its liabilities. Equity instruments which are issued for cash are recorded at the proceeds received, net of direct issue costs. Equity instruments which are issued for consideration other than cash are recorded at fair value of the equity instrument.

**Financial Liabilities**

**1) Initial Recognition**

Financial liabilities are classified, at initial recognition, as financial liabilities at FVTPL, loans and borrowings and payables as appropriate. All financial liabilities are recognised initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs.

**2) Subsequent Measurement**

The measurement of financial liabilities depends on their classification, as described below

**Financial liabilities at FVTPL**

Financial liabilities at FVTPL include financial liabilities held for trading and financial liabilities designated upon initial recognition as at FVTPL. Financial liabilities are classified as held for trading if they are incurred for the purpose of repurchasing in the near term. Gains or losses on liabilities held for trading are recognised in the Statement of Profit and Loss.

**Financial liabilities at amortised cost**

After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortised cost using the EIR method. Any difference between the proceeds (net of transaction costs) and the settlement or redemption of borrowings is recognised over the term of the borrowings in the Statement of Profit and Loss.

Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included as finance costs in the Statement of Profit and Loss.

**3) De-recognition of Financial Liabilities**

Financial liabilities are de-recognised when the obligation specified in the contract is discharged, cancelled or expired. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as de-recognition of the original liability and recognition of a new liability. The difference in the respective carrying amounts is recognised in the Statement of Profit and Loss.



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**c) Offsetting Financial Instruments**

Financial assets and financial liabilities are offset and the net amount is reported in the Balance Sheet if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis to realise the assets and settle the liabilities simultaneously.

**vi Employee Benefits**

**a Defined Contribution Plan**

Contributions to defined contribution schemes such as provident fund, employees' state insurance, labour welfare are charged as an expense based on the amount of contribution required to be made as and when services are rendered by the employees. The above benefits are classified as Defined Contribution Schemes as the Company has no further obligations beyond the monthly contributions.

**b Defined Benefit Plan**

The Company also provides for gratuity which is a defined benefit plan, the liabilities of which is determined based on valuations, as at the balance sheet date, made by an independent actuary using the projected unit credit method. Re-measurement, comprising of actuarial gains and losses, in respect of gratuity are recognised in the OCI, in the period in which they occur. Re-measurement recognised in OCI are not reclassified to the Statement of Profit and Loss in subsequent periods. Past service cost is recognised in the Statement of Profit and Loss in the year of plan amendment or curtailment. The classification of the Company's obligation into current and non-current is as per the actuarial valuation report.

**c Leave entitlement and compensated absences**

Accumulated leave which is expected to be utilised within next twelve months, is treated as short-term employee benefit. Leave entitlement, other than short term compensated absences, are provided based on a actuarial valuation, similar to that of gratuity benefit. Re-measurement, comprising of actuarial gains and losses, in respect of leave entitlement are recognised in the Statement of Profit and Loss in the period in which they occur.

**d Short-term Benefits**

Short-term employee benefits such as salaries, wages, performance incentives etc. are recognised as expenses at the undiscounted amounts in the Statement of Profit and Loss of the period in which the related service is rendered. Expenses on non-accumulating compensated absences is recognised in the period in which the absences occur.

**vii Cash and Cash Equivalents**

Cash and cash equivalents in the Balance Sheet comprises of cash at banks and on hand, which are subject to an insignificant risk of changes in value.

**viii Foreign Exchange Translation and Accounting of Foreign Exchange Transaction**

**a Initial Recognition**

Foreign currency transactions are initially recorded in the reporting currency, by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transaction.

**b Conversion**

Monetary assets and liabilities denominated in foreign currencies are reported using the closing rate at the reporting date. Non-monetary items which are carried in terms of historical cost denominated in a foreign currency are reported using the exchange rate at the date of the transaction.

**c Treatment of Exchange Difference**

Exchange differences arising on settlement/ restatement of short-term foreign currency monetary assets and liabilities of the Company are recognised as income or expense in the Statement of Profit and Loss.



*Vivek W*

**ix Revenue Recognition**

- a) Revenue is recognized as services are rendered in accordance with the contractual arrangements to the extent the consideration is reliably determinable and no significant uncertainty exists regarding the collection of the consideration. The amount recognised as revenue is exclusive of service tax.
- b) Dividend income is recognised when right to receive the same is established.
- c) Interest is recognised on a time proportion basis taking in to account the amount outstanding and the rate applicable. Discount or premium on debt securities held is accrued over the period to maturity.

**x Income Tax**

Income tax comprises of current and deferred income tax. Income tax is recognised as an expense or income in the Statement of Profit and Loss, except to the extent it relates to items directly recognised in equity or in OCI.

**a Current Income Tax**

Current income tax is recognised based on the estimated tax liability computed after taking credit for allowances and exemptions in accordance with the Income Tax Act, 1961. Current income tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date.

**b Deferred Income Tax**

Deferred tax is determined by applying the Balance Sheet approach. Deferred tax assets and liabilities are recognised for all deductible temporary differences between the financial statements' carrying amount of existing assets and liabilities and their respective tax base. Deferred tax assets and liabilities are measured using the enacted tax rates or tax rates that are substantively enacted at the Balance Sheet date. The effect on deferred tax assets and liabilities of a change in tax rates is recognised in the period that includes the enactment date. Deferred tax assets are only recognised to the extent that it is probable that future taxable profits will be available against which the temporary differences can be utilised. Such assets are reviewed at each Balance Sheet date to reassess realisation. Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset. Current tax assets and tax liabilities are offset where the entity has a legally enforceable right to offset and intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Minimum Alternative Tax ('MAT') under the provisions of the Income-tax Act, 1961 is recognised as current tax in the Statement of Profit and Loss. The credit available under the Act in respect of MAT paid is recognised as an asset only when and to the extent there is convincing evidence that the company will pay normal income tax during the period for which the MAT credit can be carried forward for set-off against the normal tax liability. MAT credit recognised as an asset is reviewed at each balance sheet date and written down to the extent the aforesaid convincing evidence no longer exists.

**xi Impairment of Non-Financial Assets**

As at each Balance Sheet date, the Company assesses whether there is an indication that a non-financial asset may be impaired and also whether there is an indication of reversal of impairment loss recognised in the previous periods. If any indication exists, or when annual impairment testing for an asset is required, the Company determines the recoverable amount and impairment loss is recognised when the carrying amount of an asset exceeds its recoverable amount.

Recoverable amount is determined:

- In case of an individual asset, at the higher of the assets' fair value less cost to sell and value in use; and
- In case of cash generating unit (a group of assets that generates identified, independent cash flows), at the higher of cash generating unit's fair value less cost to sell and value in use.

In assessing value in use, the estimated future cash flows are discounted to their present value using pre-tax discount rate that reflects current market assessments of the time value of money and risk specified to the asset. In determining fair value less cost to sell, recent market transaction are taken into account. If no such transaction can be identified, an appropriate valuation model is used.



*Vivek*

## AESL FFIL JOINT VENTURE

### Notes to the Ind AS financial statements as at 31st March 2024

Impairment losses of continuing operations, including impairment on inventories, are recognised in the Statement of Profit and Loss, except for properties previously revalued with the revaluation taken to OCI. For such properties, the impairment is recognised in OCI up to the amount of any previous revaluation.

When the Company considers that there are no realistic prospects of recovery of the asset, the relevant amounts are written off. If the amount of impairment loss subsequently decreases and the decrease can be related objectively to an event occurring after the impairment was recognised, then the previously recognised impairment loss is reversed through the Statement of Profit and Loss.

#### xii Trade payables

A payable is classified as a 'trade payable' if it is in respect of the amount due on account of goods purchased or services received in the normal course of business. These amounts represent liabilities for goods and services provided to the Company prior to the end of the financial year which are unpaid. These amounts are unsecured and are usually settled as per the payment terms stated in the contract. Trade and other payables are presented as current liabilities unless payment is not due within 12 months after the reporting period. They are recognised initially at their fair value and subsequently measured at amortised cost using the EIR method.

#### xiii Earnings Per Share

Basic earnings per share is computed by dividing the net profit or loss for the period attributable to the equity shareholders of the Company by the weighted average number of equity shares outstanding during the period. The weighted average number of equity shares outstanding during the period and for all periods presented is adjusted for events, such as bonus shares, other than the conversion of potential equity shares, that have changed the number of equity shares outstanding, without a corresponding change in resources.

Diluted earnings per share is computed by dividing the net profit or loss for the period attributable to the equity shareholders of the Company and weighted average number of equity shares considered for deriving basic earnings per equity share and also the weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares. The dilutive potential equity shares are adjusted for the proceeds receivable had the equity shares been actually issued at fair value (i.e. the average market value of the outstanding equity shares).

#### xiv Provisions, Contingent Liabilities and Contingent Assets

A provision is recognised when the Company has a present obligation (legal or constructive) as a result of past events and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, in respect of which a reliable estimate can be made of the amount of obligation. Provisions (excluding gratuity and compensated absences) are determined based on management's estimate required to settle the obligation at the Balance Sheet date. In case the time value of money is material, provisions are discounted using a current pre-tax rate that reflects the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost. These are reviewed at each Balance Sheet date and adjusted to reflect the current management estimates.

Contingent liabilities are disclosed in respect of possible obligations that arise from past events, whose existence would be confirmed by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company. A contingent liability also arises, in rare cases, where a liability cannot be recognised because it cannot be measured reliably.



*Vivek*

**AESL FFIL JOINT VENTURE**  
**Notes to the Ind AS financial statements as at 31 March 2024**

**Note 3 : Other financial assets**

Particulars	As at 31 March, 2024	As at 31 March, 2023
Deposits	654.25	0.25
Miscellaneous assets	1.57	1.57
Accrued Service Income	183.58	-
Balance with Government Authority	53.41	-
Prepaid Insurance	11.22	-
Contract Asset	1.92	-
<b>Total Other financial assets</b>	<b>905.96</b>	<b>1.82</b>

**Note 4 : Cash and cash equivalents**

Particulars	As at 31 March, 2024	As at 31 March, 2023
Cash in Hand		-
Balances with banks: - In Current accounts	62.58	0.25
<b>Total Cash and cash equivalents</b>	<b>62.58</b>	<b>0.25</b>

**Note 5: Trade Receivable**

Particulars	As at 31 March, 2024	As at 31 March, 2023
The Singareni Collieries Company Ltd	0.81	-
	<b>0.81</b>	<b>-</b>

**Note 6: Income Tax (Asset)**

Particulars	As at 31 March, 2024	As at 31 March, 2023
TDS Receivable	53.82	-
Advance Tax Paid	20.35	-
	<b>74.17</b>	<b>-</b>

**Note 7: Other Equity**

Particulars	As at 31 March, 2024	As at 31 March, 2023
Retained Earnings		
Surplus/(Loss)	-	-
Add :Total Comprehensive Income/(Loss)	-	-
<b>Total Other Equity</b>	<b>-</b>	<b>-</b>

**Note 9 : Trade Payable**

Particulars	As at 31 March, 2024	As at 31 March, 2023
Due to Micro Small and Medium Enterprises		
- Asian energy services limited	219.05	2.07
<b>Total Trade Payables</b>	<b>219.05</b>	<b>2.07</b>

*Vivek*



**AESL FFIL JOINT VENTURE**

Notes to the Ind AS financial statements as at 31 March 2024

**Note 8: Fair Value Measurement**

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy. It does not include fair value information for financial assets and financial liabilities if the carrying amount is a reasonable approximation of fair value.

(Amount in Rs.)

31-Mar-24	Note	Carrying amount			Fair value			Total
		FVTPL	FVTOCI	Amortised Cost	Level 1 - Quoted price in active markets	Level 2 - Significant observable inputs	Level 3 - Significant unobservable inputs	
<b>Financial assets</b>								
Other financial assets	3	-	-	905.96				
Cash and cash equivalents	2,3	-	-	62.58	-	-	-	-
		-	-	<b>968.54</b>				
<b>Financial liabilities</b>								
Trade Payables	9	-	-	219.05	-	-	-	-
		-	-	<b>219.05</b>				

This is the Notes to accounts referred to in our audit report of even date

For Vivek Vatsala &  
Chartered Accountants  
Firm Registration No : 026444S

Partner

Place: Mumbai  
Date: 20/04/2024



For and on behalf of AESL FFIL Joint - Venture

*Nirav Talati*  
Authorised Signatory  
(Nirav Talati)

Place: Mumbai  
Date: 20/04/2024

**AESL FFIL JOINT VENTURE**  
**Notes to the Ind AS financial statements as at 31 March 2024**  
**Note 10 : Duties & Taxes**

Particulars	As at 31 March, 2024	As at 31 March, 2023
TDS Payable	2.03	-
GST Payable	-	-
	<b>2.03</b>	-

**Note 11: Provision**

Particulars	As at 31 March, 2024	As at 31 March, 2023
Provision 23_24	197.68	-
	<b>197.68</b>	-

**Note 12: Other Non Current Liability**

Particulars	As at 31 March, 2024	As at 31 March, 2023
Asian Energy Services Limited (Retention)	368.37	-
	<b>368.37</b>	-

**Note 13: Revenue From Operations**

Particulars	As at 31 March, 2024	As at 31 March, 2023
Service Income	2801.51	-
	<b>2,801.51</b>	-

**Note 14: Direct Expense**

Particulars	As at 31 March, 2024	As at 31 March, 2023
Sub Contract Charges	2519.63	-
	<b>2519.63</b>	-

**Note 15: Indirect Expense**

Particulars	As at 31 March, 2024	As at 31 March, 2023
Cess	26.16	-
Rent	0.41	-
Insurance -Marine	3.41	-
Insurance -WC Policy	0.14	-
Audit Fees	0.20	-
	<b>30.32</b>	-

For Vivek Vatsala & Associates  
Chartered Accountants  
Firm Registration No : 026444S

*Vivek h5*  
Partner

Place: Mumbai  
Date: 20/04/2024



For and on behalf of AESL FFIL Joint - Venture

*Nirav talati*

Authorised Signatory  
(Nirav Talati)

Place: Mumbai  
Date: 20/04/2024

**AESL FFIL JOINT VENTURE**

**Notes to the Ind AS financial statements as at 31 March 2024**

**Note 16 : Related party disclosures**

a) Names of related parties and nature of relationship

Name of the related party	Nature of the relationship
Asian Energy Services Limited (w.e.f 30.11.2019)	Holding Company

b) There are no transactions carried out with related parties referred to above in ordinary course of business.

c) Balance Outstanding of Related Parties :

Particulars	Nature of Transaction	Year ended 31 March 2024
Asian Energy Service Ltd	Payable	219.05

*Vivek h*



**Note 17: Financial risk management objectives and policies**

The Company's activities expose it to a variety of financial risks: market risk, credit risk and liquidity risk. The Company's focus is to foresee the unpredictability of financial markets and seek to minimize potential adverse effects on its financial performance.

**(i) Market risk**

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: interest rate risk, currency risk and other price risk. Major financial instruments affected by market risk includes loans and borrowings.

**Interest rate risk**

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company does not have any floating rate Financial instrument hence, its it does not foresee any interest rate risk.

**Foreign currency risk**

Company has no foreign currency exposure and does not have hedge position in currency market, thus Company does not foresee any market risk.

**Commodity risk**

The Company is not exposed to any commodity risk.

**(ii) Credit risk**

Credit risk refers to the risk of default on its obligation by the counterparty resulting in a financial loss. The Company has held its entire cash balances in bank accounts and the Company does not foresee any credit risk.

**(iii) Liquidity risk**

Liquidity is defined as the risk that the Company will not be able to settle or meet its obligations on time or at a reasonable price. The Company's treasury department is responsible for liquidity, funding as well as settlement management. In addition, processes and policies related to such risks are overseen by senior management. Management monitors the Company's net liquidity position through rolling forecasts on the basis of expected cash flows.

The table below provides details regarding the contractual maturities of significant financial liabilities:

(Amount in Rs.)				
Particulars	Less than 1 year	1 - 5 years	More than 5 years	Total
<b>As at 31 March 2024</b>				
Trade payables				
- Other than micro enterprise and small enterprise	219.05	-	-	219.05
	<u>219.05</u>	<u>-</u>	<u>-</u>	<u>219.05</u>
<b>As at 31 March 2023</b>				
Trade payables				
- Other than micro enterprise and small enterprise	2.07	-	-	2.07
	<u>2.07</u>	<u>-</u>	<u>-</u>	<u>2.07</u>

**Note 18: Other statutory information as per Schedule III to the Act**

- (i) The Company does not have any Benami property, where any proceeding has been initiated or pending against the Company for holding any Benami property.
- (ii) The Company does not have any transactions with Companies whose name has been struck off from the register of Companies.
- (iii) The Company does not have any charges or satisfaction which is yet to be registered with registrar of Companies beyond the statutory period.
- (iv) The Company has not traded or invested in Crypto currency or Virtual currency during the year.
- (v) The Company have not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding (whether recorded or otherwise).
- (vi) The Company have not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:
  - (a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or
  - (b) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- (vii) The Company has complied with number of layers prescribed under section 2(87) of the Act read with the Companies (Restriction on number of Layers) Rules, 2017.

*Vivek L*

