

# ADANI RESOURCES PRIVATE LIMITED

Balance Sheet as at 31 March 2020

(Amt in Rupees)

	Notes	As at 31/Mar/2020	As at 31/Mar/2019
<b>ASSETS</b>			
<b>(I) Non-Current Assets</b>			
(a) Property, Plant and Equipment		-	-
(b) Capital Work-In-Progress		-	-
(c) Other Intangible Assets		-	-
(d) Financial Assets			
(i) Other Non-current Financial Assets	22(viii)	31,552,974	22,699,266
(e) Deferred Tax Asset		-	-
(f) Income Tax Assets (net)	3	3,458,000	3,382,465
(g) Other Non-current Assets		-	-
<b>Total Non-Current Assets</b>		<b>35,010,974</b>	<b>26,081,731</b>
<b>(II) Current Assets</b>			
(a) Inventories		-	-
(b) Financial Assets			
(i) Trade Receivables	4	10,814,939	-
(ii) Cash & Cash Equivalents	5	521,080	5,332,292
(iii) Loans	6	508,384	327,844
(iv) Other Financial Assets	7	242,161	4,610,943
(c) Other Current Assets	8	790,061	175,795
<b>Total Current Assets</b>		<b>12,876,625</b>	<b>10,446,874</b>
<b>Total Assets</b>		<b>47,887,599</b>	<b>36,528,605</b>
<b>EQUITY AND LIABILITIES</b>			
<b>EQUITY</b>			
(a) Equity Share Capital	9	100,000	100,000
(b) Other Equity		6,536,437	5,090,515
		<b>6,636,437</b>	<b>5,190,515</b>
<b>LIABILITIES</b>			
<b>(I) Non-Current Liabilities</b>			
(a) Financial Liabilities		-	-
(b) Provisions	10	30,354,675	21,834,368
(c) Other Non-current Liabilities		-	-
<b>Total Non-Current Liabilities</b>		<b>30,354,675</b>	<b>21,834,368</b>
<b>(II) Current Liabilities</b>			
(a) Financial Liabilities			
(i) Trade Payables	11		
1.Total outstanding dues of micro and small enterprises		-	-
2.Total outstanding dues of creditors other than micro and small enterprises		5,343,516	4,571,076
(b) Other Current Liabilities	12	3,188,064	2,901,140
(c) Provisions	13	2,364,907	2,031,506
<b>Total Current Liabilities</b>		<b>10,896,487</b>	<b>9,503,722</b>
<b>Total Liabilities</b>		<b>41,251,162</b>	<b>31,338,090</b>
<b>Total Equity and Liabilities</b>		<b>47,887,599</b>	<b>36,528,605</b>

The accompanying notes are an integral part of the financial statements.

As per our report of even date  
For **Dharmesh Parikh & Co.**  
Chartered Accountants  
Firm Registration Number : 112054W

For and on behalf of the board of directors of  
**Adani Resources Private Limited**

**D. A. Parikh**  
Partner  
Membership No. 045501  
Place : Ahmedabad  
Date : 02-May-2020

**Amitabh Mishra**  
Director  
DIN : 08137286  
Place : Ahmedabad  
Date : 02-May-2020

**Manish Saxena**  
Director  
DIN : 08280514  
Place : Gurgaon  
Date : 02-May-2020

# ADANI RESOURCES PRIVATE LIMITED

Statement of Profit and Loss for the year ended on 31 March 2020

		(Amt in Rupees)	
	Notes	For the year ended 31/Mar/2020	For the year ended 31/Mar/2019
<b>a) Income</b>			
Revenue from Operations			
Manpower Services		112,959,365	107,495,283
Other Income	14	296,360	304,884
<b>Total Income</b>		<b>113,255,725</b>	<b>107,800,167</b>
<b>b) Expenses</b>			
Operating Expenses		-	-
Employee Benefits Expense	15	110,982,625	105,352,545
Finance Costs		-	-
Depreciation and Amortisation Expense		-	-
Other Expenses	16	340,876	487,613
<b>Total Expenses</b>		<b>111,323,501</b>	<b>105,840,158</b>
<b>c) Profit / (Loss) Before Tax (a-b)</b>		<b>1,932,224</b>	<b>1,960,009</b>
<b>d) Tax Expense</b>			
Current Tax	17	486,302	509,602
Deferred Tax		-	-
Adjustment of Earlier Years		-	8,895
<b>Total Tax Expenses</b>		<b>486,302</b>	<b>518,497</b>
<b>e) Profit / (Loss) For The Year (c-d)</b>		<b>1,445,922</b>	<b>1,441,512</b>
<b>f) Other Comprehensive Income</b>			
- Item that will be reclassified to Profit & Loss		-	-
- Item that will not be reclassified to Profit & Loss		-	-
<b>Total Other Comprehensive Income</b>		<b>-</b>	<b>-</b>
<b>g) Total Comprehensive Income for the Year</b>		<b>1,445,922</b>	<b>1,441,512</b>
<b>h) Earning per Equity Share (Face value of Rs.10 each)</b>	24		
Basic		144.59	144.15
Diluted		144.59	144.15

The accompanying notes are an integral part of the financial statements.

As per our report of even date  
For **Dharmesh Parikh & Co.**  
Chartered Accountants  
Firm Registration Number : 112054W

For and on behalf of the board of directors of  
**Adani Resources Private Limited**

**D. A. Parikh**  
Partner  
Membership No. 045501

Place : Ahmedabad  
Date : 02-May-2020

**Amitabh Mishra**  
Director  
DIN : 08137286

Place : Ahmedabad  
Date : 02-May-2020

**Manish Saxena**  
Director  
DIN : 08280514

Place : Gurgaon  
Date : 02-May-2020

# ADANI RESOURCES PRIVATE LIMITED

## Statement of Changes in Equity for the year ended on 31 March 2020

### A. Equity Share Capital

Particulars	No. of Shares	Amt in Rupees
Balance as at 1st April, 2018	10,000	100,000
Changes in equity share capital during the year:	-	-
Balance as at 31st March, 2019	10,000	100,000
Changes in equity share capital during the year:	-	-
Balance as at 31st March, 2020	10,000	100,000

### B. Other Equity

(Amt in Rupees)

Particulars	Reserves and Surplus	Total
	Retained Earnings	
Balance as at 1 <sup>st</sup> April 2018	3,649,003	3,649,003
Profit/(Loss) for the year	1,441,512	1,441,512
Other comprehensive income for the year	-	-
Total Comprehensive Income/(Loss) for the year	1,441,512	1,441,512
Balance as at 31st March, 2019	5,090,515	5,090,515
Balance as at 1 <sup>st</sup> April 2019	5,090,515	5,090,515
Profit/(Loss) for the year	1,445,922	1,445,922
Other comprehensive income	-	-
Total Comprehensive Income/(Loss) for the year	1,445,922	1,445,922
Balance as at 31st March, 2020	6,536,437	6,536,437

**Note:** Retained earnings are the profits that the company has earned till date, less any transfers to General Reserves, Dividend or other distributions paid to share holders.

As per our report of even date  
For **Dharmesh Parikh & Co.**  
Chartered Accountants  
Firm Registration Number : 112054W

For and on behalf of the board of directors of  
**Adani Resources Private Limited**

**D. A. Parikh**  
Partner  
Membership No. 045501  
Place : Ahmedabad  
Date : 02-May-2020

**Amitabh Mishra**  
Director  
DIN : 08137286  
Place : Ahmedabad  
Date : 02-May-2020

**Manish Saxena**  
Director  
DIN : 08280514  
Place : Gurgaon  
Date : 02-May-2020

**ADANI RESOURCES PRIVATE LIMITED**  
**Statement of Cash Flow for the year ended on 31 March 2020**

	(Amt in Rupees)	
	For the year ended 31/Mar/2020	For the year ended 31/Mar/2019
<b>I. CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit / (Loss) Before Tax	1,932,224	1,960,009
<b>Adjustment on account of :</b>		
Interest Income	(296,360)	(304,884)
Operating Profit / (Loss) Before Working Capital Changes	<b>1,635,864</b>	<b>1,655,125</b>
<b>Movements in Working Capital :</b>		
Decrease / (Increase) in Trade Receivables	(10,814,939)	497,128
Decrease / (Increase) in Loans	(180,541)	258,892
Decrease / (Increase) in Other Non-Current Financial Assets	(8,853,708)	(2,841,620)
Decrease / (Increase) in Other Current Financial Assets	1,277,254	-
Decrease / (Increase) in Other Current Assets	(614,266)	93,892
Increase / (Decrease) in Trade Payables	772,440	265,271
Increase / (Decrease) in Other Current Liabilities	286,924	(60,682)
Increase / (Decrease) in Current and Non-Current Provisions	8,853,708	2,518,737
<b>Cash Generated from Operations</b>	<b>(7,637,264)</b>	<b>2,386,743</b>
Less : Income Taxes Paid (Net of Refunds)	561,837	1,028,689
<b>Net Cash Generated From / (Used in) Operating Activities</b>	<b>(8,199,101)</b>	<b>1,358,054</b>
<b>II. CASH FLOW FROM INVESTING ACTIVITIES</b>		
Investment in Fixed Deposits	3,091,528	(3,784,374)
Interest Income Received	296,361	304,884
<b>Net Cash Generated From / (Used in) Investing Activities</b>	<b>3,387,889</b>	<b>(3,479,490)</b>
<b>III. CASH FLOW FROM FINANCING ACTIVITIES</b>		
<b>Net Cash Generated From / (Used in) Financing Activities</b>	<b>-</b>	<b>-</b>
<b>Net Increase / (Decrease) in Cash &amp; Cash Equivalents</b>	<b>(4,811,212)</b>	<b>(2,121,436)</b>
Cash & Cash Equivalents at the beginning of the year	5,332,292	7,453,729
<b>Cash &amp; Cash Equivalents at the end of the year</b>	<b>521,080</b>	<b>5,332,292</b>

**Notes to Statement of Cash Flow:**

(i) Reconciliation of Cash and cash equivalents with the Balance Sheet:

Particulars	As at 31-Mar-2020	As at 31-Mar-2019
Cash and cash equivalents as per Balance Sheet (Refer note 5)	521,080	5,332,292

(ii) The statement of cash flow has been prepared under the 'Indirect Method' set out in Ind AS 7 'Statement of Cash Flows'.

The accompanying notes are an integral part of the financial statements.

As per our report of even date  
For **Dharmesh Parikh & Co.**  
Chartered Accountants  
Firm Registration Number : 112054W

For and on behalf of the board of directors of  
**Adani Resources Private Limited**

**D. A. Parikh**  
Partner  
Membership No. 045501

Place : Ahmedabad  
Date : 02-May-2020

**Amitabh Mishra**  
Director  
DIN : 08137286  
Place : Ahmedabad  
Date : 02-May-2020

**Manish Saxena**  
Director  
DIN : 08280514  
Place : Gurgaon  
Date : 02-May-2020

**1 Corporate Information**

Adani Resources Private Limited is a private limited company domiciled in India and was incorporated under the Companies Act, 1956. The registered office of the Company is located at Adani House, Near Mithakhali Six Roads, Navrangpura, Ahmedabad, Gujarat. The company is in the business of identifying, searching, prospecting the availability of all categories of personnel with regard to their qualifications, experiences, personal skills in the variety of fields and markets of human resources ranging from support level personnel and calibers required and generally sought from the HR market by Corporate(s).

**2 Summary of Significant Accounting Policies****a) Basis of preparation and presentation of financial statements**

The financial statements of the Company have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under section 133 of the Companies Act, 2013 read with the Companies (Indian Accounting Standards) Rules, 2015, as amended from time to time and generally accepted accounting principles in India.

These financial statements have been prepared and presented under the historical cost convention with the exception of certain assets and liabilities that are required to be carried at fair values by Ind AS. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between the market participants at the measurement date.

The financial statements are presented in INR except when otherwise stated.

**Current & Non-Current Classification**

Any asset or liability is classified as current if it satisfies any of the following conditions:

- i) The asset/liability is expected to be realized/settled in the Company's normal operating cycle;
- ii) The asset is intended for sale or consumption;
- iii) The asset/liability is held primarily for the purpose of trading;
- iv) The asset/liability is expected to be realized/settled within twelve months after the reporting period;
- v) The asset is cash or cash equivalent unless it is restricted from being exchanged or used to settle a liability for at least twelve months after the reporting date;
- vi) In the case of a liability, the Company does not have an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

All other assets and liabilities are classified as non-current. Deferred tax assets and liabilities are classified as non-current assets and liabilities respectively.

For the purpose of current/non-current classification of assets and liabilities, the Company has ascertained its normal operating cycle as twelve months. This is based on the nature of services and the time between the acquisition of assets or inventories for processing and their realization in cash and cash equivalents.

**b) Use of Estimates**

The preparation of financial statements in conformity with Ind AS requires management to make certain estimates and assumptions that affect the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year. The management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and differences between the actual results and the estimates are recognised in the periods in which the results are known / materialized.

**Estimates and assumptions are required in particular for:****i) Recognition of deferred tax assets:**

A deferred tax asset is recognised for all the deductible temporary differences to the extent that it is probable that taxable profit will be available against which the deductible temporary difference can be utilised. The management assumes that taxable profits will be available while recognising deferred tax assets.

**ii) Recognition and measurement of other provisions:**

The recognition and measurement of other provisions are based on the assessment of the probability of an outflow of resources, and on past experience and circumstances known at the balance sheet date. The actual outflow of resources at a future date may therefore vary from the figure included in other provisions.

**ii) Defined benefit plans (Gratuity benefits):**

The obligation arising from the defined benefit plan is determined on the basis of actuarial assumptions. Key actuarial assumptions include discount rate, trends in salary escalation and life expectancy.

**c) Cash And Cash Equivalents (for purposes of Cash Flow Statement)**

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

**d) Cash Flow Statement**

Cash flows are reported using the indirect method, whereby profit / (loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.

**e) Revenue Recognition**

Revenue from contract with customer is recognised upon transfer of control of promised products or services to customers in an amount that reflects the consideration which the Company expects to receive in exchange for those products or services. Revenue is measured based on the transaction price, which is the consideration, adjusted for discounts and other incentives, if any, as per contracts with the customers. Revenue also excludes taxes or amounts collected from customers in its capacity as agent.

The specific recognition criteria from various stream of revenue is described below:

i) Income from services rendered is recognised as per terms of the agreements, as and when work is performed.

ii) Interest income is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount on initial recognition.

**Contract Assets**

A contract asset is the right to consideration in exchange for goods or services transferred to the customer. If the Group performs by transferring goods or services to a customer before the customer pays consideration or before payment is due, a contract asset is recognised for the earned consideration that is conditional. The same is disclosed as "Unbilled Revenue" under Other Current Financial Assets.

**Contract Liability**

A contract liability is the obligation to transfer goods or services to a customer for which the Group has received consideration (or an amount of consideration is due) from the customer. Contract liabilities are recognised as revenue when the Group performs under the contract. The same is disclosed as "Advance from Customers" under Other Current Liabilities.

**f) 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. An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities.

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

For purposes of subsequent measurement, financial assets and liabilities are classified in various categories as under.

- > at amortised cost
- > fair value through other comprehensive income
- > fair value through profit and loss account

Financial instruments are subsequently measured and accounted based on their category. All financial instruments of the Company are covered under Amortised Cost. After initial measurement, such financial assets and liabilities are subsequently measured using the effective interest rate (EIR) method. 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 in finance income in the profit or loss. The losses arising from impairment are recognised in the profit or loss.

**Derecognition of Financial Assets**

A financial asset (or, where applicable, a part of a financial asset or part of a group of similar financial assets) is primarily derecognised when:

- a) The rights to receive cash flows from the asset have expired, or
- b) The Company has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a 'pass-through' arrangement.

**Impairment of Financial Assets**

The Company applies simplified approach model for measurement and recognition of impairment loss on the financial assets and credit risk exposure.

Under the simplified approach the Company does not track changes in credit risk. Rather, it recognises impairment loss allowance based on lifetime expected credit losses (ECL) at each reporting date, right from its initial recognition.

**Derecognition of Financial Liability**

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires.

**g) Employee Benefits**

Employee benefits includes salary, wages, gratuity, compensated absences and contribution to provident fund.

Short Term Employees Benefits

A liability is recognised for benefits accruing to employees in respect of salaries and wages at the undiscounted amount of the benefits expected to be paid wholly within twelve months of rendering the service.

Defined Contribution Plans

Retirement benefits in the form of provident fund is a defined contribution scheme. The Company has no obligation, other than the contribution payable to the provident fund. The Company recognises contribution payable to the provident fund scheme as an expense, when an employee renders the related service.

Defined Benefit Plans

The Company operates a defined benefit gratuity plan. The cost of providing benefits under the defined benefit plan is determined based on actuarial valuation, carried out by an independent actuary, using the projected unit credit method.

Re-measurements comprising of actuarial gains and losses, excluding amounts included in net interest on the net defined benefit liability and the return on plan assets (excluding amounts included in net interest on the net defined benefit liability), are recognised immediately in the balance sheet with a corresponding debit or credit to retained earnings through OCI in the period in which they occur. Remeasurements are not reclassified to profit and loss in subsequent periods.

Net interest is calculated by applying the discount rate to the net defined benefit liability or asset

The Company recognises the following changes in the net defined benefit obligation as an expense in the consolidated statement of profit and loss in the line item "Employee Benefits Expense":

- > Service cost including current service cost, past service cost, gains and losses on curtailments and non-routine settlements; and
- > Net interest expense or income

For the purpose of presentation of defined benefit plans, the allocation between short term and long term provisions has been made as determined by an actuary.

Long Term Employee Benefits

Other long term employee benefits comprise of compensated absences/leaves. The Company allocates accumulated leaves between Current and Non-Current liability based on actuarial valuation as at the end of the period. The actuarial valuation is done as per projected unit credit method.

**h) Borrowing Costs**

Borrowing costs directly attributable to the acquisition, construction or production of a qualifying asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalised as part of the cost of the asset. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds. All other borrowing costs are recognised in profit or loss in the period in which they are incurred.

**i) Segment Accounting**

In accordance with Companies (Indian Accounting Standard) Rules, 2015 (as amended), the company has determined its business segment as Mining Services. Since, there are no other business segments in which the company operates, there are no other primary reportable segments. Further since the company's services are limited to the operation of allocated mine, it operates in a single geographical segment. Therefore, the segment revenue, results, segment assets, segment liabilities, total cost incurred to acquire segment assets, depreciation charge are all as reflected in the financial statements.

**j) Related Party Transactions**

Disclosure of transactions with Related Parties, as required by Ind AS 24 "Related Party disclosures" has been set out in a separate note. Related Parties as defined under clause 9 of the Ind AS 24 have been identified on the basis of representation made by management and information available with the Company.

**k) Earnings Per Share**

The Basic EPS has been computed by dividing the income available to equity shareholders by the weighted average number of equity shares outstanding during the accounting year. The Diluted EPS has been computed using the weighted average number of equity shares and dilutive potential equity shares outstanding at the end of the year.

**l) Taxes on Income**

Tax expense comprises of current income tax and deferred tax.

**i) Current Taxation**

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 where the Company operates and generates taxable income.

Current tax items, relating to items recognised outside the statement of profit and loss, are recognised in correlation to the underlying transaction either in OCI or directly in equity. Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate. Provision for current tax is recognised based on the estimated tax liability computed after taking credit for allowances and exemption in accordance with the Income Tax Act, 1961.

Current tax assets and liabilities are offset where the Company has a legally enforceable right to offset and intends either to settle on a net basis, or to realize the asset and settle the liability simultaneously.

**ii) Deferred Taxation**

Deferred tax is provided using the balance sheet approach on temporary differences between the tax bases of assets and liabilities and their carrying amounts in the financial statements at the reporting date. Deferred tax relating to items recognised outside profit or loss is recognised outside profit or loss (either in other comprehensive income or in equity).

Deferred tax assets are recognised for all deductible temporary differences, the carry forward of unused tax credits and any unused tax losses to the extent it is probable that these assets can be realised in future.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realised or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date. Deferred tax assets and liabilities are offset where a legally enforceable right exists to offset current tax assets and liabilities and the deferred taxes relate to the same taxable entity and the same taxation authority.

Deferred tax includes MAT tax credit. The Company reviews such tax credit asset at each reporting date to assess its recoverability.

**m) Provisions, Contingent Liabilities and Contingent Assets**

Provisions involving substantial degree of estimation in measurement are recognised when there is a present obligation as a result of past events and it is possible that there will be an outflow of resources. Contingent liabilities are not recognised but are disclosed in the notes. Contingent assets are not recognised in the financial statements. The nature of such assets and an estimate of its financial effect are disclosed in notes to the Financial Statements.



**ADANI RESOURCES PRIVATE LIMITED**

Notes to Financial Statements for the year ended 31 March 2020

**3 Income Tax Assets (net)**

	Amt in Rs.	
	As at 31/Mar/2020	As at 31/Mar/2019
Advance payment of income tax (net of provision)	3,458,000	3,382,465
	<b>3,458,000</b>	<b>3,382,465</b>

**4 Trade Receivables**

	Amt in Rs.	
	As at 31/Mar/2020	As at 31/Mar/2019
Unsecured, considered good	10,814,939	-
	<b>10,814,939</b>	<b>-</b>

Note : For balances with related parties, refer note 23

**5 Cash & Cash Equivalents**

	Amt in Rs.	
	As at 31/Mar/2020	As at 31/Mar/2019
Balances with banks - In Current Account	521,080	5,332,292
	<b>521,080</b>	<b>5,332,292</b>

**6 Current Loans  
(Unsecured, considered good)**

	Amt in Rs.	
	As at 31/Mar/2020	As at 31/Mar/2019
Loans to employees	508,384	327,844
	<b>508,384</b>	<b>327,844</b>

**7 Other Current Financial Assets  
(Unsecured, considered good)**

	Amt in Rs.	
	As at 31/Mar/2020	As at 31/Mar/2019
Fixed Deposits with original maturity over 12 months	-	3,091,375
Interest accrued but not due	-	153
Unbilled Receivables	242,161	1,519,415
	<b>242,161</b>	<b>4,610,943</b>

**8 Other Current Assets  
(Unsecured, considered good)**

	Amt in Rs.	
	As at 31/Mar/2020	As at 31/Mar/2019
Prepaid Expenses	67,787	115,795
Advance against expenses	722,274	60,000
	<b>790,061</b>	<b>175,795</b>

# ADANI RESOURCES PRIVATE LIMITED

## Notes to Financial Statements for the year ended 31 March 2020

### 9 Share Capital

	As at 31-Mar-2020		As at 31-Mar-2019	
	Numbers	Amt in Rs.	Numbers	Amt in Rs.
<b>Authorised shares</b>				
Equity Shares of Rs. 10/- each	10,000	100,000	10,000	100,000
<b>Issued, subscribed and fully paid-up shares</b>				
Equity shares of Rs. 10/- each fully paid up	10,000	100,000	10,000	100,000
	<b>10,000</b>	<b>100,000</b>	<b>10,000</b>	<b>100,000</b>

#### a. Reconciliation of the shares outstanding at the beginning and at the end of the reporting year

	As at 31-Mar-2020		As at 31-Mar-2019	
	Numbers	Amt in Rs.	Numbers	Amt in Rs.
<b>Equity shares</b>				
At the beginning of the year	10,000	100,000	10,000	100,000
Issued during the year	-	-	-	-
Outstanding at the end of the year	<b>10,000</b>	<b>100,000</b>	<b>10,000</b>	<b>100,000</b>

#### b. Terms/ rights attached to equity shares

Company has only one class of equity shares having a par value of Rs. 10 per share. Each holder of equity shares is entitled to one vote per share. The Company declares and pays dividends in Indian rupees. The dividend proposed by the Board of Directors is subject to the approval of shareholders in the ensuing Annual General Meeting, except in case of Interim Dividend. In the event of liquidation, the liquidator may divide amongst the members, in piece or kind, the whole or any part of the assets of the company, after distribution of all preferential amounts.

#### c. Shares held by holding company

Out of equity shares issued by the company, shares held by its holding company together with its nominees are as below :

	As at 31-Mar-2020		As at 31-Mar-2019	
	Numbers	Amt in Rs.	Numbers	Amt in Rs.
<b>Equity Shares</b>				
Adani Enterprises Limited	10,000	100,000	10,000	100,000
(Holding Company with its nominees)	<b>10,000</b>	<b>100,000</b>	<b>10,000</b>	<b>100,000</b>

#### d. Details of shareholders holding more than 5% shares in the company

	As at 31-Mar-2020		As at 31-Mar-2019	
	Numbers	% holding	Numbers	% holding
<b>Equity Shares</b>				
Adani Enterprises Limited	10,000	100%	10,000	100%
(Holding Company with its nominees)	<b>10,000</b>	<b>100%</b>	<b>10,000</b>	<b>100%</b>

**10 Non-Current Provisions**

	Amt in Rs.	
	As at 31/Mar/2020	As at 31/Mar/2019
Provision for Gratuity (Ref. note 22)	22,070,262	15,229,730
Provision for Compensated Absences (Ref. note 22)	8,284,413	6,604,638
	<b>30,354,675</b>	<b>21,834,368</b>

**Note :**

Current and non-current classification is done based on actuarial valuation certificate.

**11 Trade Payables**

	Amt in Rs.	
	As at 31/Mar/2020	As at 31/Mar/2019
Trade payables		
- Total outstanding dues of micro and small enterprises (Refer Note 21)	-	-
- Total outstanding dues of creditors other than micro and small enterprises	5,343,516	4,571,076
	<b>5,343,516</b>	<b>4,571,076</b>

Note : For balances due to related parties, refer note 23

**12 Other Current Liabilities**

	Amt in Rs.	
	As at 31/Mar/2020	As at 31/Mar/2019
Statutory Dues Payable (includes GST, TDS and PF)	3,188,064	2,901,140
	<b>3,188,064</b>	<b>2,901,140</b>

**13 Current Provisions**

	Amt in Rs.	
	As at 31/Mar/2020	As at 31/Mar/2019
Provision for Gratuity (Ref. note 22)	267,630	168,982
Provision for Compensated Absences (Ref. note 22)	2,097,277	1,862,524
	<b>2,364,907</b>	<b>2,031,506</b>

**14 Other Income**

	Amt in Rs.	
	For the year ended 31/Mar/2020	For the year ended 31/Mar/2019
Interest Income		
Fixed Deposits	169,055	200,547
on IT Refund	127,305	104,337
	<b>296,360</b>	<b>304,884</b>

# ADANI RESOURCES PRIVATE LIMITED

Notes to Financial Statements for the year ended 31 March 2020

## 15 Employee Benefits Expense

	Amt in Rs.	
	For the year ended 31/Mar/2020	For the year ended 31/Mar/2019
Salaries, Wages & Bonus	99,088,875	95,105,437
Contribution to Provident and Other Funds	10,855,985	8,727,085
Staff Welfare Expenses	1,037,765	1,520,023
	<b>110,982,625</b>	<b>105,352,545</b>

## 16 Other Expenses

	Amt in Rs.	
	For the year ended 31/Mar/2020	For the year ended 31/Mar/2019
Legal & Professional Fees	36,976	49,520
Communication Expenses	-	4,000
Travelling & Conveyance	211,480	328,990
Repairs & Maintenance - Others	3,690	4,700
Payment to Auditors		
Statutory Audit Fees	50,000	30,000
Tax Audit Fees	25,000	15,000
Other Attestation Services	12,807	20,764
Office Expenses	923	34,639
	<b>340,876</b>	<b>487,613</b>

## 17 Income Tax Expense

### a. Calculation of Deferred Tax Liability / Asset (net)

	Amt in Rs.	
	As at 31/Mar/2020	As at 31/Mar/2019
<b>Deferred Tax Liabilities</b>	-	-
<b>Deferred Tax Assets</b>		
Disallowances under section 43B	-	-
MAT Credit Receivable	-	-
<b>Net Deferred Tax Assets</b>	<b>-</b>	<b>-</b>

b. The gross movement in the deferred income tax account for the year ended March 31, 2020 and March 31, 2019, are as follows:

	Amt in Rs.	
	For the year ended 31/Mar/2020	For the year ended 31/Mar/2019
Net deferred income tax asset at the beginning	-	-
<b>Tax (Expenses) / Income recognised in:</b>		
<b>Statement of Profit and Loss</b>		
Expense under section 43B	-	-
Entitlement / (Utilisation) of Tax Credit (MAT)	-	-
<b>Other Comprehensive Income</b>	-	-
<b>Net deferred income tax asset at the end</b>	<b>-</b>	<b>-</b>

**c. Reconciliation of Income Tax Expense and the Accounting Profit multiplied by India's tax rate :**

This note presents the reconciliation of Income Tax charged as per the Tax Rate specified in Income Tax Act, 1961 & the actual provision made in the Financial Statements as at 31st March 2020 & 31st March 2019 with breakup of differences in Profit as per the Financial Statements & as per Income Tax Act, 1961.

	Amt in Rs.	
	31/Mar/2020	31/Mar/2019
Profit Before Tax	1,932,224	1,960,009
Tax Rate for Corporate Entity as per Income Tax Act, 1961	25.17%	26.00%
<b>Tax Expense as per Income Tax Act, 1961.</b>	<b>486,302</b>	<b>509,602</b>
Tax on carried forward loss adjusted in current year	-	-
Other item	-	-
<b>Income tax recognised in statement of Profit and Loss at effective rate</b>	<b>486,302</b>	<b>509,602</b>

**18 Fair Value Measurement and Hierarchy**

Since the Company does not have any financial asset or liability measured at fair value, disclosure of fair value hierarchy and disclosure of category-wise assets and liabilities is not relevant. All financial assets and liabilities of the Company have been valued at amortised cost and their values are not expected to be different than those presented in financial statements.

**19 Financial Instruments And Risk Review**

The Company's principal financial liabilities comprise provisions, trade and other payables. The main purpose of these financial liabilities is to finance the Company's operations / projects. The Company's principal financial assets include mainly cash and cash equivalents, trade receivables, loans and other financial assets. In the ordinary course of business, the Company is mainly exposed to risks resulting from interest risk, credit risk and liquidity risk .

**Interest risk**

The Company is exposed to changes in interest rates due to its financing, investing and cash management activities. The Company's risk management activities are subject to the management, direction and control of Central Treasury Team of the Adani Group under the framework of Risk Management Policy for interest rate risk.

**Credit risk**

Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in a loss to the company. The company has adopted the policy of only dealing with creditworthy counter parties as a means of mitigating the risk of financial losses from default. The carrying amount of financial assets recorded in the financial statements represents the company's maximum exposure to credit risk. Cash are held with creditworthy financial institutions.

**Liquidity risk**

The Company monitors its risk of shortage of funds using cash flow forecasting models. These models consider the maturity of its financial investments, committed funding and projected cash flows from operations. The Company's objective is to provide financial resources to meet its business objectives in a timely, cost effective and reliable manner and to manage its capital structure. A balance between continuity of funding and flexibility is maintained through the use of various types of borrowings.

The tables below provide details regarding contractual maturities of significant liabilities as at the end of each year end presented.

**As at 31st March, 2020 :**

Particulars	Less than 1 year	Between 1 to 5 years	More than 5 years	Total
Trade Payables	5,343,516	-	-	5,343,516

**As at 31st March, 2019 :**

Particulars	Less than 1 year	Between 1 to 5 years	More than 5 years	Total
Trade Payables	4,571,076	-	-	4,571,076

# ADANI RESOURCES PRIVATE LIMITED

## Notes to Financial Statements for the year ended 31 March 2020

### Capital Management

For the purpose of the Company's capital management (including discontinuing operations), capital includes issued capital and all other equity reserves attributable to the equity shareholders of the Company. The primary objective of the Company when managing capital is to safeguard its ability to continue as a going concern and to maintain an optimal capital structure so as to maximize shareholder value.

Management monitors the return on capital, as well as the levels of dividends to equity shareholders. The Company is not subject to any externally imposed capital requirements. No changes were made in the objectives, policies or processes for managing capital during the years ended 31st March, 2020 and 31st March, 2019. Since the Company does not have any borrowings, it does not measure and monitor gearing ratio.

### 20 Contingent Liabilities & Commitments

	Amt in Rs.	
	As at 31/Mar/2020	As at 31/Mar/2019
Contingent Liabilities, to the extent not provided for	-	-
Commitments		
Estimated amount of contracts remaining to be executed on capital accounts (net of advances)	-	-
	-	-

### 21 Disclosures under MSMED Act

There are no Micro, Small and Medium Enterprises, as defined in the Micro, Small and Medium Enterprises Development Act, 2006 to whom the company owes dues on account of principal amount together with interest and accordingly no additional disclosures have been made. The above information regarding Micro, Small and Medium Enterprises has been determined to the extent such parties have been identified on the basis of information available with the Company. This has been relied upon by the auditors.

### 22 Retirement Benefits

#### (a) Defined Benefit Obligations:

The Company provides for gratuity for eligible employees in India as per the Payment of Gratuity Act, 1972, which provides a lump sum payment to vested employees at retirement, death, incapacitation or termination of employment, of an amount based on the respective employee's salary and the tenure of employment. Liability in respect of Gratuity is determined based on actuarial valuation done by actuary as at the balance sheet date. Disclosures in respect of the defined benefit obligation (i.e. Gratuity) are as follows.

Particulars	Gratuity	
	As at 31-Mar-2020	As at 31-Mar-2019
<b>i. Change in Obligations during the year</b>		
Present Value of Obligations at the beginning of the year	15,398,712	13,327,842
Current Service Cost	2,935,370	2,695,801
Interest Cost	1,172,794	1,023,200
Benefits paid	(271,740)	(769,896)
Actuarial (Gains) / Losses	3,102,756	(677,669)
Acquisition Adjustment	-	(200,566)
Present Value at the end of the year	<b>22,337,892</b>	<b>15,398,712</b>

# ADANI RESOURCES PRIVATE LIMITED

## Notes to Financial Statements for the year ended 31 March 2020

### ii. Net Asset / (Liability) recognised in the Balance Sheet

Present Value of Obligations	22,337,892	15,398,712
Fair Value of Plan Assets	-	-
Net Asset / (Liability)	<b>(22,337,892)</b>	<b>(15,398,712)</b>

### iii. Expense recognised in the Statement of Profit and Loss (Refer clause viii)

Current Service Cost	2,935,370	2,695,801
Interest Cost	1,172,794	1,023,200
Expected Return on Plan Assets	-	-
	<b>4,108,164</b>	<b>3,719,001</b>

### iv. Expense recognised in Other Comprehensive Income (Refer clause viii)

Actuarial (Gains) / Losses	3,102,756	(677,669)
Return on plan assets, excluding amount recognised in net interest expense	-	-
	<b>3,102,756</b>	<b>(677,669)</b>

### v. Actuarial Assumptions & Sensitivity Analysis

The principal actuarial assumptions for the determination of the defined benefit obligation are discount rate, expected salary increase, turnover rate and mortality. The same are shown below :

	As at 31-Mar-2020	As at 31-Mar-2019
Discount Rate	6.70%	7.60%
Expected Rate of Return on Plan Assets	NA	NA
Mortality / Pre-retirement	IALM 12-14 Ultimate	IALM 06-08 Ultimate
Turnover Rate	1.00%	1.00%
Rate of Escalation in Salary (p.a.)	8.00%	8.00%

The sensitivity analysis below has been determined based on reasonably possible changes of the assumptions occurring at the end of the reporting period, while holding all other assumptions constant. The results of sensitivity analysis is given below :

Particulars	Increase in assumptions		Decrease in assumptions	
	As at 31-Mar-2020	As at 31-Mar-2019	As at 31-Mar-2020	As at 31-Mar-2019
Discount Rate (- / + 1%)	18,562,457	12,785,100	27,076,371	18,687,393
Salary Growth Rate (- / + 1%)	26,964,671	18,640,099	18,571,907	12,772,044
Attrition Rate (- / + 50%)	22,067,056	15,328,409	22,630,928	15,474,361
Mortality Rate (- / + 10%)	22,324,684	15,395,709	22,351,161	15,401,730

### vi. Maturity Profile of Obligations

The average duration of the defined benefit plan obligation at the end of the reporting period is 20 years (31 March 2019: 20 years). The expected maturity analysis of gratuity benefits is as follows :

	As at 31-Mar-2020	As at 31-Mar-2019
Less than a year	267,630	168,982
Between 2 to 5 years	1,221,401	1,006,723
Between 6 to 10 years	3,697,788	2,391,214
Beyond 10 years	87,700,098	77,200,391

vii. As defined benefit plans of both i.e. Gratuity and Leave Encashment are non-funded, no data is presented as to fair value of plan assets and asset liability matching.

viii. The company has provided for expenses of Gratuity and Leave Encashment on the basis of actuarial valuation. These expenses are recoverable from customer as and when they become payable to the employees. Hence, these expenses are classified as "Other Non-Current Financial Assets" and consequently do not have any impact on Statement of Profit & Loss and Other Comprehensive Income.

# ADANI RESOURCES PRIVATE LIMITED

## Notes to Financial Statements for the year ended 31 March 2020

### (b) Defined Benefit Contributions :

The company operates defined benefit contribution in the form of Provident Fund, liability in respect of which is provided for on actual contribution basis. Contributions to Defined Contribution Plan, recognised as expense for the year is Rs. 99,85,138/- (Previous Year Rs. 75,06,782/-).

### (c) Other Long Term Employee Benefits :

Other long term employee benefits comprise of compensated absences/leaves, which are recognised based on actuarial valuation. The actuarial liability for compensated absences as at the year ended 31st March, 2020 is Rs. 1,03,81,690/- (Previous Year Rs. 84,67,162/-).

## 23 Related Parties

Holding Company	:	Adani Enterprises Limited
Subsidiary Company	:	Nil
Fellow Subsidiaries & Associate	:	Nil
(with transactions during the year)		
Key Management Personnel	:	Mr. Satya Prakash Mr. Amitabh Ishwarchandra Mishra Mr. Manish Saxena

Information in respect of Related Parties	Amt in Rs. 31/Mar/2020	Amt in Rs. 31/Mar/2019
<u>Manpower Services provided</u>		
Holding Company : Adani Enterprises Limited	112,959,365	107,495,283
<u>Transfer In / Out of Employee Liabilities</u>		
Holding Company : Adani Enterprises Limited	-	200,566
<u>Balance Receivable / (Payable)</u>		
Holding Company : Adani Enterprises Limited	8,758,933	197,108

## 24 Earning Per Share (EPS)

	Amt in Rs.	
	For the year ended 31/Mar/2020	For the year ended 31/Mar/2019
Profit / (Loss) for calculation of basic and diluted EPS	1,445,922	1,441,512
Weighted average number of equity shares for calculating Basic EPS	10,000	10,000
Weighted average number of equity shares for calculating Diluted EPS	10,000	10,000
Face value of equity shares	10	10
Basic Earning Per Share (in Rupees)	144.59	144.15
Diluted Earning Per Share (in Rupees)	144.59	144.15

## 25 Events occurring after the Balance Sheet Date

The Company evaluates events and transactions that occur subsequent to the balance sheet date but prior to approval of the financial statements to determine the necessity for recognition and/or reporting of any of these events and transactions in the financial statements. There are no subsequent events to be recognized or reported that are not already disclosed.



# ADANI RESOURCES PRIVATE LIMITED

Notes to Financial Statements for the year ended 31 March 2020

---

## 26 Other Disclosures

- (a) The financial statements were approved for issue by the board of directors on 2nd May, 2020.
- (b) Previous year's figures have been recast, regrouped and rearranged, wherever necessary to conform to this year's classification. Further, the figures have been rounded off to the nearest rupee.
- 

The accompanying notes are an integral part of the financial statements.

As per our report of even date  
For **Dharmesh Parikh & Co.**  
Chartered Accountants  
Firm Registration Number : 112054W

For and on behalf of the board of directors of  
**Adani Resources Private Limited**

**D. A. Parikh**  
Partner  
Membership No. 045501

Place : Ahmedabad  
Date : 02-May-2020

**Amitabh Mishra**  
Director  
DIN : 08137286

Place : Ahmedabad  
Date : 02-May-2020

**Manish Saxena**  
Director  
DIN : 08280514

Place : Gurgaon  
Date : 02-May-2020