

**MH NATURAL RESOURCES PRIVATE LIMITED**  
(Formerly known as Gare Pelma II Mining Private Limited)  
Balance Sheet as at 31 March 2021

|  |       | (Amt in Rupees)      |                      |
|--|-------|----------------------|----------------------|
|  | Notes | As at<br>31-Mar-2021 | As at<br>31-Mar-2020 |
| <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   |       | -                    | -                    |
| (e) Deferred Tax Asset   | 11    | -                    | -                    |
| (f) Income Tax Assets (net)  |       | -                    | -                    |
| (g) Other Non-current Assets   | 3     | 11,863               | 1,260                |
| <b>Total Non Current Assets</b>  |       | <b>11,863</b>        | <b>1,260</b>         |
| <b>(II) Current Assets</b>   |       |                      |                      |
| (a) Inventories  |       | -                    | -                    |
| (b) Financial Assets   |       | -                    | -                    |
| (i) Cash & cash equivalents  | 4     | 80,813               | 172,478              |
| (ii) Other Financial Assets  |       | -                    | -                    |
| (c) Other Current Assets   |       | -                    | -                    |
| <b>Total Current Assets</b>  |       | <b>80,813</b>        | <b>172,478</b>       |
| <b>Total Assets</b>  |       | <b>92,676</b>        | <b>173,738</b>       |
| <b>EQUITY AND LIABILITIES</b>  |       |                      |                      |
| <b>EQUITY</b>  |       |                      |                      |
| (a) Equity Share Capital   | 5     | 100,000              | 100,000              |
| (b) Other Equity   |       | (143,710)            | (101,607)            |
|  |       | <b>(43,710)</b>      | <b>(1,607)</b>       |
| <b>LIABILITIES</b>   |       |                      |                      |
| <b>(I) Non-Current Liabilities</b>   |       |                      |                      |
| (a) Financial Liabilities  |       | -                    | -                    |
| (b) Provisions   |       | -                    | -                    |
| (c) Other Non-current Liabilities  |       | -                    | -                    |
| <b>Total Non Current Liabilities</b>   |       | <b>-</b>             | <b>-</b>             |
| <b>(II) Current Liabilities</b>  |       |                      |                      |
| (a) Financial Liabilities  |       |                      |                      |
| (i) Borrowings   | 6     | 118,183              | 126,185              |
| (ii) Trade Payables  | 7     |                      |                      |
| - Total outstanding dues of micro and small enterprises                      |       | -                    | -                    |
| - Total outstanding dues of creditors other than micro and small enterprises |       | 16,432               | 43,560               |
| (ii) Other Financial Liabilities   |       | -                    | -                    |
| (b) Other Current Liabilities  | 8     | 1,771                | 5,600                |
| (c) Provisions   |       | -                    | -                    |
| <b>Total Current Liabilities</b>   |       | <b>136,386</b>       | <b>175,345</b>       |
| <b>Total Equity and Liabilities</b>  |       | <b>92,676</b>        | <b>173,738</b>       |

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

As per our report of even date  
For **Dharmesh Parikh & Co LLP**  
Chartered Accountants  
Firm Registration Number : 112054W / W100725

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

Place : Ahmedabad  
Date : 28.04.2021



For and on behalf of the board of directors of  
**MH NATURAL RESOURCES PRIVATE LIMITED**  
(Formerly known as Gare Pelma II Mining Private Limited)

**Surendrababu Akkala**  
Director  
DIN : 08407458

Place : Ahmedabad  
Date : 28.04.2021

**Manish Saxena**  
Director  
DIN : 08280514

Place : Gurgaon  
Date : 28.04.2021

**MH NATURAL RESOURCES PRIVATE LIMITED**  
(Formerly known as Gare Pelma II Mining Private Limited)  
Statement of Profit and Loss for the year ended on 31 March 2021

|   |       | (Amt in Rupees)                   |  |
|---|-------|-----------------------------------|--|
|   | Notes | For the year ended<br>31-Mar-2021 | For the period<br>from 29-Jul-2019<br>to 31-Mar-2020 |
| <b>a) Income</b>  |       |                                   |  |
| Revenue from Operations                                       |       | -                                 | -  |
| Other Income  |       | -                                 | -  |
| <b>Total Income</b>   |       | -                                 | -  |
| <b>b) Expenses</b>  |       |                                   |  |
| Operating Expenses  |       | -                                 | -  |
| Employee Benefits Expense                                     |       | -                                 | -  |
| Finance Costs   | 9     | 12,975                            | 38,536   |
| Depreciation and Amortisation Expense                         |       | -                                 | -  |
| Other Expenses  | 10    | 29,128                            | 63,071   |
| <b>Total Expenses</b>   |       | <b>42,103</b>                     | <b>101,607</b>                                       |
| <b>c) Profit / (Loss) Before Tax</b>                          |       | <b>(42,103)</b>                   | <b>(101,607)</b>                                     |
| <b>d) Tax Expense</b>   |       |                                   |  |
| Current Tax   |       | -                                 | -  |
| Deferred Tax  |       | -                                 | -  |
| <b>e) Profit / (Loss) For The Period</b>                      |       | <b>(42,103)</b>                   | <b>(101,607)</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>g) Total Comprehensive Income / (Loss) for the Year</b>    |       | <b>(42,103)</b>                   | <b>(101,607)</b>                                     |
| <b>h) Earning per Equity Share (Face value of Rs.10 each)</b> | 17    |                                   |  |
| Basic   |       | (4.21)                            | (10.16)  |
| Diluted   |       | (4.21)                            | (10.16)  |

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

As per our report of even date  
For **Dharmesh Parikh & Co LLP**  
Chartered Accountants  
Firm Registration Number : 112054W / W100725

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

Place : Ahmedabad  
Date : 28.04.2021



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**Surendrababu Akkala**  
Director  
DIN : 08407458

Place : Ahmedabad  
Date : 28.04.2021

**Manish Saxena**  
Director  
DIN : 08280514

Place : Gurgaon  
Date : 28.04.2021

**MH NATURAL RESOURCES PRIVATE LIMITED**

(Formerly known as Gare Pelma II Mining Private Limited)

Statement of Changes in Equity for the year ended on 31 March 2021

**A. Equity Share Capital**

| Particulars   | No. of Shares | Amt in Rupees |
|---|---------------|---------------|
| Balance as at 29 <sup>th</sup> July 2019              | -             | -             |
| Changes in the Equity Share Capital During the Period | 10,000        | 100,000       |
| Balance as at 31 <sup>st</sup> March 2020             | 10,000        | 100,000       |
| Changes in the Equity Share Capital During the Year   | -             | -             |
| Balance as at 31 <sup>st</sup> March 2021             | 10,000        | 100,000       |

**B. Other Equity**

(Amt in Rupees)

| Particulars                                      | Reserves and Surplus<br>Retained Earnings | Total     |
|--|---|-----------|
| Balance as at 29 <sup>th</sup> July 2019         | -   | -         |
| Profit/(Loss) for the period                     | (101,607)                                 | (101,607) |
| Other comprehensive income for the period        | -   | -         |
| Total Comprehensive Income/(Loss) for the period | (101,607)                                 | (101,607) |
| Balance as at 31 <sup>st</sup> March 2020        | (101,607)                                 | (101,607) |
| Balance as at 1 <sup>st</sup> April 2020         | (101,607)                                 | (101,607) |
| Profit/(Loss) for the year                       | (42,103)                                  | (42,103)  |
| Other comprehensive income for the year          | -   | -         |
| Total Comprehensive Income/(Loss) for the year   | (42,103)                                  | (42,103)  |
| Balance as at 31 <sup>st</sup> March 2021        | (143,710)                                 | (143,710) |

**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 LLP  
Chartered Accountants  
Firm Registration Number : 112054W / W100725



D. A. Parikh  
Partner  
Membership No. 045501

Place : Ahmedabad

Date : 28.04.2021



For and on behalf of the board of directors of  
**MH NATURAL RESOURCES PRIVATE LIMITED**  
(Formerly known as Gare Pelma II Mining Private Limited)



Surendrababu Akkala  
Director  
DIN : 08407458

Place : Ahmedabad

Date : 28.04.2021



Manish Saxena  
Director  
DIN : 08280514

Place : Gurgaon

Date : 28.04.2021

**MH NATURAL RESOURCES PRIVATE LIMITED**  
(Formerly known as Gare Pelma II Mining Private Limited)  
Statement of Cash Flows for the year ended on 31 March 2021

|   | (Amt in Rupees)                   |  |
|---|-----------------------------------|--|
|   | For the year ended<br>31-Mar-2021 | For the period<br>from 29-Jul-2019<br>to 31-Mar-2020 |
| <b>I. CASH FLOW FROM OPERATING ACTIVITIES</b>                   |                                   |  |
| Profit / (Loss) Before Tax                                      | (42,103)                          | (101,607)  |
| <b>Adjustment on account of :</b>                               |                                   |  |
| Finance Cost  | 12,975                            | 29,096   |
| Operating Profit / (Loss) Before Working Capital Changes        | <b>(29,128)</b>                   | <b>(72,511)</b>                                      |
| <b>Movements in Working Capital :</b>                           |                                   |  |
| (Increase) / Decrease in Other Current Assets                   | -                                 | -  |
| (Increase) / Decrease in Other Non-current Assets               | (10,603)                          | (1,260)  |
| Increase / (Decrease) in Trade Payables                         | (27,128)                          | 43,560   |
| Increase / (Decrease) in Other Current Financial Liabilities    | -                                 | -  |
| Increase / (Decrease) in Other Current Liabilities              | (3,829)                           | 5,600  |
| <b>Cash Generated from / (Used in) Operations</b>               | <b>(70,688)</b>                   | <b>(24,611)</b>                                      |
| Less : Direct Taxes Paid  | -                                 | -  |
| <b>Net Cash Generated From / (Used in) Operating Activities</b> | <b>(70,688)</b>                   | <b>(24,611)</b>                                      |
| <b>II. CASH FLOW FROM INVESTING ACTIVITIES</b>                  |                                   |  |
| <b>Net Cash Generated From / (Used in) Investing Activities</b> | <b>-</b>                          | <b>-</b>   |
| <b>III. CASH FLOW FROM FINANCING ACTIVITIES</b>                 |                                   |  |
| Proceeds From Issuance of Share Capital                         | -                                 | 100,000  |
| Proceeds from / (Repayment of) Borrowings (net)                 | (8,002)                           | 126,185  |
| Finance Cost Paid   | (12,975)                          | (29,096)   |
| <b>Net Cash Generated From / (Used in) Financing Activities</b> | <b>(20,977)</b>                   | <b>197,089</b>                                       |
| <b>Net Increase / (Decrease) in Cash &amp; Cash Equivalents</b> | <b>(91,665)</b>                   | <b>172,478</b>                                       |
| Cash & Cash Equivalents at the beginning of the year            | 172,478                           | -  |
| <b>Cash &amp; Cash Equivalents at the end of the year</b>       | <b>80,813</b>                     | <b>172,478</b>                                       |



**Notes to Statement of Cash Flow:**

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

| Particulars   | (Amt in Rs.)           |                        |
|---|------------------------|------------------------|
|   | As at 31st March, 2021 | As at 31st March, 2020 |
| Cash and cash equivalents as per Balance Sheet (Refer note 4) | 80,813                 | 172,478                |

- (ii) The statement of cash flow has been prepared under the 'Indirect Method' set out in Ind AS 7 'Statement of Cash Flows'.
- (iii) Disclosure of changes in liabilities arising from financing activities, including both changes arising from cash flows and non-cash changes.

**As at 31st March, 2021 :**

| Particulars              | As at 31st March, 2020 | Cash Flows     | Non Cash Changes | As at 31st March, 2021 |
|--------------------------|------------------------|----------------|------------------|------------------------|
| Non - Current borrowings | -                      | -              | -                | -                      |
| Current borrowings       | 126,185                | (8,002)        | -                | 118,183                |
| <b>Total</b>             | <b>126,185</b>         | <b>(8,002)</b> | <b>-</b>         | <b>118,183</b>         |

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

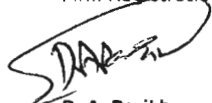
| Particulars              | As at 29th July, 2019 | Cash Flows     | Non Cash Changes | As at 31st March, 2020 |
|--------------------------|-----------------------|----------------|------------------|------------------------|
| Non - Current borrowings | -                     | -              | -                | -                      |
| Current borrowings       | -                     | 126,185        | -                | 126,185                |
| <b>Total</b>             | <b>-</b>              | <b>126,185</b> | <b>-</b>         | <b>126,185</b>         |

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

As per our report of even date  
For **Dharmesh Parikh & Co LLP**

Chartered Accountants

Firm Registration Number : 112054W / W100725

  
D. A. Parikh

Partner

Membership No. 045501



Place : Ahmedabad

Date : 28.04.2021

For and on behalf of the board of directors of

**MH NATURAL RESOURCES PRIVATE LIMITED**

(Formerly known as Gare Palma II Mining Private Limited)

  
Surendrababu Akkala

Director

DIN : 08407458

  
Manish Saxena

Director

DIN : 08280514

Place : Ahmedabad

Date : 28.04.2021

Place : Gurgaon

Date : 28.04.2021



MH NATURAL RESOURCES PRIVATE LIMITED  
(Formerly known as Gare Pelma II Mining Private Limited)  
Notes to Financial Statements for the year ended 31 March 2021

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**1 Corporate Information**

MH Natural Resources Private Limited (Formerly known as Gare Pelma II Mining Private Limited) is a Private Limited Company domiciled in India and was incorporated under the Companies Act, 2013. The registered office of the Company is situated at Adani Corporate House, Shantigram, Near Vaishno Devi Circle, S. G. Highway, Khodiyar, Ahmedabad – 382421, Gujarat, India. The Company was incorporated on 29th July 2019.

**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.

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.

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.

**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 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 collected from customers.

**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) 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.

**h) 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.



**MH NATURAL RESOURCES PRIVATE LIMITED**  
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Notes to Financial Statements for the year ended 31 March 2021

**i) 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.

**j) Taxes on Income**

Tax expense comprises of current income tax and deferred tax.

**I) Current Taxation**

In the absence of any taxable income, provision for taxation has not been made in accordance with the income tax laws prevailing for the relevant assessment year.

**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.

**k) 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.

**3 Other Non Current Assets**

|   | Amt in Rs.           |                      |
|---|----------------------|----------------------|
|   | As at<br>31-Mar-2021 | As at<br>31-Mar-2020 |
| Balances with Government Authorities (GST Receivable) | 11,863               | 1,260                |
|   | <b>11,863</b>        | <b>1,260</b>         |

**4 Cash & cash equivalents**

|                      | Amt in Rs.           |                      |
|----------------------|----------------------|----------------------|
|                      | As at<br>31-Mar-2021 | As at<br>31-Mar-2020 |
| Balances with banks  | 80,813               | 172,478              |
| - In Current Account |                      |                      |
|                      | <b>80,813</b>        | <b>172,478</b>       |

**5 Equity Share Capital**

|  | As at 31-Mar-2021 |                | As at 31-Mar-2020 |                |
|--|-------------------|----------------|-------------------|----------------|
|  | 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> |





**MH NATURAL RESOURCES PRIVATE LIMITED**  
(Formerly known as Gare Pelma II Mining Private Limited)  
Notes to Financial Statements for the year ended 31 March 2021

**a. Reconciliation of the shares outstanding at the beginning and at the end of the reporting period**

|                                    | As at 31-Mar-2021 |                | As at 31-Mar-2020 |                |
|------------------------------------|-------------------|----------------|-------------------|----------------|
|                                    | Numbers           | Amt in Rs.     | Numbers           | Amt in Rs.     |
| Equity shares                      |                   |                |                   |                |
| At the beginning of the year       | 10,000            | 100,000        | -                 | -              |
| Issued during the year             | -                 | -              | 10,000            | 100,000        |
| 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-2021 |                | As at 31-Mar-2020 |                |
|-------------------------------------|-------------------|----------------|-------------------|----------------|
|                                     | Numbers           | Amt in Rs.     | Numbers           | Amt in Rs.     |
| Equity Shares                       |                   |                |                   |                |
| 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-2021 |             | As at 31-Mar-2020 |             |
|-------------------------------------|-------------------|-------------|-------------------|-------------|
|                                     | Numbers           | % holding   | Numbers           | % holding   |
| Equity Shares                       |                   |             |                   |             |
| 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> |

**6 Current Borrowings**

|                                     | Amt in Rs.        |                   |
|-------------------------------------|-------------------|-------------------|
|                                     | As at 31-Mar-2021 | As at 31-Mar-2020 |
| Unsecured Loan from Holding Company | 118,183           | 126,185           |
|                                     | <b>118,183</b>    | <b>126,185</b>    |

**Notes :**

Unsecured Corporate Loan is received from the holding company for short-term purposes and it carries an interest rate of 12% p.a..

**7 Trade Payables**

|  | Amt in Rs.        |                   |
|--|-------------------|-------------------|
|  | As at 31-Mar-2021 | As at 31-Mar-2020 |
| Trade payables   |                   |                   |
| - Total outstanding dues of micro and small enterprises (Refer note 14)      | -                 | -                 |
| - Total outstanding dues of creditors other than micro and small enterprises | 16,432            | 43,560            |
|  | <b>16,432</b>     | <b>43,560</b>     |

(for dues to the related party, refer note no. 15)

**8 Other Current Liabilities**

|   | Amt in Rs.        |                   |
|---|-------------------|-------------------|
|   | As at 31-Mar-2021 | As at 31-Mar-2020 |
| Statutory Dues Payable (includes TDS payable) | 1,771             | 5,600             |
|   | <b>1,771</b>      | <b>5,600</b>      |



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**9 Finance Costs**

|                 | Amt in Rs.                     |  |
|-----------------|--------------------------------|--|
|                 | For the year ended 31-Mar-2021 | For the period from 29-Jul-2019 to 31-Mar-2020 |
| Interest on ICD | 12,975                         | 29,096   |
| Bank Charges    | -                              | 9,440  |
|                 | <b>12,975</b>                  | <b>38,536</b>                                  |

**10 Other Expenses**

|                            | Amt in Rs.                     |  |
|----------------------------|--------------------------------|--|
|                            | For the year ended 31-Mar-2021 | For the period from 29-Jul-2019 to 31-Mar-2020 |
| Legal & Professional Fees  | 8,720                          | 48,071   |
| Payment to Auditors        |                                |  |
| Statutory Audit Fees       | 15,000                         | 15,000   |
| Other Attestation Services | 5,000                          | -  |
| Reimbursement of Expenses  | 408                            | -  |
|                            | <b>29,128</b>                  | <b>63,071</b>                                  |

**11 Income Tax Expense**

a. Since the company do not have any asset or liability having timing difference, there is no Deferred Tax Asset or Deferred Tax Liability.

b. **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 2021 & 31st March 2020 with breakup of differences in Profit as per the Financial Statements & as per Income Tax Act, 1961.

|                               | Amt in Rs.                     |  |
|-------------------------------|--------------------------------|--|
|                               | For the year ended 31-Mar-2021 | For the period from 29-Jul-2019 to 31-Mar-2020 |
| Profit / (Loss) Before Tax    | (42,103)                       | (101,607)                                      |
| Disallowed Expenses           | 42,103                         | 101,607  |
| Tax Rate for Corporate Entity | 26.00%                         | 26.00%   |
| <b>Total Tax Expense</b>      | <b>-</b>                       | <b>-</b>                                       |

**12 Financial Instruments And Risk Review**

**a. 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.

**b. Financial Risk Management Objective and Policies**

The Company's principal financial liabilities comprise borrowings, 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 and other assets. In the ordinary course of business, the Company is mainly exposed to risks resulting from interest risk, credit risk and liquidity risk.

**i) Interest risk**

The Company is exposed to changes in interest rates due to its financing 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.



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The risks arising from interest rate movements arise from borrowings with variable interest rates. For sensitivity analysis, the amount of the liability outstanding at the end of the year is assumed to be outstanding for the whole year. A 50 basis point increase or decrease is used for analysis, which represents management's assessment of the reasonably possible change in interest rate.

| Particulars                      | (Amt in Rs.)          |                       |
|----------------------------------|-----------------------|-----------------------|
|                                  | As at 31st March 2021 | As at 31st March 2020 |
| Total Borrowings at the year end | 118,183               | 126,185               |

In case of fluctuation in interest rates by 50 basis points and all other variables were held constant, the Company's profit for the period would increase or decrease as follows :

| Particulars                   | (Amt in Rs.)                   |   |
|-------------------------------|--------------------------------|---|
|                               | For the Year Ended 31-Mar-2021 | For the period from 29-July-2019 to 31-Mar-2020 |
| Impact on profit for the year | 591                            | 631   |

**ii) 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.

**iii) 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.

| Particulars                     | (Amt in Rs.)     |              |                   |                |
|---------------------------------|------------------|--------------|-------------------|----------------|
|                                 | Less than 1 Year | 1 to 5 Years | More than 5 years | Total          |
| <b>As at 31st March, 2021 :</b> |                  |              |                   |                |
| Borrowings                      | 118,183          | -            | -                 | 118,183        |
| Trade Payables                  | 16,432           | -            | -                 | 16,432         |
| Other Financial Liabilities     | -                | -            | -                 | -              |
| <b>Total</b>                    | <b>134,615</b>   | <b>-</b>     | <b>-</b>          | <b>134,615</b> |

| Particulars                     | (Amt in Rs.)     |              |                   |                |
|---------------------------------|------------------|--------------|-------------------|----------------|
|                                 | Less than 1 Year | 1 to 5 Years | More than 5 years | Total          |
| <b>As at 31st March, 2020 :</b> |                  |              |                   |                |
| Borrowings                      | 126,185          | -            | -                 | 126,185        |
| Trade Payables                  | 43,560           | -            | -                 | 43,560         |
| Other Financial Liabilities     | -                | -            | -                 | -              |
| <b>Total</b>                    | <b>169,745</b>   | <b>-</b>     | <b>-</b>          | <b>169,745</b> |

**iv) Capital Management**

For the purpose of the Company's capital management, 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.



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The company monitors capital using gearing ratio, which is net debt (borrowings as detailed in note 6 less cash and bank balances) divided by total capital plus debt.

| Particulars                                 | (Amt in Rs.)                 |                              |
|---|------------------------------|------------------------------|
|   | As at<br>31st March,<br>2021 | As at<br>31st March,<br>2020 |
| Total Borrowings (Refer note 6)             | 118,183                      | 126,185                      |
| Less: Cash and Bank Balances (Refer note 4) | 80,813                       | 172,478                      |
| Net Debt (A)                                | <b>37,370</b>                | <b>(46,293)</b>              |
| Total Equity (B)                            | (43,710)                     | (1,607)                      |
| Total Equity and Net Debt (C = A + B)       | <b>(6,340)</b>               | <b>(47,900)</b>              |
| Gearing Ratio                               | -                            | -                            |

**13 Contingent Liabilities & Commitments**

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

**14 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.

**15 Related Parties**

|                                     |   |   |
|-------------------------------------|---|---|
| Holding Company                     | : | Adani Enterprises Limited                                       |
| Subsidiary Company & Associates     | : | Nil   |
| Fellow Subsidiary Company           | : | Nil   |
| (with transactions during the year) |   |   |
| Key Management Personnel            | : | Mr. Manish Saxena<br>Mr. Surendrababu Akkala<br>Mr. Uma Shankar |

| Information in respect of<br>Related Parties | Amt in Rs.<br>31-Mar-2021 | Amt in Rs.<br>31-Mar-2020 |
|--|---------------------------|---------------------------|
| <u>Borrowing Received</u>                    |                           |                           |
| Holding Company : Adani Enterprises Limited  | 21,998                    | 126,185                   |
| <u>Borrowing Repaid</u>                      |                           |                           |
| Holding Company : Adani Enterprises Limited  | 30,000                    | -                         |
| <u>Interest Expense</u>                      |                           |                           |
| Holding Company : Adani Enterprises Limited  | 12,975                    | 29,096                    |
| <u>Unsecured Loan Balance</u>                |                           |                           |
| Holding Company : Adani Enterprises Limited  | 118,183                   | 126,185                   |
| <u>Share Capital Received</u>                |                           |                           |
| Holding Company : Adani Enterprises Limited  | -                         | 100,000                   |

**16 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 recognised or reported that are not already disclosed.



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**17 Earning Per Share (EPS)**

|  | Amt in Rs.                        |  |
|--|-----------------------------------|--|
|  | For the year ended<br>31-Mar-2021 | For the period<br>from 29-Jul-2019<br>to 31-Mar-2020 |
| Profit / (Loss) for calculation of basic and diluted EPS             | (42,103)                          | (101,607)  |
| 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)                                  | (4.21)                            | (10.16)  |
| Diluted Earning Per Share (in Rupees)                                | (4.21)                            | (10.16)  |

**18 Other Disclosures**

(a) The financial statements were approved for issue by the board of directors on 28th April 2021.

As per our report of even date  
For **Dharmesh Parikh & Co LLP**  
Chartered Accountants  
Firm Registration Number : 112054W / W100725

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

Place : Ahmedabad  
Date : 28.04.2021



For and on behalf of the board of directors of  
**MH NATURAL RESOURCES PRIVATE LIMITED**  
(Formerly known as Gare Pelma II Mining Private Limited)

**Surendrababu Akkala**  
Director  
DIN : 08407458

**Manish Saxena**  
Director  
DIN : 08280514

Place : Ahmedabad  
Date : 28.04.2021

Place : Gurgaon  
Date : 28.04.2021