

PARSA KENTE COLLIERIES LIMITED

Balance Sheet as at 31 March 2021

(Rupees in Lacs)

Particulars	Notes	As at	
		31-Mar-2021	31-Mar-2020
ASSETS			
(I) Non-Current Assets			
(a) Property, Plant and Equipment	3	77.90	26.34
(b) Capital Work-In-Progress		10.06	40.03
(c) Intangible Assets	3	476.04	496.55
(d) Financial Assets	4	4,856.73	3,608.24
(e) Deferred Tax Asset (net)	26	169.45	55.12
(f) Income Tax Assets (net)		1,305.26	3,738.31
(g) Other Non-current Assets	5	18,457.55	17,653.06
Total Non Current Assets		25,352.99	25,617.65
(II) Current Assets			
(a) Inventories (Reject Coal)		3,301.30	4,065.03
(b) Financial Assets			
(i) Trade Receivables	6	210,192.97	211,645.48
(ii) Cash & Cash Equivalents	7	2,772.93	1,319.02
(iii) Loans	8	13.66	5.32
(iv) Other Financial Assets	9	20,604.48	6,300.85
(c) Other Current Assets	10	6,453.52	1,381.28
Total Current Assets		243,338.85	224,716.98
Total Assets		268,691.84	250,334.63
EQUITY AND LIABILITIES			
EQUITY			
(a) Equity Share Capital	11	50.00	50.00
(b) Other Equity		6,291.83	6,776.10
Total Equity		6,341.83	6,826.10
LIABILITIES			
(I) Non-Current Liabilities			
(a) Financial Liabilities	12	4,633.57	3,608.24
(b) Provisions	13	184.81	114.27
(c) Other Non-current Liabilities	14	16,815.13	17,648.93
Total Non-Current Liabilities		21,633.51	21,371.44
(II) Current Liabilities			
(a) Financial Liabilities			
(i) Borrowings	15	100,516.07	74,293.76
(ii) Trade Payables	16		
- Total outstanding dues of micro and small enterprises		184.63	112.89
- Total outstanding dues of creditors other than micro and small enterprises		135,753.94	137,834.88
(iii) Other Financial Liabilities	17	2,083.82	3,577.30
(b) Other Current Liabilities	18	2,164.78	6,294.95
(c) Provisions	19	13.26	23.31
Total Current Liabilities		240,716.50	222,137.09
Total Equity and Liabilities		268,691.84	250,334.63

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

As per our report of even date
For **Shah Dhandharia & Co LLP**
Chartered Accountants
Firm Registration Number : 118707W / W100724

For and on behalf of the board of directors of
Parsa Kente Collieries Limited

Ankit Ajmera
Partner
Membership No. 434347

Place : **Ahmedabad**
Date : **26.04.2021**

Vinay Prakash
Managing Director
DIN : 03634648

Place : **Gurgaon**
Date : **26.04.2021**

Manish Saxena
Director
DIN : 08280514

Place : **Gurgaon**
Date : **26.04.2021**

PARSA KENTE COLLIERIES LIMITED

Statement of Profit and Loss for the year ended on 31 March 2021

(Rupees in Lacs)

Particulars	Notes	For the year ended 31-Mar-2021	For the year ended 31-Mar-2020
a) Income			
Revenue from Operations	20	175,177.35	162,489.65
Other Income	21	12,579.58	24,188.24
Total Income		187,756.93	186,677.89
b) Expenses			
Operating Expenses	22	169,079.10	156,891.95
Employee Benefits Expense	23	1,087.80	953.22
Finance Costs	24	12,896.20	25,062.96
Depreciation and Amortisation Expense	3	32.60	27.18
Other Expenses	25	649.00	500.67
Total Expenses		183,744.70	183,435.98
c) Profit / (Loss) Before Exceptional Items & Tax		4,012.23	3,241.91
Add/(Less) : Exceptional Items (Net) (Refer note no. 35(d)and(f))		(4,603.73)	1,313.93
d) Profit / (Loss) After Exceptional Items & Before Tax		(591.50)	4,555.84
e) Tax Expense			
Current Tax		-	1,171.60
Deferred Tax (including MAT)		(114.33)	(20.75)
Tax Adjustment of Earlier Years		(14.02)	0.25
Total Tax Expenses		(128.35)	1,151.10
f) Profit / (Loss) For The Year		(463.15)	3,404.74
g) Other Comprehensive Income			
- Item that will be reclassified to Profit & Loss		-	-
- Item that will not be reclassified to Profit & Loss			
(a) Remeasurement of post employee benefit obligation		(21.12)	(10.54)
(b) Income tax relating to these items		-	2.65
Total Other Comprehensive Income / (Loss) (Net of Tax)		(21.12)	(7.89)
h) Total Comprehensive Income / (Loss) for the Year		(484.27)	3,396.85
i) Earning per Equity Share (in Rs.) (Face value of Rs.10 each)			
Basic		(92.63)	680.95
Diluted		(92.63)	680.95

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Partner
Membership No. 434347

Place : **Ahmedabad**
Date : **26.04.2021**

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Vinay Prakash
Managing Director
DIN : 03634648

Manish Saxena
Director
DIN : 08280514

Place : **Gurgaon**
Date : **26.04.2021**

Place : **Gurgaon**
Date : **26.04.2021**

PARSA KENTE COLLIERIES LIMITED

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

A. Equity Share Capital

Particulars	No. of Shares	Rupees in Lacs
Balance as at 1 st April 2019	500,000	50.00
Changes in the Equity Share Capital During the Year	-	-
Balance as at 31 st March 2020	500,000	50.00
Changes in the Equity Share Capital During the Year	-	-
Balance as at 31 st March 2021	500,000	50.00

B. Other Equity

Particulars	(Rupees in Lacs)	
	Reserves and Surplus Retained Earnings	Total
Balance as at 1 st April 2019	3,379.25	3,379.25
Profit/(Loss) for the year	3,404.74	3,404.74
Other comprehensive income for the year	(7.89)	(7.89)
Total Comprehensive Income/(Loss) for the year	3,396.85	3,396.85
Balance as at 31 st March 2020	6,776.10	6,776.10
Balance as at 1 st April 2020	6,776.10	6,776.10
Profit/(Loss) for the year	(463.15)	(463.15)
Other comprehensive income for the year	(21.12)	(21.12)
Total Comprehensive Income/(Loss) for the year	(484.27)	(484.27)
Balance as at 31 st March 2021	6,291.83	6,291.83

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.

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

As per our report of even date
For **Shah Dhandharia & Co LLP**
Chartered Accountants
Firm Registration Number : 118707W / W100724

For and on behalf of the board of directors of
Parsa Kente Collieries Limited

Ankit Ajmera
Partner
Membership No. 434347
Place : Anandaband
Date : 26.04.2021

Vinay Prakash
Managing Director
DIN : 03634648

Place : Gurgaon
Date : 26.04.2021

Manish Saxena
Director
DIN : 08280514

Place : Gurgaon
Date : 26.04.2021

PARSA KENTE COLLIERIES LIMITED

Statement of Cash Flow for the year ended on 31 March 2021

(Rupees in Lacs)

Particulars	For the year ended 31-Mar-2021	For the year ended 31-Mar-2020
I. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit / (Loss) Before Tax	(591.50)	4,555.84
Adjustment on account of :		
Depreciation and Amortisation Expense	32.60	27.18
Finance Cost	8,265.82	5,453.75
Interest Income	(493.87)	(87.44)
Liability no Longer Required to be Written back	(9.91)	(20.70)
Bad Debts / Advances Written Off	-	19.73
Operating Profit / (Loss) Before Working Capital Changes	7,203.14	9,948.36
Movements in Working Capital :		
Decrease / (Increase) in Trade Receivables	1,452.51	(24,347.75)
Decrease / (Increase) in Inventories	763.73	(1,349.19)
Decrease / (Increase) in Other Non Current Financial Assets	(1,248.49)	(2,113.63)
Decrease / (Increase) in Other Financial Assets & Loans	(14,311.96)	5,669.99
Decrease / (Increase) in Other Current & Non Current Assets	(5,876.72)	(21,332.98)
Increase / (Decrease) in Other Non Current Financial Liabilities	1,025.33	2,113.63
Increase / (Decrease) in Other Non Current Liabilities	(833.80)	17,648.93
Increase / (Decrease) in Trade Payables	(1,999.28)	(17,828.37)
Increase / (Decrease) in Other Current Liabilities	(5,625.06)	5,500.52
Increase / (Decrease) in Current and Non-Current Provisions	39.36	52.26
Cash Flow from Operations	(19,411.24)	(26,038.23)
Less : Direct Taxes Paid (Net of Refund)	(2,447.07)	2,822.99
Net Cash (Used In) / Flow From Operating Activities	(16,964.17)	(28,861.23)
II. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Property, Plant and Equipment	(63.66)	(4.78)
Changes in Capital Work In Progress	29.96	(40.03)
Interest Received	493.87	87.44
Net Cash (Used In) / Flow From Investing Activities	460.17	42.63
III. CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from / (Repayment of) Borrowings (net)	26,222.32	35,544.87
Finance Cost Paid	(8,264.41)	(5,411.67)
Net Cash (Used In) / Flow From Financing Activities	17,957.91	30,133.19
Net Increase / (Decrease) in Cash & Cash Equivalents	1,453.91	1,314.60
Cash & Cash Equivalents at the beginning of the year	1,319.02	4.41
Cash & Cash Equivalents at the end of the year	2,772.93	1,319.02
(Refer note 7 for Components of Cash & Cash Equivalents)		

Notes to Cash Flow Statement:

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

(Rupees in Lacs)

Particulars	As at 31st Mar, 2021	As at 31st March, 2020
Cash and cash equivalents as per Balance Sheet (Refer note : 7)	2,772.93	1,319.02

(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 :

(Rupees in Lacs)

Particulars	As at 31st March, 2020	Cash Flows	Non Cash Changes	As at 31st March, 2021
Non - Current borrowings	-	-	-	-
Current borrowings	74,293.76	26,222.32	-	100,516.07
Total	74,293.76	26,222.32	-	100,516.07

As at 31st March, 2020 :

(Rupees in Lacs)

Particulars	As at 31st March, 2019	Cash Flows	Non Cash Changes	As at 31st March, 2020
Non - Current borrowings	-	-	-	-
Current borrowings	38,748.89	35,544.87	-	74,293.76
Total	38,748.89	35,544.87	-	74,293.76

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

As per our report of even date
For **Shah Dhandharia & Co LLP**
Chartered Accountants
Firm Registration Number : 118707W / W100724

Ankit Ajmera
Partner
Membership No. 434347

Place : **Ahmedabad**
Date : **26.04.2021**

For and on behalf of the board of directors of
Parsa Kente Collieries Limited

Vinay Prakash
Managing Director
DIN : 03634648

Place : **Gurgaon**
Date : **26.04.2021**

Manish Saxena
Director
DIN : 08280514
Place : **Gurgaon**
Date : **26.04.2021**

PARSA KENTE COLLIERIES LIMITED

Notes to Financial Statements for the year ended 31 March 2021

11 Share Capital

	As at 31-Mar-2021		As at 31-Mar-2020	
	Numbers	Rupees in Lacs	Numbers	Rupees in Lacs
Authorised shares				
Equity Shares of Rs. 10/- each	25,000,000	2,500.00	25,000,000	2,500.00
Issued, subscribed and fully paid-up shares				
Equity shares of Rs. 10/- each fully paid up	500,000	50.00	500,000	50.00
	500,000	50.00	500,000	50.00

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

	As at 31-Mar-2021		As at 31-Mar-2020	
	Numbers	Rupees in Lacs	Numbers	Rupees in Lacs
Equity shares				
At the beginning of the year	500,000	50.00	500,000	50.00
Issued during the year	-	-	-	-
Outstanding at the end of the year	500,000	50.00	500,000	50.00

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/ ultimate holding company and/ or their subsidiaries/ associates

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	Rupees in Lacs	Numbers	Rupees in Lacs
Equity Shares				
Adani Enterprises Limited (Holding Company with its nominees)	370,000	37.00	370,000	37.00
	370,000	37.00	370,000	37.00

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 (Holding Company with its nominees)	370,000	74%	370,000	74%
Rajasthan Rajya Vidyut Utpadan Nigam Limited	130,000	26%	130,000	26%
	500,000	100%	500,000	100%

PARSA KENTE COLLIERIES LIMITED

Notes to Financial Statements for the year ended 31 March 2021

1 Corporate Information

Parsa Kente Collieries Limited (PKCL) is a public limited company domiciled in India and was incorporated under the Companies Act, 1956. The registered office of the Company is located at S-20, Second Floor, Mahima Trinita, Plot No. 05, Swej Farm, New Sanganer Road, Sodala, Jaipur, Rajasthan. It is a Joint Venture Company of Rajasthan Rajya Vidyut Utpadan Nigam Limited (RRVUNL) and Adani Enterprises Ltd. (AEL).

RRVUNL had been allocated the Parsa East and Kanta Basan (PEKB) Coal Blocks in June 2007 by Ministry of Coal, Government of India. PKCL has entered into an agreement with RRVUNL to undertake development and operation of these PEBK Coal Blocks and to deliver coal to RVUNL Thermal Power Stations with a peak capacity of 15 MMTPA. The company has given all its activities related to mine development and operations on sub-contract basis.

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.

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) Useful life of tangible assets:

Determination of the estimated useful life of tangible assets and the assessment as to which components of the cost may be capitalized. Useful life of tangible assets is based on the life prescribed in Schedule II of the Companies Act, 2013. In cases, where the useful life is different from that prescribed in Schedule II, it is based on technical advice, taking into account the nature of the asset, estimated usage and operating conditions of the asset, past history of replacement and maintenance support. Assumptions also need to be made, when the Company assesses, whether an asset may be capitalized and which components of the cost of the asset may be capitalized.

ii) 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.

iii) 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.

iv) 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) Current & Non-Current Classification

All the assets and liabilities have been classified as current or non-current as per the company's normal operating cycle and other criteria set out in Schedule III to the Companies Act, 2013. Based on the nature of activities and time between the activities performed and their subsequent realisation in cash or cash equivalents, the company has ascertained its operating cycle as 12 months for the purpose of current / non-current classification of assets and liabilities.

PARSA KENTE COLLIERIES LIMITED

Notes to Financial Statements for the year ended 31 March 2021

d) Contract Work in Progress

Contract Work in Progress is valued at lower of cost and net realisable value. Cost is determined based on First In First Out (FIFO) Method.

Contract Work In Progress represents closing inventory of Rejects Coal, which is not owned by the company as per the terms of MDO contract. Hence, this represents work performed under contractual liability in bringing this inventory to its present condition and location.

Net realisable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and estimated costs necessary to make the sale.

e) 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.

f) Cash Flow Statement

Cash flows are reported using the indirect method, whereby profit / (loss) before 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.

g) Revenue Recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Revenue is measured at the fair value of the consideration received or receivable, taking into account contractually defined terms of payment. The Company has concluded that it is the principal in all of its revenue arrangements since it is the primary obligor in all the revenue arrangements as it has pricing latitude and is also exposed to inventory and credit risks.

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.

h) Property, Plant & Equipments

Property, Plant and Equipments, including Capital Work in Progress, are stated at cost of acquisition or construction less accumulated depreciation and impairment losses, if any. Cost comprises the purchase price (net of tax credits, wherever applicable), import duty and other non-refundable taxes or levies and any directly attributable cost of bringing the asset to its working condition for its intended use.

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected to arise from continued use of the asset. Any gain or loss arising on the disposal or retirement of property, plant and equipment is determined as the difference between the sales proceeds and the carrying amount of the assets and is recognised in profit or loss.

Depreciation of Property, Plant and Equipments is provided on Straight Line Method based on the useful life of the assets in the manner specified in Schedule II of the Companies Act 2013. Depreciation on assets acquired / disposed off during the year is provided on pro-rata basis with reference to the date of addition / disposal.

Expenditure incurred relating to project under commissioning for commercial operation of services are classified as Project Development Expenditure and disclosed under Capital Work in Progress. The same are allocated to the respective Property, Plant & Equipments on completion of construction / erection of capital assets.

i) Intangible Assets

Intangible assets acquired separately are measured on initial recognition at cost. Intangible assets are carried at cost less accumulated amortisation and accumulated impairment losses. The useful lives of intangible assets are assessed as either finite or indefinite.

PARSA KENTE COLLIERIES LIMITED

Notes to Financial Statements for the year ended 31 March 2021

Intangible assets with finite lives are amortised over the useful economic life and assessed for impairment whenever there is an indication that the intangible asset may be impaired. The amortisation period and the amortisation method for an intangible asset with a finite useful life are reviewed at least at the end of each reporting period. Intangible assets with indefinite useful lives are not amortised, but are tested for impairment annually, either individually or at the cash-generating unit level.

Gains or losses arising from derecognition of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognised in the statement of profit or loss when the asset is derecognised.

Intangible assets are amortized on straight line basis over their estimated useful lives as follows:

Intangible Assets	Estimated Useful Life (Years)
Software	5 Years based on management estimate
Mine Development Assets	Over a period of underlying contract

j) 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.

PARSA KENTE COLLIERIES LIMITED

Notes to Financial Statements for the year ended 31 March 2021

k) 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 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. Re-measurements are not reclassified to profit or loss in subsequent periods.

The Group 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 short term and long term liability based on actuarial valuation as at the end of the period. The actuarial valuation is done as per projected unit credit method.

l) 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.

m) 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.

n) 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.

o) Leases

The Company has applied Ind AS 116 which has become effective w.e.f. 1st April 2019.

The Company assess whether a contract contains a lease, at the inception of the contract. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. In cases where the Company is a lessee, it recognises a right-of-use asset and a lease liability at the lease commencement date. The Company has elected not to recognise right-of-use assets and lease liabilities for short term leases (upto 12 months) and low value leases. The Company recognises the lease payments associated with these leases as an expense in statement of profit and loss over the lease term.

Leases for which the Company is a lessor is classified as finance or operating leases. When the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee, the contract is classified as a finance lease. All other leases are classified as operating leases.

PARSA KENTE COLLIERIES LIMITED

Notes to Financial Statements for the year ended 31 March 2021

p) 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.

q) 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.

r) Impairment of Non-Financial Asset

The carrying amount of assets is reviewed at each balance sheet date to determine whether there is any indication of impairment. If any such indication exists, the assets recoverable amount is estimated.

The impairment loss is recognised whenever the carrying amount of an asset or its cash generation unit exceeds its recoverable amount. The recoverable amount is the greater of the asset's net selling price and value in the use which is determined based on the estimated future cash flow discounted to their present values. All impairment losses are recognised in the Statement of Profit and Loss.

An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount and is recognised in the Statement of Profit and Loss.

s) 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.

PARSA KENTE COLLIERIES LIMITED

Notes to Financial Statements for the year ended 31 March 2021

4 Non Current Financial Asset

(Unsecured, Considered good)

	Rupees in Lacs	
	As at	As at
	31-Mar-2021	31-Mar-2020
Deposit with customer - non current	4,856.73	3,608.24
	4,856.73	3,608.24

5 Other Non Current Asset

(Unsecured, Considered good)

	Rupees in Lacs	
	As at	As at
	31-Mar-2021	31-Mar-2020
Prepaid Expenses	18,457.55	17,648.93
Capital Advances	-	4.13
	18,457.55	17,653.06

6 Trade Receivables

	Rupees in Lacs	
	As at	As at
	31-Mar-2021	31-Mar-2020
Unsecured, Considered good	210,192.97	211,645.48
	210,192.97	211,645.48

(for dues from the related party, refer note no. 32)
(Refer note no. 35 (b),(c) in connection with amount withheld)

7 Cash & Cash Equivalents

	Rupees in Lacs	
	As at	As at
	31-Mar-2021	31-Mar-2020
Balances with banks - In Current Account	2,772.93	1,319.02
	2,772.93	1,319.02

8 Current Loans

(Unsecured, Considered good)

	Rupees in Lacs	
	As at	As at
	31-Mar-2021	31-Mar-2020
Loans to employees	13.66	5.32
	13.66	5.32

9 Other Current Financial Assets

(Unsecured, Considered good)

	Rupees in Lacs	
	As at	As at
	31-Mar-2021	31-Mar-2020
Unbilled Revenue	11,805.45	-
Expenses Recoverable	7,419.02	3,135.16
Deposits	1,380.00	3,165.69
	20,604.48	6,300.85

(for dues from the related party, refer note no. 32)

PARSA KENTE COLLIERIES LIMITED

Notes to Financial Statements for the year ended 31 March 2021

10 Other Current Assets

	Rupees in Lacs	
	As at	As at
	31-Mar-2021	31-Mar-2020
Advance against Expenses	47.59	27.94
Balances with Government Authorities (GST Receivable)	5,483.45	510.46
Prepaid Expenses	922.47	842.88
	6,453.52	1,381.28

12 Non Current Financial Liabilities

	Rupees in Lacs	
	As at	As at
	31-Mar-2021	31-Mar-2020
Deposit from vendor - non current	4,633.57	3,608.24
	4,633.57	3,608.24

13 Long Term Provisions

	Rupees in Lacs	
	As at	As at
	31-Mar-2021	31-Mar-2020
Provision for Gratuity	112.42	70.96
Provision for Compensated Absences	72.39	43.31
	184.81	114.27

14 Non Current Liabilities

	Rupees in Lacs	
	As at	As at
	31-Mar-2021	31-Mar-2020
Unearned Income	16,815.13	17,648.93
	16,815.13	17,648.93

15 Short Term Borrowings

	Rupees in Lacs	
	As at	As at
	31-Mar-2021	31-Mar-2020
Unsecured Loan from Holding Company	79,818.35	43,009.50
Secured Working Capital Facilities from Bank	20,697.72	31,284.26
	100,516.07	74,293.76

Notes :

(i) Unsecured Loan from Holding Company is in the nature of demand loan and carries an interest rate of 12% p.a.

(ii) Working Capital Facilities from Bank are secured by hypothecation of entire current assets of the company by way of first charge ranking pari passu. It carries interest at 6M MCLR 8.20% + 0.50% for Yes Bank and at 6M MCLR 8.50% + 0.75% for RBL Bank which amounts to 8.90% and 9.40% respectively as on 31-Mar-2021.

16 Trade Payables

	Rupees in Lacs	
	As at	As at
	31-Mar-2021	31-Mar-2020
Trade payables		
- Total outstanding dues of micro and small enterprises (Refer note no. 30)	184.63	112.89
- Total outstanding dues of creditors other than micro and small enterprises	135,753.94	137,834.88
	135,938.57	137,947.76

(for dues to the related party, refer note no. 32)

PARSA KENTE COLLIERIES LIMITED

Notes to Financial Statements for the year ended 31 March 2021

17 Other Current Financial Liabilities

	Rupees in Lacs	
	As at	As at
	31-Mar-2021	31-Mar-2020
Retention Money	686.32	376.43
Interest Accrued but Not Due	52.23	50.82
Deposits	1,345.27	3,150.05
	2,083.82	3,577.30

18 Other Current Liabilities

	Rupees in Lacs	
	As at	As at
	31-Mar-2021	31-Mar-2020
Statutory Dues Payable (includes GST, TDS, PF)	1,237.17	4,577.14
Advance from Customers	93.80	880.18
Other Payable	-	3.82
Unearned Income	833.81	833.81
	2,164.78	6,294.95

19 Short Term Provisions

	Rupees in Lacs	
	As at	As at
	31-Mar-2021	31-Mar-2020
Provision for Gratuity	1.58	14.56
Provision for Compensated Absences	11.68	8.75
	13.26	23.31

20 Revenue from Operations

	Rupees in Lacs	
	For the	For the
	year ended	year ended
	31-Mar-2021	31-Mar-2020
Revenue from Operations		
Mining Service Fees	163,623.93	151,893.75
Sale of Reject coal	11,553.42	10,595.89
	175,177.35	162,489.65

21 Other Income

	Rupees in Lacs	
	For the	For the
	year ended	year ended
	31-Mar-2021	31-Mar-2020
Interest Income		
From Bank	1.47	87.44
From Others	664.40	55.82
Interest Income on Delayed Payment From Customer	11,706.27	23,968.29
Liabilities No Longer Required Written Back	9.91	20.70
Other Miscellaneous Income	197.53	55.99
	12,579.58	24,188.24

PARSA KENTE COLLIERIES LIMITED

Notes to Financial Statements for the year ended 31 March 2021

22 Operating Expenses

	Rupees in Lacs	
	For the year ended 31-Mar-2021	For the year ended 31-Mar-2020
Coal Mining Services	158,246.98	146,296.06
	<u>158,246.98</u>	<u>146,296.06</u>
Purchase of Reject coal	10,068.39	11,945.08
Add: Opening Stock of Reject Coal	4,065.03	2,715.84
Less: Closing Stock of Reject Coal	(3,301.30)	(4,065.03)
	<u>10,832.12</u>	<u>10,595.89</u>
	<u>169,079.10</u>	<u>156,891.95</u>

23 Employee Benefits Expense

	Rupees in Lacs	
	For the year ended 31-Mar-2021	For the year ended 31-Mar-2020
Salaries & Bonus	985.20	845.67
Gratuity & Contribution Expense	73.99	86.16
Staff Welfare Expenses	28.61	21.39
	<u>1,087.80</u>	<u>953.22</u>

24 Finance Costs

	Rupees in Lacs	
	For the year ended 31-Mar-2021	For the year ended 31-Mar-2020
Interest on Borrowings	7,843.12	5,310.91
Interest on Others	232.03	55.82
Bank Charges	190.67	87.02
Interest Expense on Delayed Payment	4,630.38	19,609.21
	<u>12,896.20</u>	<u>25,062.96</u>

25 Other Expenses

	Rupees in Lacs	
	For the year ended 31-Mar-2021	For the year ended 31-Mar-2020
Rates & Taxes	3.81	-
Legal & Professional Fees	450.89	355.97
Rent	25.00	14.93
Service Charges	18.45	-
Insurance	0.30	0.48
Repairs & Maintenance	0.77	6.30
Communication Expenses	6.64	3.25
Travelling & Conveyance	7.90	47.39
Payment to Auditors		
Statutory Audit Fees	1.25	1.50
Tax Audit Fees	0.30	0.25
Other Attestation Services	0.01	0.60
Directors Sitting Fees	1.56	1.37
Bad Debts Written Off	-	19.73
Office Expenses	14.28	6.97
Corporate Social Responsibility Expenses	58.59	26.08
Advertisement Expense	16.03	15.40
Other Miscellaneous Expense	43.22	0.45
	<u>649.00</u>	<u>500.67</u>

Note: Corporate Social Responsibility Activities

(a) Amount required to be spent by the company during the year.	53.88	29.57
(b) Amount spent during the year including advance & provision (on purpose other than construction/acquisition of assets controlled by the company)	54.47	30.21

26 Income Tax Expense

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

	Rupees in Lacs	
	As at 31-Mar-2021	As at 31-Mar-2020
Deferred Tax Liabilities	-	-
Deferred Tax Assets		
Difference in tax base of assets	0.32	0.33
Carried forward losses	97.89	-
Provision for doubtful debts	12.59	12.59
Expenses deductible on payment basis	58.66	42.20
	169.45	55.12

b. The gross movement in the deferred tax account for the year ended 31st March 2021 and 31st March 2020, are as follows:

	Rupees in Lacs	
	For the year ended 31-Mar-2021	For the year ended 31-Mar-2020
Net deferred income tax asset at the beginning	55.12	31.72
Tax (Expenses) / Income recognised in:		
Statement of Profit and Loss		
Difference in tax base of assets	(0.02)	0.36
Expenses deductible on payment basis	16.46	20.39
Carried forward losses	97.89	-
Other Comprehensive Income		
Net Loss/(Gain) on remeasurements of defined benefit plans	-	2.65
Net deferred income tax asset at the end	169.45	55.12

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

	Rupees in Lacs	
	For the year ended 31-Mar-2021	For the year ended 31-Mar-2020
Profit Before Tax	(591.50)	4,555.84
Tax Rate for Corporate Entity as per Income Tax Act, 1961	25.17%	25.17%
Tax Expense as per Income Tax Act, 1961	(148.87)	1,146.61
Change in tax rate	-	(8.87)
Non Deductible Items under Income Tax Act :		
Amortisation of Mine Development Rights	5.43	5.43
CSR Expenses	14.75	6.56
Other Items	0.14	0.00
Ind AS adjustment	7.36	
Tax Adjustments of earlier years	(14.02)	0.25
Other adjustments	6.86	1.11
Total Tax Expense as per Statement of Profit & Loss	(128.35)	1,151.10

27 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.

PARSA KENTE COLLIERIES LIMITED

Notes to Financial Statements for the year ended 31 March 2021

b. Financial Risk Management Objective and Policies

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

i) Interest risk

The Company is exposed to changes in interest rates due to its financing, investing and cash management activities. The risks arising from interest rate movements arise from borrowings with variable interest rates. The Company manages its interest rate risk by having a balanced portfolio of fixed and variable rate loans and borrowings.

The Companies 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. The Group's central treasury team ensures appropriate financial risk governance framework for the Company through appropriate policies and procedures and that financial risks are identified, measured and managed in accordance with the Group's policies and risk objectives.

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	Rupees in Lacs	
	As at 31st March 2021	As at 31st March 2020
Total Borrowings at the year end	100,516.07	74,293.76

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

Particulars	Rupees in Lacs	
	As at 31st March 2021	As at 31st March 2020
Impact on profit for the year	502.58	371.47

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	(Rupees in Lacs)			
	Less than 1 Year	1 to 5 Years	More than 5 years	Total
As at 31st March, 2021 :				
Borrowings	100,516.07	-	-	100,516.07
Trade Payables	135,938.57	-	-	135,938.57
Other Financial Liabilities	2,083.82	2,290.61	2,342.96	6,717.39
Total	238,538.46	2,290.61	2,342.96	243,172.03

PARSA KENTE COLLIERIES LIMITED

Notes to Financial Statements for the year ended 31 March 2021

(Rupees in Lacs)				
Particulars	Less than 1 Year	1 to 5 Years	More than 5 years	Total
As at 31st March, 2020 :				
Borrowings	74,293.76	-	-	74,293.76
Trade Payables	137,947.76	-	-	137,947.76
Other Financial Liabilities	3,577.30	1,494.61	2,113.63	7,185.54
Total	215,818.82	1,494.61	2,113.63	219,427.06

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.

The company monitors capital using gearing ratio, which is net debt (borrowings as detailed in note 15 less cash and bank balances) divided by total capital plus debt.

(Rupees in Lacs)		
Particulars	As at 31st March, 2021	As at 31st March, 2020
Total Borrowings (Refer note 15)	100,516.07	74,293.76
Less: Cash and Bank Balances (Refer note 7)	2,772.93	1,319.02
Net Debt (A)	97,743.14	72,974.74
Total Equity (B)	6,341.83	6,826.10
Total Equity and Net Debt (C = A + B)	104,084.97	79,800.84
Gearing ratio	94%	91%

28 Contingent Liabilities & Commitments

	Rupees in Lacs	
	As at 31-Mar-2021	As at 31-Mar-2020
Contingent Liabilities, to the extent not provided for Commitments	-	-
Estimated amount of contracts remaining to be executed on capital accounts (net of advances)	2.76	38.41
	2.76	38.41

29 Leases

Disclosure as required by the Ind AS 116, "Leases" are given below:

Where the company is lessee :

- (i) The aggregate lease rentals payable are charged to the Statement of Profit & Loss as Rent in Note 25.
- (ii) The disclosures as regards the leasing arrangements, which are non-cancellable over the period of the agreements, are as under.

Total of future minimum lease payments under non-cancellable operating lease for each of the following periods	Rupees in Lacs	
	As at 31-Mar-2021	As at 31-Mar-2020
(i) Not later than one year	19.44	2.93
(ii) Later than one year and not later than five years	88.00	1.24
(iii) Later than five years	64.22	-

PARSA KENTE COLLIERIES LIMITED

Notes to Financial Statements for the year ended 31 March 2021

30 Disclosures under MSMED Act

On the basis of the information and records available with management, outstanding dues to the Micro and Small enterprise as defined in the MSMED Act, 2006 are disclosed as below

	Rupees in Lacs	
	As at 31-Mar-2021	As at 31-Mar-2020
i) Principal amount remaining unpaid to any supplier as at the end of the year	184.63	112.89
ii) Interest due thereon remaining unpaid to any supplier at the end of the year	-	-
iii) The amount of interest paid along with the amounts of the payment made to	-	-
iv) The amount of interest due and payable for the year	-	-
v) The amount of interest accrued and remaining unpaid at the end of the year	-	-
vi) The amount of further interest due and payable even in the succeeding year, until such date when the interest dues as above are actually paid	-	-

31 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	(Rupees in Lacs)	
	Gratuity	
	As at 31-Mar-2021	As at 31-Mar-2020
i. Change in Obligations during the year		
Present Value of Obligations at the beginning of the year	72.20	42.78
Current Service Cost	19.32	15.37
Interest Cost	4.62	3.28
Benefits paid	-	-
Actuarial (Gains) / Losses	21.12	10.54
Acquisition Adjustment	(3.27)	0.23
Present Value at the end of the year	113.99	72.20
ii. Net Asset / (Liability) recognised in the Balance Sheet		
Present Value of Obligations	113.99	72.20
Fair Value of Plan Assets	-	-
Net Asset / (Liability)	(113.99)	(72.20)
iii. Expense recognised in the Statement of Profit and Loss		
Current Service Cost	19.32	15.37
Interest Cost	4.62	3.28
Expected Return on Plan Assets	-	-
	23.94	18.65
iv. Expense recognised in Other Comprehensive Income		
Actuarial (Gains) / Losses	21.12	10.54
Return on plan assets, excluding amount recognised in net interest expense	-	-
	21.12	10.54

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-2021	As at 31-Mar-2020
Discount Rate	6.70%	6.70%
Expected Rate of Return on Plan Assets	NA	NA
Mortality / Pre-retirement	IALM 2012-14 Ultimate	IALM 2012-14 Ultimate
Turnover Rate		
Upto 30 years	3.53%	5.00%
31 to 44 years	3.00%	3.00%
Above 44 years	1.00%	1.00%
Rate of Escalation in Salary (p.a.)	10.00%	8.00%

PARSA KENTE COLLIERIES LIMITED

Notes to Financial Statements for the year ended 31 March 2021

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	(Rupees in Lacs)			
	Increase in assumptions		Decrease in assumptions	
	As at 31-Mar-2021	As at 31-Mar-2020	As at 31-Mar-2021	As at 31-Mar-2020
Discount Rate (- / + 1%)	99.91	63.75	131.11	82.43
Salary Growth Rate (- / + 1%)	130.38	82.19	100.18	63.77
Attrition Rate (- / + 50%)	109.51	70.51	119.19	74.12
Mortality Rate (- / + 10%)	113.89	72.18	114.10	72.23

vi. Maturity Profile of Obligations

The average duration of the defined benefit plan obligation at the end of the reporting period is 14 years (31 March 2020: 13 years). The expected maturity analysis of gratuity benefits is as follows :

Particulars	Rupees in Lacs	
	As at	As at
	31-Mar-2021	31-Mar-2020
Less than a year	1.58	1.24
Between 2 to 5 years	27.59	21.52
Between 6 to 10 years	25.97	21.10
Beyond 10 years	287.99	163.29

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.

(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.

(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, 2021 is Rs. 84.07 lacs (Previous Year Rs. 52.06 lacs).

32 Related Parties

> Holding Company	:	Adani Enterprises Limited
> Joint Venturer	:	Rajasthan Rajya Vidyut Utpadan Nigam Limited
> Subsidiary Company	:	Nil
> Fellow Subsidiary Company	:	Adani Resources Private Limited Gare Pelma III Collieries Ltd Gidhmuri Paturia Collieries Private Limited Talabira (Odisha) Mining Private Limited
> Entity under Common Significant Influence	:	Sarguja Rail Corridor Private Limited Adani Power Maharashtra Limited Raigarh Energy Generation Limited Raipur Energen Limited Adani Logistics Services Private Limited Adani Institute For Education & Research
> Key Management Personnel	:	Mr. Vinay Prakash, Managing Director Mr. Sanjay Kumar Singh Mr. Manish Saxena Mrs. Nayanaben Bhairavdanji Gadhi Mr. Pallakonda Ramesh (Upto 14-Oct-20) Mr. Shyamal Shivkumar Joshi Mr. Jinesh Jain (w.e.f. 14-Oct-20 to 12-Feb-21) Mr. Rajendra Murlidhar Ingale Mr. Rajeev Kumar Jain Mr. Rajesh Kumar Sharma (w.e.f 12-Feb-21)

PARSA KENTE COLLIERIES LIMITED

Notes to Financial Statements for the year ended 31 March 2021

Information in respect of Related Parties	Rupees in Lacs 31-Mar-2021	Rupees in Lacs 31-Mar-2020
<u>Loan Received</u>		
Holding Company : Adani Enterprises Limited	103,342.84	37,689.25
<u>Loan Repaid</u>		
Holding Company : Adani Enterprises Limited	66,533.99	12,200.40
<u>Purchase of Goods</u>		
Joint Venturer : Rajasthan Rajya Vidyut Utpadan Nigam Limited	10,068.39	11,945.08
<u>Sale of Goods</u>		
Entity under Common : Raigarh Energy Generation Limited	280.85	303.38
Significant Influence : Raipur Energen Limited	9,502.23	5,038.72
<u>Services Provided</u>		
Joint Venturer : Rajasthan Rajya Vidyut Utpadan Nigam Limited	163,623.93	176,989.33
<u>Services Received</u>		
Holding Company : Adani Enterprises Limited	158,246.98	170,363.35
Entity under Common : Adani Institute For Education & Research	0.69	-
Significant Influence		
<u>Interest Expense</u>		
Holding Company : Adani Enterprises Limited	6,318.75	3,376.25
<u>Delayed Payment Charges Paid / Payable</u>		
Holding Company : Adani Enterprises Limited	4,630.38	26,851.64
<u>Delayed Payment Charges Received / Receivable</u>		
Joint Venturer : Rajasthan Rajya Vidyut Utpadan Nigam Limited	11,706.27	31,512.52
<u>Reimbursement of Expenses Paid / Payable</u>		
Holding Company : Adani Enterprises Limited	710.21	135,711.51
<u>Reimbursement of Expenses Taxes & Duties Received / Receivable</u>		
Joint Venturer : Rajasthan Rajya Vidyut Utpadan Nigam Limited	61,127.49	230,783.32
Holding Company : Adani Enterprises Limited	17,208.01	32,208.23
<u>Transfer In of Employee Liabilities</u>		
Holding Company : Adani Enterprises Limited	-	1.12
Fellow Subsidiary : Talabira (Odisha) Mining Private Limited Company	6.06	
Entity under Common : Adani Power Maharashtra Limited	-	2.47
Significant Influence		
<u>Transfer Out Employee Liabilities</u>		
Holding Company : Adani Enterprises Limited	-	2.48
Fellow Subsidiary : Gare Pelma III Collieries Ltd Company	-	1.34
Company : Gidhmuri Paturia Collieries Private Limited	1.14	-
Company : Talabira (Odisha) Mining Private Limited	1.11	-
Entity under Common : Adani Logistics Services Private Limited	7.51	-
Significant Influence		
<u>Directors Sitting Fees</u>		
Key Management : Mrs. Nayanaben Bhairavdanji Gadhvi	0.78	0.59
Personnel : Mr. Shyamal Shivkumar Joshi	0.78	0.78
<u>Interest Expense on Delayed Payment written back</u>		
Holding Company : Adani Enterprises Limited	13,341.11	-

PARSA KENTE COLLIERIES LIMITED

Notes to Financial Statements for the year ended 31 March 2021

Information in respect of Related Parties	Rupees in Lacs 31-Mar-2021	Rupees in Lacs 31-Mar-2020
<u>Interest Income on Delayed Payment written off</u>		
Joint Venturer : Rajasthan Rajya Vidhyut Utpadan Nigam Limited	17,944.84	-
<u>Deposit With Customer</u>		
Joint Venturer : Rajasthan Rajya Vidhyut Utpadan Nigam Limited	26,380.74	25,393.66
<u>Deposit From Vendor</u>		
Holding Company : Adani Enterprises Limited	24,384.88	25,393.66
<u>Dues receivables outstanding at the year end</u>		
Joint Venturer : Rajasthan Rajya Vidhyut Utpadan Nigam Limited	209,073.57	204,867.97
Holding Company : Adani Enterprises Limited	7,887.97	3,409.54
Entity under Common : Sarguja Rail Corridor Private Limited	1.18	0.58
Significant Influence : Adani Power Maharashtra Limited	-	2.47
: Raigarh Energy Generation Limited	294.90	318.55
: Raipur Energen Limited	1,633.67	2,167.54
Fellow Subsidiary : Adani Resources Private Limited	-	2.20
Company : Talabira (Odisha) Mining Private Limited	4.94	0.00
<u>Dues payables outstanding at the year end</u>		
Holding Company : Adani Enterprises Limited	124,900.55	133,397.66
Fellow Subsidiary : Gare Pelma III Collieries Ltd	-	1.34
Company : Gidhmuri Paturia Collieries Private Limited	1.14	-
Entity under Common : Adani Logistics Services Private Limited	7.51	-
Significant Influence : Adani Institute For Education & Research	0.44	-
<u>Unsecured Loan Balance</u>		
Holding Company : Adani Enterprises Limited	79,818.35	43,009.50

Terms and Conditions of transactions with related parties :

- (i) Transactions with Related Parties are shown net of taxes.
(ii) The Company's material related party transactions and outstanding balances are with related parties with whom the Company routinely enters into transactions in the ordinary course of business and at arm's length basis.

33 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.

34 Earning Per Share (EPS)

	Rupees in Lacs	
	For the year ended 31-Mar-2021	For the year ended 31-Mar-2020
Profit / (Loss) for calculation of basic and diluted EPS	(463.15)	3,404.74
Weighted average number of equity shares for calculating Basic EPS	500,000	500,000
Weighted average number of equity shares for calculating Diluted EPS	500,000	500,000
Face value of equity shares (in Rupees)	10	10
Basic Earning Per Share (in Rupees)	(92.63)	680.95
Diluted Earning Per Share (in Rupees)	(92.63)	680.95

PARSA KENTE COLLIERIES LIMITED

Notes to Financial Statements for the year ended 31 March 2021

35 Other Disclosures

- (a) An appeal was filed before National Green Tribunal (NGT), New Delhi against Grant of Forest Clearance to RVUNL for Parsa East and Kente Basan (PEKB) Coal Block. NGT vide its order dated 24th March, 2014 set aside the Forest Clearance and remanded back the case to MoEF.

Against the order of NGT, RVUNL had filed appeal before Supreme Court of India, which stayed the direction of NGT on 28/04/2014 vide its order as follows, "We stay the direction in the impugned order that all works commenced by the appellant pursuant to the order dated 28th March, 2012 passed by the state of Chhattisgarh under section 2 of the Forest Conservation Act, 1980 shall stand suspended till further orders are passed by the Ministry of Environment and Forests".

This appeal filed by RVUNL before Supreme Court of India is pending for final adjudication.

- (b) Rajasthan Rajya Vidyut Utpadan Nigam Limited ("RRVUNL") has withheld / made deduction from amount(s) payable to the company on account of certain pending issues relating to quality parameters of coal, interest on overdue payment, expenditure / charges incurred by RRVUNL on furnishing of bank guarantees and other certain issues. The company has during the year received favorable award from Arbitration Tribunal and all the claims were allowed except one claims relating to Land acquisitions costs, which was inadvertently omitted. The Company has filed an application for Additional Award for the same. Since late payment interest is applicable as per terms of the contract, no credit loss provision is being made.
- (c) Company has filled and application before the Arbitral Tribunal on 27th of July 2020, relating to disputes with Rajasthan Rajya Vidyut Utpadan Nigam Limited on account of a. GST Compensation Cess, interest on delayed reimbursement of taxes and duties, approval for CSR activity of construction of hospital and other unilateral deductions from mining service bills. Company believes that it has good grounds on merit for a successful award.
- (d) During the previous financial year the Company received favorable order from the Hon'ble Supreme Court with respect to its price escalation claim. Pursuant to the order, the Company recognized cumulative revenue and interest thereon since financial year 2013-14. The net impact on previous year's profit was Rs. 1313.93 lacs.
- (e) The income from mining services includes recovery through disposal of coal rejects of Rs. 11169.04 lacs (Previous Year: Rs. 11713.63 lacs) which being a part of mining fee as per Coal Mining and Delivery Agreement entered into by the Company.
- (f) Civil Suit No 229 of 2020 filed on 22nd July, 2020 for recovery of interest from RRVUNL on delayed payment of transportation invoices is pending before Commercial Court Jaipur and same is listed for hearing on 22nd April, 2021. Company believes, it has good ground of successful order, however being conservative the Company has derecognized in the Current Year interest Income which was recognized prior to FY 20-21, and disclosed as exceptional.
- (g) The financial statements were approved for issue by the board of directors on 26.04.2021

As per our report of even date
For **Shah Dhandharia & Co LLP**
Chartered Accountants
Firm Registration Number : 118707W / W100724

Ankit Ajmera
Partner
Membership No. 434347

Place : **Ahmedabad**
Date : **26.04.2021**

For and on behalf of the board of directors of
Parsa Kente Collieries Limited

Vinay Prakash
Managing Director
DIN : 03634648

Place : **Gurgaon**
Date : **26.04.2021**

Manish Saxena
Director
DIN : 08280514

Place : **Gurgaon**
Date : **26.04.2021**

PARSA KENTE COLLIERIES LIMITED

Notes to Financial Statements for the year ended 31 March 2021

3 Property, Plant & Equipments & Intangible Assets

(Rupees in Lacs)

Particulars	Property, Plant & Equipments					Total	Intangible Assets			Grand Total
	Office Equipments	Electrical Installation	Computer	Vehicles	Furniture		Computer Software	Mine Development Rights	Total	
A. Year Ended 31 March 2020										
Gross Carrying Value as at 01-Apr-19										
Opening Gross Carrying Amount	0.82	0.93	0.62	33.23	6.95	42.55	0.32	604.46	604.78	647.33
Addition during the year	-	-	-	4.78	-	4.78	-	-	-	4.78
Deduction during the year	-	-	-	-	-	-	-	-	-	-
Closing Gross Carrying Value as at 31-Mar-20	0.82	0.93	0.62	38.01	6.95	47.33	0.32	604.46	604.78	652.11
Accumulated Depreciation/Amortisation as at 01-Apr-19										
Opening Accumulated Depreciation/Amortisation	0.79	0.46	0.62	10.53	3.01	15.41	0.28	86.35	86.63	102.04
Depreciation/Amortisation during the year	0.03	0.12	-	4.60	0.83	5.58	0.01	21.59	21.60	27.18
Disposals	-	-	-	-	-	-	-	-	-	-
Closing Accumulated Depreciation/Amortisation as at 31-Mar-20	0.82	0.58	0.62	15.13	3.84	20.99	0.29	107.94	108.23	129.22
Net Carrying Amount as at 31-Mar-20	-	0.35	-	22.88	3.11	26.34	0.03	496.52	496.55	522.89
B. Year Ended 31 March 2021										
Gross Carrying Value as at 01-Apr-20										
Opening Gross Carrying Amount	0.82	0.93	0.62	38.01	6.95	47.33	0.32	604.46	604.78	652.11
Addition during the year	16.26	8.89	4.96	-	32.46	62.57	1.08	-	1.08	63.65
Deduction during the year	-	-	-	-	-	-	-	-	-	-
Closing Gross Carrying Value as at 31-Mar-21	17.08	9.82	5.58	38.01	39.41	109.90	1.40	604.46	605.86	715.76
Accumulated Depreciation/Amortisation as at 01-Apr-20										
Opening Accumulated Depreciation/Amortisation	0.82	0.58	0.62	15.13	3.84	20.99	0.29	107.94	108.23	129.22
Depreciation/Amortisation during the year	0.60	1.01	0.48	4.88	4.04	11.01	0.00	21.59	21.59	32.60
Disposals	-	-	-	-	-	-	-	-	-	-
Closing Accumulated Depreciation/Amortisation as at 31-Mar-21	1.42	1.59	1.10	20.01	7.88	32.00	0.29	129.53	129.82	161.82
Net Carrying Amount as at 31-Mar-21	15.66	8.23	4.48	18.00	31.53	77.90	1.11	474.93	476.04	553.94