

GARE PELMA III COLLIERIES LIMITED

Balance Sheet as at 31 March 2021

			(Amt in Rs.)
	Notes	As at 31-Mar-2021	As at 31-Mar-2020
ASSETS			
(I) Non-Current Assets			
(a) Property, Plant and Equipment	3	4,97,77,243	1,65,19,386
(b) Capital Work-In-Progress	4	2,80,23,677	64,69,120
(c) Other Intangible Assets	3	37,50,30,570	38,77,97,338
(d) Financial Assets			
(i) Other Financial Assets	5	3,38,11,476	1,64,93,400
(e) Income Tax Assets (net)	6	7,98,96,682	40,84,850
(f) Other Non-Current Assets	7	31,67,368	-
Total Non-Current Assets		56,97,07,016	43,13,64,094
(II) Current Assets			
(a) Inventories		-	-
(b) Financial Assets			
(i) Trade Receivables	8	43,28,70,351	69,13,509
(ii) Cash & Cash Equivalents	9	5,29,517	1,03,58,248
(iii) Bank Balances other than (ii) above	10	25,16,61,599	24,40,00,000
(iv) Loans	11	14,288	3,48,778
(v) Other Financial Assets	12	19,88,91,569	1,20,83,128
(c) Other Current Assets	13	16,54,72,143	16,37,72,864
Total Current Assets		1,04,94,39,467	43,74,76,527
Total Assets		1,61,91,46,483	86,88,40,621
EQUITY AND LIABILITIES			
EQUITY			
(a) Equity Share Capital	14	10,00,000	1000000
(b) Other Equity		3,35,60,516	(8,11,39,146)
		3,45,60,516	(8,01,39,146)
LIABILITIES			
(I) Non-Current Liabilities			
(a) Financial Liabilities			
(i) Other Financial Liabilities	15	-	1,59,989
(b) Provisions	16	3,15,87,392	2,22,41,222
(c) Deferred Tax Liabilities		1,36,75,124	-
Total Non-Current Liabilities		4,52,62,516	2,24,01,211
(II) Current Liabilities			
(a) Financial Liabilities			
(i) Borrowings	17	1,09,89,70,379	84,07,27,614
(ii) Trade Payables	18		
- Total outstanding dues of micro and small enterprises		1,79,69,829	26,32,049
- Total outstanding dues of creditors other than micro and small enterprises		36,37,11,623	6,74,86,821
(iii) Other Financial Liabilities	19	3,94,58,006	28,62,085
(b) Other Current Liabilities	20	1,68,69,367	1,10,92,074
(c) Provisions	21	23,44,246	17,77,913
Total Current Liabilities		1,53,93,23,451	92,65,78,556
Total Liabilities		1,58,45,85,967	94,89,79,767
Total Equity and Liabilities		1,61,91,46,483	86,88,40,621

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

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

For and on behalf of the board of directors of
Gare Pelma III Collieries Limited

D. A. Parikh
Partner
Membership No. 045501

Place : **Ahmedabad**
Date : **29.04.2021**



Rajendra Ingale
Director
DIN : 05304897

Place : **Ahmedabad**
Date : **29.04.2021**

Manish Saxena
Director
DIN : 08280514

Place : **Gurgaon**
Date : **29.04.2021**

GARE PELMA III COLLIERIES LIMITED

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

		(Amt in Rs.)	
	Notes	For the year ended 31-Mar-2021	For the year ended 31-Mar-2020
a) Income			
Revenue from Operations	22	91,23,35,085	58,58,906
Other Income	23	13,88,37,288	60,20,910
Total Income		1,05,11,72,373	1,18,79,816
b) Expenses			
Operating Expenses	24	57,20,08,919	25,21,647
Employee Benefits Expense	25	7,22,76,582	2,51,11,529
Finance Costs	26	11,71,51,965	2,77,28,106
Depreciation and Amortisation Expense	3	66,43,688	12,80,567
Other Expenses	27	15,08,43,100	3,61,78,585
Total Expenses		91,89,24,254	9,28,20,435
c) Profit / (Loss) Before Tax		13,22,48,119	(8,09,40,619)
d) Tax Expense			
Current Tax		10,36,545	-
Deferred Tax		1,43,89,086	-
Tax Adjustment of Earlier Years		-	11,823
Total Tax Expenses		1,54,25,631	11,823
e) Profit / (Loss) For The Year		11,68,22,488	(8,09,52,442)
f) Other Comprehensive Income			
- Item that will be reclassified to Profit & Loss		-	-
- Item that will not be reclassified to Profit & Loss		-	-
(a) Remeasurement gains (losses) on defined benefit plans		(28,36,788)	-
(b) Income tax relating to these items		7,13,962	-
Total Other Comprehensive Income		(21,22,826)	-
g) Total Comprehensive Loss for the Year		11,46,99,662	(8,09,52,442)
h) Earning per Equity Share (Face value of Rs.10 each)	34		
Basic		1,168.22	(809.52)
Diluted		1,168.22	(809.52)

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GARE PELMA III COLLIERIES LIMITED

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

A. Equity Share Capital

Particulars	No. of Shares	Amt in Rs.
Balance as at 1st April, 2019	1,00,000	10,00,000
Changes in equity share capital during the year:	-	-
Balance as at 31st March, 2020	1,00,000	10,00,000
Changes in equity share capital during the year:	-	-
Balance as at 31st March, 2021	1,00,000	10,00,000

B. Other Equity

Particulars	Reserves and Surplus	(Amt in Rs.)
	Retained Earnings	Total
Balance as at 1st April 2019	(1,86,704)	(1,86,704)
Profit/(Loss) for the year	(8,09,52,442)	(8,09,52,442)
Other comprehensive income	-	-
Total Comprehensive Income/(Loss) for the year	(8,09,52,442)	(8,09,52,442)
Balance as at 31st March, 2020	(8,11,39,146)	(8,11,39,146)
Balance as at 1st April 2020	(8,11,39,146)	(8,11,39,146)
Profit/(Loss) for the year	11,68,22,488	11,68,22,488
Other comprehensive income	(21,22,826)	(21,22,826)
Total Comprehensive Income/(Loss) for the year	11,46,99,662	11,46,99,662
Balance as at 31st March, 2021	3,35,60,516	3,35,60,516

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

For and on behalf of the board of directors of
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D. A. Parikh
Partner

Membership No. 045501

Place : **Ahmedabad**
Date : **29.04.2021.**



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Place : **Ahmedabad**
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Manish Savana

Manish Savana
Director
DIN : 08280514

Place : **Gurgaon**
Date : **29.04.2021.**

GARE PELMA III COLLIERIES LIMITED

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

	(Amt in Rs.)	
	For the year ended 31-Mar-2021	For the year ended 31-Mar-2020
I. CASH FLOW FROM OPERATING ACTIVITIES		
Profit / (Loss) Before Tax	13,22,48,119	(8,09,40,619)
Adjustment on account of :		
Finance Cost	11,71,51,965	2,77,28,106
Interest Income	-	(60,20,910)
Operating Profit / (Loss) Before Working Capital Changes	24,94,00,084	(5,92,33,423)
Movements in Working Capital :		
(Increase) / Decrease in Other Non-Current Financial Assets	(1,73,18,076)	(1,64,93,400)
(Increase) / Decrease in Trade Receivables	(42,59,56,842)	(69,13,509)
(Increase) / Decrease in Loans	3,34,490	4,25,009
(Increase) / Decrease in Other Current Financial Assets	(18,72,30,429)	23,62,60,268
(Increase) / Decrease in Other Current Assets	(16,99,279)	(15,97,36,433)
Increase / (Decrease) in Trade Payables	31,15,62,583	7,00,97,104
Increase / (Decrease) in Other Non-Current Financial Liabilities	(1,59,989)	1,59,989
Increase / (Decrease) in Other Current Financial Liabilities	3,79,79,880	9,62,664
Increase / (Decrease) in Other Current Liabilities	57,77,293	78,81,745
Increase / (Decrease) in Current and Non-Current Provisions	77,89,677	71,21,410
Cash Generated from Operations	(1,95,20,608)	8,05,31,424
Less : Income Taxes Paid (Net of Refunds)	7,75,62,339	17,90,525
Net Cash Generated From / (Used in) Operating Activities	(9,70,82,948)	7,87,40,899
II. CASH FLOW FROM INVESTING ACTIVITIES		
Capital Expenditure on Property, Plant & Equipment (including adjustment of increase / decrease of Capital Work In Progress, Capital creditors and advances)	(4,65,96,972)	(23,35,05,420)
Interest Income received	4,21,988	1,72,31,595
Net Cash Generated From / (Used in) Investing Activities	(4,61,74,984)	(21,62,73,825)
III. CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from / (Repayment of) Borrowings (net)	25,82,42,765	45,50,70,340
Finance Cost paid	(11,71,51,965)	(6,57,55,652)
Payment on account of Lease Liability		(1,51,252)
Net Cash Generated From / (Used in) Financing Activities	14,10,90,800	38,91,63,436
Net Increase / (Decrease) in Cash & Cash Equivalents	(21,67,131)	25,16,30,510
Cash & Cash Equivalents at the beginning of the year	25,43,58,248	27,27,738
Cash & Cash Equivalents at the end of the year	25,21,91,116	25,43,58,248



Notes to Statement of Cash Flow:

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

(Amt in Rs.)

Particulars	As at 31st March, 2021	As at 31st March, 2020
Cash and cash equivalents as per Balance Sheet (Refer note 9)	25,21,91,116	25,43,58,248

- (ii) Disclosure of changes in liabilities arising from financing activities, including both changes arising from cash flows and non-cash changes are included below:

(Amt in Rs.)

Particulars	As at 1st April, 2020	Cash Flows	Non Cash Changes	As at 31st March, 2021
Non - Current borrowings	-	-	-	-
Current borrowings	84,07,27,614	25,82,42,765	-	1,09,89,70,379
Total	84,07,27,614	25,82,42,765	-	1,09,89,70,379

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

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

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

For and on behalf of the board of directors of
Gare Pelma III Collieries Limited

D. A. Parikh
Partner
Membership No. 045501

Place : **Ahmedabad**
Date : **29.04.2021**



Rajendra Ingale
Director
DIN : 05304897

Place : **Ahmedabad**
Date : **29.04.2021**

Manish Saxena
Director
DIN : 08280514

Place : **Gurgaon**
Date : **29.04.2021**

GARE PELMA III COLLIERIES LIMITED

Notes to Financial Statements for the year ended 31 March 2021

3 Property, Plant & Equipments and intangible assets

Property, Plant & Equipments and Intangible assets												(Amt in Rs.)
Particulars	Property, Plant & Equipments								Intangible Assets			Grand Total
	Buildings	ROU Buildings	Electrical Installation	Computer Hardware	Furniture	Office Equipment	Vehicles	Total	Computer Software	Mine Development Right	Total	
A. Year Ended 31-March-2020												
Gross Carrying Value												
Opening Balance	51,07,489	-	6,31,630	14,25,156	9,75,740	2,77,572	-	84,17,587	-	-	-	84,17,587
Addition	20,16,914	4,36,259	61,19,082	23,38,240	2,76,128	24,73,549	1,07,447	1,37,67,618	2,90,637	39,16,80,505	39,19,71,142	40,57,38,760
Deduction	-	-	-	-	-	-	-	-	-	-	-	-
Closing Balance	71,24,402	4,36,259	67,50,712	37,63,396	12,51,868	27,51,121	1,07,447	2,21,85,205	2,90,637	39,16,80,505	39,19,71,142	41,41,56,347
Accumulated Depreciation and Amortisation												
Opening balance	24,05,922	-	17,162	3,25,485	61,923	40,247	-	28,50,738	-	-	-	28,50,738
Depreciation and Amortisation for the year	19,01,720	1,53,999	1,30,930	3,44,430	1,08,055	1,73,217	2,730	28,15,081	159	41,73,645	41,73,804	69,88,884
Deduction	-	-	-	-	-	-	-	-	-	-	-	-
Closing Balance	43,07,641	1,53,999	1,48,092	6,69,915	1,69,978	2,13,464	2,730	56,65,819	159	41,73,645	41,73,804	98,39,622
Net Carrying Amount as at 31-Mar-20	28,16,761	2,82,260	66,02,621	30,93,481	10,81,889	25,37,657	1,04,717	1,65,19,386	2,90,479	38,75,06,860	38,77,97,338	40,43,16,724
B. Year Ended 31-March-2021												
Gross Carrying Value												
Opening Balance	71,24,402	4,36,259	67,50,712	37,63,396	12,51,868	27,51,121	1,07,447	2,21,85,205	2,90,637	39,16,80,505	39,19,71,142	41,41,56,347
Addition	1,89,74,378	-	88,26,872	49,91,383	4,46,232	31,53,263	34,50,956	3,98,43,083	70,000	2,78,095	3,48,095	4,01,91,179
Deduction	-	-	-	-	-	-	-	-	-	-	-	-
Closing Balance	2,60,98,780	4,36,259	1,55,77,585	87,54,779	16,98,099	59,04,383	35,58,403	6,20,28,288	3,60,637	39,19,58,600	39,23,19,237	45,43,47,525
Accumulated Depreciation and Amortisation												
Opening balance	43,07,641	1,53,999	1,48,092	6,69,915	1,69,978	2,13,464	2,730	56,65,819	159	41,73,645	41,73,804	98,39,622
Depreciation and Amortisation for the year	28,16,300	1,53,999	7,74,767	15,77,201	1,52,206	8,80,842	2,29,912	65,85,226	58,462	1,30,56,402	1,31,14,864	1,97,00,090
Deduction	-	-	-	-	-	-	-	-	-	-	-	-
Closing Balance	71,23,941	3,07,997	9,22,859	22,47,115	3,22,184	10,94,306	2,32,642	1,22,51,045	58,621	1,72,30,047	1,72,88,667	2,95,39,713
Net Carrying Amount as at 31-Mar-21	1,89,74,839	1,28,262	1,46,54,726	65,07,663	13,75,915	48,10,077	33,25,761	4,97,77,243	3,02,017	37,47,28,553	37,50,30,570	42,48,07,813

(1) Depreciation and Amortisation till the commencement of Project has been charged to Project Development Expenditure.
(2) Depreciation and Amortisation on Mine Development Right has been transferred to Operating Expenses.



1 Corporate Information

Gare Pelma III Collieries Limited is a public limited company domiciled in India with its registered office located at Adani Corporate House, Shantigram, Near Vaishno Devi Circle, S. G. Highway, Khodiyar, Ahmedabad – 382421, Gujarat, India. The Company has been incorporated on 18-Jul-2017 to carry out mining operation at Gare Pelma III coal block. The company has commenced its operations and delivery of coal to the mine owner during the financial year 2019-20.

2 Summary of Significant Accounting Policies

a) Basis of preparation and presentation of financial statements

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

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

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

Current & Non-Current Classification

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

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

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

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

b) Use of Estimates

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

Estimates and assumptions are required in particular for:

i) Useful life of tangible assets:

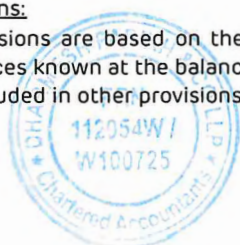
Determination of the estimated useful life of tangible assets and the assessment as to which components of the cost may be capitalized. Useful life of tangible assets is based on the life prescribed in Schedule II of the Companies Act, 2013. In cases, where the useful life is different from that prescribed 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 capitalised and which components of the cost of the asset may be capitalised.

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.



GARE PELMA III COLLIERIES LIMITED

Notes to Financial Statements for the year ended 31 March 2021

iv) Determination of lease term & Discount Rate:

Lease Term:

Ind AS 116 Leases requires lessee to determine the lease term as the non-cancellable period of a lease adjusted with any option to extend or terminate the lease, if the use of such option is reasonably certain. The Company makes assessment on the expected lease term on lease by lease basis and thereby assesses whether it is reasonably certain that any options to extend or terminate the contract will be exercised. In evaluating the lease term, the Company considers factors such as any significant leasehold improvements undertaken over the lease term, costs relating to the termination of lease and the importance of the underlying to the Company's operations taking into account the location of the underlying asset and the availability of the suitable alternatives. The lease term in future periods is reassessed to ensure that the lease term reflects the current economic circumstances.

Discount Rate:

The discount rate is generally based on the incremental borrowing rate specific to the lease being evaluated or for a portfolio of leases with similar characteristics.

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

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

d) Cash Flow Statement

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

e) Revenue Recognition

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

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

i) Rendering of Services

Revenue from services rendered is recognised when the work is performed and as per the terms of agreement.

ii) Interest Income

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

Contract Assets

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

Contract Liability

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

f) 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.



GARE PELMA III COLLIERIES LIMITED

Notes to Financial Statements for the year ended 31 March 2021

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.

g) Intangible Assets

Intangible assets are measured on initial recognition at cost and are subsequently carried at cost less any accumulated amortisation and accumulated impairment losses, if any. Internally generated intangibles are not capitalised.

The intangible assets of the Company are assessed to be of finite lives and are amortised over the useful economic life and assessed for impairment whenever there is an indication that the intangible asset may be impaired. The Company reviews amortisation period on an annual basis.

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

Intangible Assets	Estimated Useful Life (Years)
Software applications	3-5 Years based on management estimate
Mine Development Assets	Over a period of underlying contract

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 and Loss when the asset is derecognised.

h) 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.



i) 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.

j) 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 recognizes contribution payable to the provident fund scheme as a charge to the capital work-in-progress till the capitalisation of the projects otherwise the same is charged to the Statement of Profit and Loss for the period in which the contributions to the respective funds accrue.

Defined Benefit Plans

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

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

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

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

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

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

Long Term Employee Benefits

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

k) 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.

l) 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.

m) 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.



n) 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.

o) 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.

p) Leases

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. To assess whether a contract conveys the right to control the use of an identified asset, the Company assesses whether (i) the contract involves the use of identified asset; (ii) the Company has substantially all of the economic benefits from the use of the asset through the period of lease and (iii) the Company has right to direct the use of the asset.

I) Company as a Lessee:

The Company recognises a right-of-use asset and a lease liability at the lease commencement date. The right-of-use asset is initially measured at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or before the commencement date, plus any initial direct costs incurred and an estimate of costs to dismantle and remove the underlying asset or to restore the site on which it is located, less any lease incentives received.

Certain lease arrangements include the option to extend or terminate the lease before the end of the lease term. The right-of-use assets and lease liabilities include these options when it is reasonably certain that the option will be exercised.

The right-of-use asset is subsequently depreciated using the straight-line method from the commencement date to the earlier of the end of the useful life of the right-of-use asset or the end of the lease term. In addition, the right-of-use asset is periodically reduced by impairment losses, if any, and adjusted for certain re-measurements of the lease liability.

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, the Company's incremental borrowing rate. Generally, the Company uses its incremental borrowing rate as the discount rate.

The lease liability is subsequently measured at amortised cost using the effective interest method. It is remeasured when there is a change in future lease payments arising from a change in an index or rate, if there is a change in the Company's estimate of the amount expected to be payable under a residual value guarantee, or if Company changes its assessment of whether it will exercise a purchase, extension or termination option.

When the lease liability is remeasured in this way, a corresponding adjustment is made to the carrying amount of the right-of-use asset or is recorded in profit or loss if the carrying amount of the right-of-use asset has been reduced to zero.

Lease payments have been classified as financing activities.



GARE PELMA III COLLIERIES LIMITED

Notes to Financial Statements for the year ended 31 March 2021

The Company has elected not to recognise right-of-use assets and lease liabilities for short term leases that have a lease term of less than or equal to 12 months with no purchase option and assets with 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. The related cash flows are classified as operating activities.

II) Company as a lessor:

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.

Operating lease

Lease income from operating leases where the Company is a lessor is recognised in income on a straight-line basis over the lease term.

q) Service Work in Progress

Service Work in Progress is valued at lower of cost and net realisable value. Cost is determined based on Weighted Average Cost Method.

Service Work in Progress represents closing inventory of Washed and Reject 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 contract price as per the Mine Development and Operation (MDO) Agreement, less estimated costs of completion and estimated costs necessary to make the sale.

r) Overburden Cost Adjustment

Overburden removal expenses incurred during production stage are charged to revenue based on waste-to-ore ratio, (commonly known as Stripping Ratio in the industry). This ratio is taken based on the current operational phase of overall mining area. To the extent the current period ratio exceeds the expected Stripping Ratio of a phase, excess overburden costs are deferred.

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.



GARE PELMA III COLLIERIES LIMITED

Notes to Financial Statements for the year ended 31 March 2021

4 Capital Work-In-Progress

	Amt in Rs.	
	As at 31-Mar-2021	As at 31-Mar-2020
Capital Inventories	47,30,441	47,50,232
Project Development Expenditure	2,32,93,237	17,18,888
	2,80,23,677	64,69,120
Details of Project Development Expenditure		
Project Expenses	2,32,93,237	11,06,38,668
Manpower Cost	-	20,02,18,997
Travelling & Conveyance	-	2,21,15,430
Office & Administrative Expenses	-	63,58,688
Finance Cost	-	7,74,18,546
Depreciation and Amortisation	-	43,85,409
Interest Income	-	(2,77,36,345)
Less: Projects capitalised during the year	-	(39,16,80,505)
	2,32,93,237	17,18,888

5 Other Non-Current Financial Assets

(Unsecured, Considered good)

	Amt in Rs.	
	As at 31-Mar-2021	As at 31-Mar-2020
Deposits	3,38,11,476	1,64,93,400
	3,38,11,476	1,64,93,400

6 Income Tax Assets (net)

	Amt in Rs.	
	As at 31-Mar-2021	As at 31-Mar-2020
Advance payment of income tax (net of provision)	7,98,96,682	40,84,850
	7,98,96,682	40,84,850

7 Other Non-Current Assets

(Unsecured, Considered good)

	Amt in Rs.	
	As at 31-Mar-2021	As at 31-Mar-2020
Capital advances	31,67,368	-
	31,67,368	-

8 Trade Receivables

	Amt in Rs.	
	As at 31-Mar-2021	As at 31-Mar-2020
Unsecured, considered good	43,28,70,351	69,13,509
	43,28,70,351	69,13,509



GARE PELMA III COLLIERIES LIMITED

Notes to Financial Statements for the year ended 31 March 2021

9 Cash & Cash Equivalents

	Amt in Rs.	
	As at 31-Mar-2021	As at 31-Mar-2020
Balances with Banks		
- In Current Accounts	5,29,517	1,03,58,248
Balances in Deposit Accounts < 3 Months	-	-
	5,29,517	1,03,58,248

10 Bank Balances (Other than Cash & Cash Equivalents)

	Amt in Rs.	
	As at 31-Mar-2021	As at 31-Mar-2020
Margin money deposits (lodged against bank guarantee)	25,16,61,599	24,40,00,000
	25,16,61,599	24,40,00,000

11 Loans

(Unsecured, Considered good)

	Amt in Rs.	
	As at 31-Mar-2021	As at 31-Mar-2020
Loans to employees	14,288	3,48,778
	14,288	3,48,778

12 Other Current Financial Assets

(Unsecured, Considered good)

	Amt in Rs.	
	As at 31-Mar-2021	As at 31-Mar-2020
Deposits	32,15,528	1,64,000
Interest accrued	8,18,012	12,40,000
Other Receivables	19,48,58,029	1,04,22,142
Unbilled revenue	-	2,56,986
	19,88,91,569	1,20,83,128

13 Other Current Assets

(Unsecured, Considered good)

	Amt in Rs.	
	As at 31-Mar-2021	As at 31-Mar-2020
Advances to suppliers	4,86,68,114	1,24,84,896
Advance to Employees	51,727	3,60,000
Balances with Government Authorities (GST Receivable)	-	3,65,35,994
Service Work in Progress	11,67,52,302	11,43,91,974
	16,54,72,143	16,37,72,864



GARE PELMA III COLLIERIES LIMITED

Notes to Financial Statements for the year ended 31 March 2021

14 Share Capital

	As at 31-Mar-2021		As at 31-Mar-2020	
	Numbers	Amt in Rs.	Numbers	Amt in Rs.
Authorised shares				
Equity shares of Rs. 10/- each	1,00,000	10,00,000	1,00,000	10,00,000
Issued, subscribed and fully paid-up shares				
Equity shares of Rs. 10/- each fully paid up	1,00,000	10,00,000	1,00,000	10,00,000
	1,00,000	10,00,000	1,00,000	10,00,000

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	Amt in Rs.	Numbers	Amt in Rs.
Equity shares				
At the beginning of the year	1,00,000	10,00,000	1,00,000	10,00,000
Issued during the year	-	-	-	-
Outstanding at the end of the year	1,00,000	10,00,000	1,00,000	10,00,000

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	1,00,000	10,00,000	1,00,000	10,00,000
(Holding Company with its nominees)	1,00,000	10,00,000	1,00,000	10,00,000

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	1,00,000	100%	1,00,000	100%
(Holding Company with its nominees)	1,00,000	100%	1,00,000	100%



GARE PELMA III COLLIERIES LIMITED

Notes to Financial Statements for the year ended 31 March 2021

15 Other Non-Current Financial Liabilities

	Amt in Rs.	
	As at 31-Mar-2021	As at 31-Mar-2020
Finance Lease Obligation (Ref. note 36)	-	1,59,989
	-	1,59,989

16 Non-Current Provisions

	Amt in Rs.	
	As at 31-Mar-2021	As at 31-Mar-2020
Provision for Gratuity (Ref. note 32)	1,95,92,595	1,39,71,768
Provision for Compensated Absences (Ref. note 32)	1,19,94,797	82,69,454
	3,15,87,392	2,22,41,222

Note :

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

17 Current Borrowings

	Amt in Rs.	
	As at 31-Mar-2021	As at 31-Mar-2020
Unsecured borrowings from Related Parties (Ref. note 33)	1,09,89,70,379	84,07,27,614
	1,09,89,70,379	84,07,27,614

Notes :

Unsecured Corporate Loan is received from the holding company, repayable on demand and it carries an interest rate of 12% p.a..

18 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	1,79,69,829	26,32,049
- Total outstanding dues of creditors other than micro and small enterprises	36,37,11,623	6,74,86,821
	38,16,81,453	7,01,18,870

Disclosures required under Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006

Particulars	(Amt in Rs.)	
	As at 31-Mar-2021	As at 31-Mar-2020
(i) Principal amount remaining unpaid to any supplier as at the end of the accounting year	1,79,69,829	26,32,049
(ii) Interest due thereon remaining unpaid to any supplier as at the end of the accounting year	-	-
(iii) The amount of interest paid along with the amounts of the payment made to the supplier beyond the appointed day	-	-
(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 accounting 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	-	-

19 Other Current Financial Liabilities

	Amt in Rs.	
	As at 31-Mar-2021	As at 31-Mar-2020
Retention Money	3,82,03,996	8,57,659
Capital Creditors	4,60,479	18,44,438
Payable Staff Imprest	5,25,746	-
Deposit from Customers	91,800	-
Current maturities of Finance Lease Obligation (Ref. note 36)	1,75,985	1,59,988
Interest accrued but not due on borrowings	-	-
	3,94,58,006	28,62,085



GARE PELMA III COLLIERIES LIMITED

Notes to Financial Statements for the year ended 31 March 2021

20 Other Current Liabilities

Statutory Dues Payable (includes TDS, GST, PF)
Advance from Customers

Amt in Rs.	
As at 31-Mar-2021	As at 31-Mar-2021
1,68,38,767	1,10,92,074
30,600	-
1,68,69,367	1,10,92,074

21 Current Provision

Provision for Gratuity (Ref. note 32)
Provision for Compensated Absences (Ref. note 32)

Amt in Rs.	
As at 31-Mar-2021	As at 31-Mar-2020
2,69,933	2,37,085
20,74,313	15,40,828
23,44,246	17,77,913

Note :

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

22 Revenue from Operations

Revenue from Operations
Mining Service Fees
Other Operating Income

Amt in Rs.	
For the year ended 31-Mar-2021	For the year ended 31-Mar-2020
91,23,35,085	58,58,906
-	-
91,23,35,085	58,58,906

23 Other Income

Interest Income
From Bank
From Others
Interest Income on Delayed Payment From Customer
Other Miscellaneous Income

Amt in Rs.	
For the year ended 31-Mar-2021	For the year ended 31-Mar-2020
1,44,49,492	57,63,885
6,99,571	2,57,025
20,34,921	-
12,16,53,304	-
13,88,37,288	60,20,910

24 Operating Expenses

Coal Extraction
Overburden Removal & Blasting Expenses
Equipment Hiring Charges
Power and Fuel
Personnel Cost (Transferred from Employee Benefits Expense)
Depreciation and Amortisation Expense

Add: Contract Work-in-Progress, at the beginning of the year
Less: Contract Work-in-Progress, at the end of the year

Amt in Rs.	
For the year ended 31-Mar-2021	For the year ended 31-Mar-2020
7,17,27,476	2,07,46,434
34,13,09,639	5,12,17,124
5,68,83,395	94,37,367
11,15,114	3,95,266
9,02,77,221	3,09,43,786
1,30,56,402	41,73,645
57,43,69,247	11,69,13,621
11,43,91,974	-
(11,67,52,302)	(11,43,91,974)
57,20,08,919	25,21,647

25 Employee Benefits Expense

Salaries & Wages
Contribution to Provident & Other Funds
Staff Welfare Expenses
Less: Transferred to Operating Expenses

Amt in Rs.	
For the year ended 31-Mar-2021	For the year ended 31-Mar-2020
14,82,39,222	4,68,36,376
1,16,52,318	55,23,419
26,62,263	36,95,520
(9,02,77,221)	(3,09,43,786)
7,22,76,582	2,51,11,529



GARE PELMA III COLLIERIES LIMITED

Notes to Financial Statements for the year ended 31 March 2021

26 Finance Costs

	Amt in Rs.	
	For the year ended 31-Mar-2021	For the year ended 31-Mar-2020
Interest on Borrowings	11,69,00,041	2,71,96,068
Bank Charges	2,51,923	5,32,038
	11,71,51,965	2,77,28,106

27 Other Expenses

	Amt in Rs.	
	For the year ended 31-Mar-2021	For the year ended 31-Mar-2020
Rent	41,84,870	3,16,602
Power and Fuel	7,36,890	2,22,501
Consumption of Stores & Spares	20,50,627	2,46,940
Repairs & Maintenance	67,71,748	31,16,923
Travelling & Conveyance Expenses	1,25,30,904	95,68,559
Advertisement Expense	-	11,09,376
Payment to Auditors		
Statutory Audit Fees	35,000	20,000
Tax Audit Fees	30,000	20,000
Other Attestation Services	15,000	18,408
Other Reimbursements	408	-
Manpower Services	3,35,54,490	50,63,340
Freight & Handling Charges	1,97,67,374	3,16,252
Carrying & Forwarding Expense	-	-
Laboratory & Testing Expenses	74,25,160	22,88,624
Legal & Professional Fees	4,37,67,372	94,21,494
Communication Expenses	5,71,375	58,362
Office Expenses	63,34,828	16,49,314
Safety & Security Expenses	31,01,084	16,79,151
Horticulture Expenses	22,25,757	-
Miscellaneous Expenses	65,65,294	10,62,739
CSR Expenses	11,74,920	-
	15,08,43,100	3,61,78,585

28 Income Tax Expense

	Amt in Rs.	
	As at 31-Mar-2021	As at 31-Mar-2020
a. Calculation of Deferred Tax Liability / Asset (net)		
Deferred Tax Liabilities		
Difference in tax base of assets	(1,88,05,744)	-
Deferred Tax Assets		
Expenses deductible on payment basis	51,30,620	2,04,22,654
	(1,36,75,124)	2,04,22,654



GARE PELMA III COLLIERIES LIMITED

Notes to Financial Statements for the year ended 31 March 2021

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

	Amt in Rs.	
	As at 31-Mar-2021	As at 31-Mar-2020
Net deferred income tax asset at the beginning	-	-
Tax (Expenses) / Income recognised in:		
Statement of Profit and Loss		
Difference in tax base of assets	(1,88,05,744)	-
Expenses deductible on payment basis	44,16,657	-
Other Comprehensive Income		
Net Loss/(Gain) on remeasurements of defined benefit plans	7,13,963	-
Net deferred income tax asset/Liability at the end	(1,36,75,124)	-

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.

	Amt in Rs.	
	31-Mar-2021	31-Mar-2020
Profit / (Loss) Before Tax	13,22,48,119	(8,09,40,619)
Tax Rate for Corporate Entity as per Income Tax Act, 1961	25.17%	25.17%
Tax Expense as per Income Tax Act, 1961.	3,32,84,207	(2,03,71,135)
Tax on set of losses for which no deferred tax asset was recognised in previous year	(1,87,54,393)	-
Tax on Current year losses for which no deferred tax asset is recognised	-	2,03,71,135
Other Items	8,95,817	-
Income tax recognised in profit and loss account at effective rate	1,54,25,631	-

29 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.

30 Financial Instruments and Risk Review

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.

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.

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.

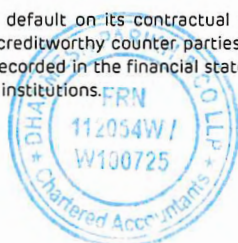
Particulars	(Amt in Rs.)	
	As at 31st March 2021	As at 31st March 2020
Total Borrowings at the year end	1,09,89,70,379	84,07,27,614

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	(Amt in Rs.)	
	For the year ended 31-Mar-2021	For the year ended 31-Mar-2020
Impact on profit for the year	54,94,852	42,03,638

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.



GARE PELMA III COLLIERIES LIMITED

Notes to Financial Statements for the year ended 31 March 2021

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
As at 31st March, 2021 :				
Borrowings	1,09,89,70,379	-	-	1,09,89,70,379
Trade Payables	38,16,81,453	-	-	38,16,81,453
Other Financial Liabilities	3,94,58,006	-	-	3,94,58,006
Total	1,52,01,09,838	-	-	1,52,01,09,838

Particulars	(Amt in Rs.)			
	Less than 1 Year	1 to 5 Years	More than 5 years	Total
As at 31st March, 2020 :				
Borrowings	84,07,27,614	-	-	84,07,27,614
Trade Payables	7,01,18,870	-	-	7,01,18,870
Other Financial Liabilities	30,22,074	-	-	30,22,074
Total	91,38,68,557	-	-	91,38,68,557

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.

Particulars	(Amt in Rs.)	
	As at 31st March, 2021	As at 31st March, 2020
Total Borrowings (Refer note 17)	1,09,89,70,379	84,07,27,614
Less: Cash and Bank Balances (Refer note 9 & 10)	25,21,91,116	1,03,58,248
Net Debt (A)	84,67,79,263	83,03,69,366
Total Equity (B)	3,45,60,516	(8,01,39,146)
Total Equity and Net Debt (C = A + B)	88,13,39,779	75,02,30,220
Gearing Ratio	96.08%	110.68%

31 Contingent Liabilities & Commitments

	Amt in Rs.	
	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	18,39,72,806	2,51,13,412
on capital accounts (net of advances)		
	18,39,72,806	2,51,13,412



32 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	Amt in Rs.	
	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	1,42,08,853	97,61,167
Current Service Cost	28,55,060	23,88,137
Interest Cost	9,39,450	7,67,839
Benefits paid	(8,00,345)	(2,01,466)
Actuarial (Gains) / Losses	28,36,788	11,72,661
Acquisition Adjustment	(1,77,278)	3,20,515
Present Value at the end of the year	1,98,62,528	1,42,08,853
ii. Net Asset / (Liability) recognised in the Balance Sheet		
Present Value of Obligations	1,98,62,528	1,42,08,853
Fair Value of Plan Assets	-	-
Net Asset / (Liability)	(1,98,62,528)	(1,42,08,853)
iii. Expense recognised in the Statement of Profit and Loss		
Current Service Cost	28,55,060	23,88,137
Interest Cost	9,39,450	7,67,839
Expected Return on Plan Assets	-	-
	37,94,510	31,55,976
iv. Expense recognised in Other Comprehensive Income		
Actuarial (Gains) / Losses	28,36,788	11,72,661
Return on plan assets, excluding amount recognised in net interest expense	-	-
	28,36,788	11,72,661

Note : Expenses to be charged to statement of profit & Loss and Other Comprehensive Income are recognised under Project Development Expenditure till the commencement of Project.

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 12-14 Ultimate IALM 12-14 Ultimate	
Turnover Rate		
Upto 30 years	13.70%	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%

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	Amt in Rs.			
	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%)	1,76,83,851	1,26,65,733	2,24,22,090	1,60,12,710
Salary Growth Rate (- / + 1%)	2,23,14,892	1,59,71,603	1,77,26,368	1,26,69,738
Attrition Rate (- / + 50%)	1,93,25,592	1,40,38,978	2,04,89,557	1,43,96,862
Mortality Rate (- / + 10%)	1,98,46,214	1,42,04,145	1,98,78,909	1,42,13,578

vi. Maturity Profile of Obligations

The average duration of the defined benefit plan obligation at the end of the reporting period is 12 years (31 March 2020: 12 years). The expected maturity analysis of gratuity benefits is as follows :

	As at 31-Mar-2021	As at 31-Mar-2020
Less than a year	2,69,933	2,37,085
Between 2 to 5 years	37,95,435	33,35,649
Between 6 to 10 years	69,51,556	35,49,864
Beyond 10 years	3,88,88,728	2,77,95,913

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.



GARE PELMA III COLLIERIES LIMITED

Notes to Financial Statements for the year ended 31 March 2021

(b) Defined Benefit Contributions :

The company operates defined benefit contribution in the form of Provident Fund, liability in respect of which is provided for on actual contribution basis. Contributions to Defined Contribution Plan, recognised as expense for the year is Rs. 74,71,617/- (Previous Year Rs. 67,05,353/-).

(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. 1,40,69,110/- (Previous Year Rs. 98,10,282/-).

33 Related Parties

Holding Company	:	Adani Enterprises Limited
Subsidiary Company & Associates	:	Nil
Fellow Subsidiary Company	:	Parsa Kente Collieries Limited
(with transactions during the year)	:	Talabira Odisha Mining Private Limited
	:	Alluvial Natural Resources Private Limited
	:	Adani Resources Private Limited
	:	Bailadila Iron Ore Mining Private Limited
	:	Kurmitar Iron Ore Mining Private Limited
	:	Gidhmuri Paturia Collieries Private Limited
Key Management Personnel	:	Mr. Rajendra Murlidhar Ingale
	:	Mr. Manish Saxena
	:	Mr. Mukesh Saxena (w.e.f 15-Nov-2019)
	:	Mr. Jiwan Kumar Mukharjee (Upto 28-Nov-2019)
Enterprises over which above have significant influence	:	Sarguja Rail Corridor Private Limited
	:	Adani Institute for Education
	:	Karnavati Aviation Private Limited

Information in respect of Related Parties		Amt in Rs. 31-Mar-2021	Amt in Rs. 31-Mar-2020
Borrowing Received			
Holding Company	: Adani Enterprises Limited	1,70,17,61,765	45,59,70,340
Borrowing Repaid			
Holding Company	: Adani Enterprises Limited	1,44,35,19,000	9,00,000
Interest Expense			
Holding Company	: Adani Enterprises Limited	11,68,77,657	6,54,67,070
Services Availed			
Holding Company	: Adani Enterprises Limited	3,48,71,424	4,50,52,630
Entity under Common Influence	: Karnavati Aviation Private Limited	11,75,346	-
Fellow Subsidiary	: Talabira Odisha Mining Private Limited	45,68,825	-
Fellow Subsidiary	: Alluvial Natural Resources Private Limited	25,24,986	-
Fellow Subsidiary	: Adani Resources Private Limited	82,89,347	-
Entity under Common Influence	: Adani Institute for Education	2,96,000	-
Services Provided			
Holding Company	: Adani Enterprises Limited	4,34,60,203	-
Fellow Subsidiary	: Bailadila Iron Ore Mining Private Limited	57,29,299	-
Fellow Subsidiary	: Kurmitar Iron Ore Mining Private Limited	34,37,580	-
Fellow Subsidiary	: Gare Palma II Collieries Private Limited	4,05,37,718	-
Fellow Subsidiary	: Talabira Odisha Mining Private Limited	1,14,58,598	-
Fellow Subsidiary	: Gidhmuri Paturia Collieries Private Limited	66,33,479	-
Entity under Common Influence	: Sarguja Rail Corridor Private Limited	91,66,878	-



GARE PELMA III COLLIERIES LIMITED

Notes to Financial Statements for the year ended 31 March 2021

Transfer In of Employee Liabilities			
Holding Company	: Adani Enterprises Limited	94,964	17,10,289
Fellow Subsidiary	: Parsa Kente Collieries Limited	-	1,34,171
Entity under Common Influence	: Sarguja Rail Corridor Private Limited	-	11,05,407
Transfer Out of Employee Liabilities			
Holding Company	: Adani Enterprises Limited	-	28,31,170
Fellow Subsidiary	: Gidhmuri Paturia Collieries Private Limited	3,89,832	-
Purchase of Fixed Assets			
Holding Company	: Adani Enterprises Limited	-	14,22,439
Entity under Common Influence	: Sarguja Rail Corridor Private Limited	-	1,14,289
Dues Receivable / (Payable) outstanding at the period end			
Holding Company	: Adani Enterprises Limited	12,03,260	(1,72,54,362)
Fellow Subsidiary	: Bailadila Iron Ore Mining Private Limited	14,32,499	-
Fellow Subsidiary	: Alluvial Natural Resources Private Limited	(23,35,612)	-
Fellow Subsidiary	: Gare Palma II Collieries Private Limited	98,39,273	-
Fellow Subsidiary	: Kurmitar Iron Ore Mining Private Limited	8,59,499	-
Fellow Subsidiary	: Talabira Odisha Mining Private Limited	17,74,322	-
Fellow Subsidiary	: Parsa Kente Collieries Limited	-	1,35,336
Fellow Subsidiary	: Gidhmuri Paturia Collieries Private Limited	(3,89,832)	-
Entity under Common Influence	: Adani Institute for Education	(33,150)	-
Entity under Common Influence	: Karnavati Aviation Private Limited	(1,14,115)	-
Entity under Common Influence	: Sarguja Rail Corridor Private Limited	22,91,999	11,69,253
Unsecured Loan Balance, at period end			
Holding Company	: Adani Enterprises Limited	1,09,89,70,379	84,07,27,614

34 Earning Per Share (EPS)

	Amt in Rs.	
	For the year ended 31-Mar-2021	For the year ended 31-Mar-2020
Profit / (Loss) for calculation of basic and diluted EPS	11,68,22,488	(8,09,52,442)
Weighted average number of equity shares for calculating Basic EPS	1,00,000	1,00,000
Weighted average number of equity shares for calculating Diluted EPS	1,00,000	1,00,000
Face value of equity shares	10	10
Basic Earning Per Share (in Rupees)	1,168.22	(809.52)
Diluted Earning Per Share (in Rupees)	1,168.22	(809.52)

35 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.

36 Transition to Ind AS 116 Leases

The Ministry of Corporate Affairs ("MCA") through the Companies (Indian Accounting Standards) Amendment Rules, 2019 has notified Ind AS 116 Leases ('Ind AS 116') which replaces the existing lease standard, Ind AS 17 Leases. Ind AS 116 sets out the principles for recognition, measurement, presentation and disclosure of leases for both lessees and lessors.

Effective 1st April, 2019, the Company has adopted Ind AS 116 – Leases and applied the standard to all lease contracts existing on 1st April, 2019 using the modified retrospective method. The Company has recorded the lease liability at the present value of the lease payments discounted at the incremental borrowing rate at the date of initial application and right of use asset at an amount equal to the lease liability adjusted for any prepayments/accruals recognised in the balance sheet as on 31st March, 2019. There is no impact on retained earnings as on 1st April, 2019.

The Company has elected below practical expedients on transition to Ind AS 116:

- Applied a single discount rate to a portfolio of leases with reasonably similar characteristics.
 - Applied the exemption not to recognise right of use assets and lease liabilities with less than 12 months of lease term on the date of initial application.
 - Excluded the initial direct costs from the measurement of right of use asset at the date of initial application.
 - Elected not to reassess whether a contract is, or contains a lease at the date of initial application. Instead, for contracts entered into before the transition date, the Company relied on its assessment made applying Ind AS 17 Leases.
- A contract is, or contains, a lease if the contract conveys the right to control the use of an identified assets for a period of time in exchange for consideration.
- The Company has adopted Ind AS 116, effective annual reporting period beginning 1st April, 2019 and applied the standards to its leases,

prospectively, applying the standards on initial application without making any adjustment to opening balance of retained earnings.

The Company has elected not to apply the requirements of Ind AS 116 to short term leases of all the assets that have a lease term of twelve months or less and leases for which the underlying asset is of low value. The lease payments associated with these leases are recognized as an expense on a straight line basis over the lease term.



GARE PELMA III COLLIERIES LIMITED

Notes to Financial Statements for the year ended 31 March 2021

The weighted average incremental borrowing rate applied to lease liabilities as at 1st April, 2019 is 10%.

Leases as lessee

i. The movement in Lease liabilities during the year ended 31st March, 2021

(Amt in Rs.)	
Particulars	As at 31-Mar-2021
Opening Balance	3,19,977
Additions during FY 2020-21	-
Finance costs incurred during the year	22,384
Payments of Lease Liabilities	1,66,373
Balance as at 31st March, 2021	1,75,988

ii. The carrying value of the Rights-of-use and depreciation charged during the year

(Amt in Rs.)	
Particulars	As at 31-Mar-2021
Gross Carrying Value	
Opening Balances	4,36,259
Additions during the Year	-
Deductions during the Year	-
Right of use assets as at end of the year	4,36,259
Accumulated Depreciation	
Opening Balances	1,53,999
Depreciation charged for the Year	1,53,999
Deductions of accumulated depreciation	-
Closing value of Accumulated Depreciation	3,07,997

iii. Amount recognised in statement of profit & loss account during the Year

Particulars	(Amt in Rs.)	
	For the Year Ended on	
	31-Mar-2021	31-Mar-2020
(i) Expenses related to Short Term Lease & Low Asset Value Lease	41,84,870	-
(ii) Lease Expenses	-	-
Total Expenses	41,84,870	-

iv. Amounts recognised in statement of cash flows

(Amt in Rs.)	
Particulars	As at 31-Mar-2021
Total Cash outflow for Leases	43,51,246
	43,51,246

v. Maturity analysis of lease liabilities

(Amt in Rs.)	
Particulars	As at 31-Mar-2021
Maturity Analysis of contractual undiscounted cash flows	
Less than one year	1,75,985
One to five years	-
More than five years	-
Total undiscounted lease liabilities as at 31st March, 2021	1,75,985
Balances of Lease Liabilities	
Non Current Lease Liability	-
Current Lease Liability	1,75,985
Total Lease Liability	1,75,985




GARE PELMA III COLLIERIES LIMITED

Notes to Financial Statements for the year ended 31 March 2021

37 Other Disclosures

- (a) The financial statements were approved for issue by the board of directors on 29th April 2021.
- (b) Chhattisgarh State Power Generation Company Limited has withheld certain amounts payable to the company on account of issues relating to quantity deduction and unloading charges. The company has initiated Dispute Resolution Process as laid down in the Coal Mine Services Agreement dt.16th Nov.2017 and believes that, it has good grounds on merit.
- (c) Previous year's figures have been recast, regrouped and rearranged, wherever necessary to conform to this year's classification.


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 : **29.04.2021**



For and on behalf of the board of directors of
Gare Pelma III Collieries Limited


Rajendra Ingale
Director
DIN : 05304897

Place : **Ahmedabad**
Date : **29.04.2021**


Manish Saxena
Director
DIN : 08280514

Place : **Gurgaon**
Date : **29.04.2021**