

प्रधान महालेखाकार (लेखापरीक्षा)
झारखण्ड का कार्यालय, राँची - 834002

OFFICE OF THE
PRINCIPAL ACCOUNTANT GENERAL (AUDIT)
JHARKHAND, RANCHI - 834002



75
Azadi Ka
Amrit Mahotsav

दिनांक/Date: 04.09.24

संख्या: म.ले. (ले.प.) / AMG-I/JUUNL/A/cs/A-226/ 210

GM (F&A)
As Admins. phase
04/09/24

M. M. MURMU
TS to MD, JUUNL

सेवा में,
प्रबंध निदेशक
झारखण्ड ऊर्जा उत्पादन निगम लिमिटेड
अभियंत्रण भवन
एच.ई.सी, धुर्वा
राँची - 834004.

विषय: 31 मार्च 2023 को समाप्त वर्ष के लिए झारखण्ड ऊर्जा उत्पादन निगम लिमिटेड के वित्तीय विवरणी एवम् समेकित वित्तीय विवरणी (Financial Statements and Consolidated Financial Statements) पर कंपनी अधिनियम 2013 की धारा 143(6)(b) के तहत भारत के नियंत्रक एवं महालेखापरीक्षक की टिप्पणीयां।
महोदय,

31 मार्च 2023 को समाप्त वर्ष के लिए झारखण्ड ऊर्जा उत्पादन निगम लिमिटेड के वित्तीय विवरणी एवम् समेकित वित्तीय विवरणी (Financial Statements and Consolidated Financial Statements) पर कंपनी अधिनियम 2013 की धारा 143(6)(b) के तहत भारत के नियंत्रक एवं महालेखापरीक्षक की टिप्पणीयां संलग्न है। इस पत्र की पावती की अभिस्वीकृति वांछित है। प्रमाणपत्र को कंपनी की वार्षिक आम बैठक में रखा जा सकता है और एजीएम के कार्यवृत्त की एक प्रति इस कार्यालय को भेजी जा सकती है। वर्ष 2022-23 के लिए कंपनी की मुद्रित वार्षिक रिपोर्ट भी इस कार्यालय को भेजी जा सकती है।

संलग्नक: यथोपरि।

इ.स. 2024

(इन्दु अग्रवाल)

प्रधान महालेखाकार (लेखापरीक्षा)

13/12/24
05/09/24
DGM (F&A)
05/09/24

Imp
DGM (F&A)

Sanjay
05/09/24
Manager (F&A)
05/09/24

Manager (F&A)
05/09/24

Manager (F&A)
05/09/24

Manager (F&A)
05/09/24

Jr. manager (F&A)
05/09/24

Sw. Arinash (HC-Ac)
05/09/24

COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA, UNDER SECTION 143 (6)(b) OF THE COMPANIES ACT, 2013, ON THE CONSOLIDATED FINANCIAL STATEMENTS OF JHARKHAND URJA UTPADAN NIGAM LIMITED, RANCHI, FOR THE YEAR ENDED 31 MARCH 2023.

Preparation of the Consolidated Financial Statements of Jharkhand Urja Utpadan Nigam Limited, Ranchi, for the year ended 31 March 2023, in accordance with the financial reporting framework prescribed under the Companies Act, 2013, is the responsibility of the Management of the Company. The Statutory Auditor, appointed by the Comptroller and Auditor General of India under Section 139(5) read with Section 129(4) of the Act, is responsible for expressing opinion on the financial statements under Section 143 read with Section 129(4) of the Act, based on independent audit, in accordance with the standards on auditing, prescribed under Section 143(10) of the Act. This is stated to have been done by them vide their Audit report dated 16 January 2024.

I, on behalf of the Comptroller and Auditor General of India, have conducted the supplementary audit of the Consolidated Financial Statements of Jharkhand Urja Utpadan Nigam Limited, for the year ended 31 March 2023, under Section 143(6)(a), read with Section 129(4) of the Act. We conducted supplementary audit of the financial statements of Patratu Energy Limited, Jharbihar Colliery Limited and Karanpura Energy Limited, for the year ended on that date. This supplementary audit has been carried out independently without access to the working papers of the statutory auditors and is limited primarily to inquiries of the statutory auditors and company personnel and a selective examination of some of the accounting records.

Based on my supplementary audit, I would like to highlight the following significant matters, under Section 143(6)(b) of the Act, which have come to my attention, and which in my view are necessary for enabling a better understanding of the financial statements, and the related audit report.

A. Comments on Consolidated Financial Position

Ref: Note-15: Other Equity: ₹ (-)5514.71 lakh

‘Other Equity’ includes ₹ 10 crore being the amount of energy bill raised by JUUNL against sale of power for the period from 2013-14 to 2020-21, but not accepted by JBVNL.

JBVNL had accepted (09.06.2022) an amount of ₹ 121 crore, against bills amounting to ₹131 crore, raised by JUUNL for the financial years 2013-14 to 2020-21. The balance amount of ₹ 10 crore (₹ 131 crore-₹121 crore) has not been adjusted.

Non adjustment of the of the bills has resulted in overstatement of 'Other Current Assets' (Trade receivables), as well as 'Other Equity', by ₹ 10 crore.

For and on behalf of the
Comptroller & Auditor General of India

Place: Ranchi

Date: 03-09-2024.

رائحہ دہ

(Indu Agarwal)
Principal Accountant General (Audit)
Jharkhand, Ranchi

INDEPENDENT AUDITOR'S REPORT

To,

The Members of **JHARKHAND URJA UTPADAN NIGAM LIMITED**

Report on the Consolidated Financial Statements

We have audited the accompanying Consolidated Financial Statements of **JHARKHAND URJA UTPADAN NIGAM LIMITED** ("the Company"), CIN: U40108JH2013SGC001703 which comprise the Balance Sheet as at March 31, 2023, and the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "Consolidated Financial Statements").

Opinion

In our opinion and to the best of our information and according to the explanations given to us, except for the possible effects of the matter described in the Basis for Qualified Opinion Section of our Report, the aforesaid Consolidated Financial Statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Accounting Principles generally accepted in India, of the state of affairs of the Company as at March 31, 2023 and the **LOSS** and its Cash Flows for the year ended on the date.

Basis for Qualified Opinion

We conducted our audit of the Consolidated financial statements in accordance with the Standards on Auditing specified under section 143(10) of the Company Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the ethical requirements that are relevant to our audit of the Consolidated financial statements under the provisions of the Company Act, 2013 and the Rules made there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. To the extent of the subsidiaries Financial Statements taken as separately, our opinion includes opinion of Auditors of Subsidiary Companies. Since the total volume of the subsidiaries' financial statement as compared to consolidated financial statement is only 1.06 %, we believe that on the basis of audit evidence which is sufficient, appropriate and is material, but not pervasive, our opinion on the Consolidated financial statements is Qualified.

Relevant matters on the basis of which our opinion on the Consolidated Financial Statement has been Qualified:

1. STATUTORY COMPLIANCE

The company is ACTIVE Non-Compliant as on date of this report as appearing in the Company's Master Data downloaded by the company from the official portal of Ministry of Corporate Affairs which confirms that the company does not comply with all the compliances of Section 92 and Section 137 of The Companies Act, 2013 in timely filing of MGT 7 and AOC 4 with the Registrar of the Companies (ROC).



2. GOING CONCERN ASSUMPTION

The auditors of KEL (Karanpura Energy Ltd.), JBCL (Jhar Bihar Colliery Ltd.) and PEL (Patratu Energy Ltd.), subsidiaries of the holding company have reported that the fundamental assumption of going concern that the entity will continue its operations for a reasonable period of time has become doubtful but the entities have prepared their financial statements on going concern assumption.

- (i) The Auditors of KEL (Karanpura Energy Ltd.), a subsidiary of the holding company (JUUNL) have reported that "the Company indicate that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern". As disclosed in the Notes on Consolidated Financial Statements of Jharkhand Urja Utpadan Nigam Limited (JUUNL) with its Subsidiaries, that with the de-allocation of Mourya Coal block by Ministry of Coal (MOC), the basic objective of the company has been vanished and thus closure of the company needs to be effected at the earliest, after having the confirmation in this regard from the Board & Members.
- (ii) The Auditors of PEL (Patratu Energy Ltd), a subsidiary of the holding company (JUUNL) have reported that "the company has accumulated losses exceeding the Share Capital and Reserves and its Net Worth has been fully eroded." Further, as disclosed in the Notes on Consolidated Financial Statements of Jharkhand Urja Utpadan Nigam Limited (JUUNL) with its Subsidiaries, the basic objective of creation of the company has vanished, the company M/S PEL in its 7th BOD meeting held on 5th September, 2017 has proposed for the closure of the company which has been approved by the members in the 5th AGM of the Company.
- (iii) The Auditors of JBCL (Jhar Bihar Colliery Ltd), a subsidiary of the holding company (JUUNL) have reported that "The Financial Statements indicate that the company has accumulated losses exceeding the share capital and reserves and its Net Worth has been fully eroded." Further, as disclosed in the Notes on Consolidated Financial Statements of Jharkhand Urja Utpadan Nigam Limited (JUUNL) with its Subsidiaries, the company is not having any commercial operation since its inception. The Board of Directors of JBCL in their 16th meeting held on 02-02- 2018 has passed a resolution for closure of the Company.

The auditors of KEL, PEL and JBCL, subsidiaries of the holding company have further reported that the financial statements of the Company have been prepared on a going concern basis which is not appropriate as it violates the Generally Accepted Accounting Principles (GAAP). The Going Concern Assumption of Generally Accepted Accounting principles (GAAP) states if the business entity were to liquidate in near future, it would have to restate its assets and liabilities in accordance with the actual amount that could be realized or payable as the case may be so as to reflect the true financial position of the company.

3. CAPITAL WIP

The auditors of KEL (Karanpura Energy Ltd.), a subsidiary of the holding company (JUUNL) have reported that "a Capital WIP of Rs. 792.49 lacs in the financial statement is persisting since long. As per the as management the expense was made in respect of Maurya Coal Block which has been deallocated by the Ministry of Coal (MOC).



Thus, the company remains non-operational since then". In such scenario the expense should have been be written off. The Capital WIP in Consolidated Financial Statements is overstated to the tune of Rs. 792.49 lacs and the Reserves & Surplus is also overstated to that extent of the company.

4. NON- CURRENT ASSETS

- Refer Note No. 6 "Other Non-Current Assets" forming part of the Consolidated Financial Statements which includes Rs.1,745.74 Lacs an amount receivable from 'JBVNL' (Jharkhand Bijli Vitran Nigam Limited). The balance confirmation of the same has not been produced before us for our verification.
- Refer Note No. 6 "Other Non-Current Assets" forming part of the Consolidated Financial Statements which includes an amount of Rs.96,218.06 Lakhs - Receivable from Master Trust against Employee Benefits. The balance confirmation from the Master Trust has not been produced before us for our verification.

5. CASH & CASH EQUIVALENTS

Refer Note No.9 "Cash and Cash Equivalent"- forming part of the Consolidated Financial Statements which contains "Bank Balance available in PLA" amounting to Rs. 43.74 Lacs which is reported as Cash at Treasury in the Financial Statement. We have been provided with the balance confirmation of Rs. 25.96 Lacs only and a letter referring the Opening Difference Reconciliation amounting to Rs. 21.54 lacs and thus, the balance remain unreconciled at the year end.

6. CURRENT ASSETS

Refer Note No. 13 "Other Current Assets" forming part of the Consolidated Financial Statements includes an amount of Rs.10,333.73 Lacs - Receivable from Master Trust against Employee Benefits. The balance confirmation from the Master Trust has not been produced before us for our verification.

7. LIABILITY

Borrowings

- Refer Note No. 17 "Non-Current Financial Liabilities- Borrowings" forming part of the Consolidated Financial Statement, The auditors of KEL (Karanpura Energy Ltd.), a subsidiary of the holding company (JUUNL) have reported that "the Documents executed containing the terms and conditions, security provided if any and the and balance confirmation towards loan from Jharkhand Urja Utpadan Nigam Limited amounting to Rs 1165.84 Lacs is not available with company to verify the correctness of the liability and obligation of the company as per books of accounts of the company as on 31.03.2023".
- Refer Note No. 17 "Non-Current Financial Liabilities- Borrowings" forming part of the Consolidated Financial Statement, the auditors of KEL (Karanpura Energy Ltd.), a subsidiary of the holding company (JUUNL) have reported



that "the Unsecured Loan taken from Jharkhand State Government amounting to Rs. 1924.67 lacs have not confirmed."

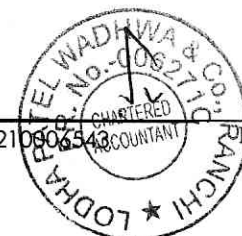
- Refer Note No. 17 "Non-Current Financial Liabilities- Borrowings" forming part of the Consolidated Financial Statement, in case Unsecured Loan from Bihar amounting to Rs. 142.23 lakhs, under the head Unsecured Loan, the auditors of JBCL (Jhar Bihar Colliery Ltd.), a subsidiary of the holding company (JUUNL) have reported that "the company had borrowed Rs. 142.23 lacs from Bihar State Mineral Development Corporation Ltd (BSMDCL) and Rs. 249.67 Jharkhand Urja Utpadan Nigam Ltd (JUUNL). The payment of which was made to Ministry of Coal of GOI, on the recommendation of the IMG (Inter Ministerial Group) by invoking an amount of Rs. 329.28 lacs from the Bank Guarantee. Also, by referring above mentioned memo Coal controller claimed to Bank of India, BG issuing Bank, to pay Rs.329.28 lacs. Bank of India paid the above amount by liquidating the margin money submitted in the name of JSEB and BSMDCL proportionately. The company has not provided sufficient and appropriate audit evidence to the auditor of JBCL with respect to funds provided by (BSMDCL)."
- Refer Note No. 18 "Non-Current Financial Liabilities- Others" forming part of the Consolidated Financial Statement, the auditors of PEL (Patratu Energy Ltd.), a subsidiary of the holding company (JUUNL) have reported that "M/S PFC Consulting Ltd. (PFCCL) who were appointed for consultancy services in selection of developer for setting up a Thermal Power Plant at Patratu linked with Banhardi Coal Block. They agreed to short close the contract at Rs. 503 lacs against their outstanding dues of Rs.560 lacs. The company has booked a liability of Rs. 256 lacs only against outstanding dues of Rs. 503 lacs of PFCCL in its books of accounts. This has resulted in understatement of prior period expenses, loss and other current liabilities each by Rs. 247 lacs."

8. EXPENSES

- Refer to Note No. 31- "Other Expenses" forming part of the Consolidated Financial Statements. The finance cost-Interest on Govt. Loan amounting to Rs. 307.60 Lakhs shown under Other Expenses is not in line with the presentation as per Schedule III of The Companies Act, 2013.
- Refer to Note No. 31- "Other Expenses" forming part of the Consolidated Financial Statements which comprises the expenses of Home Guard amounting to Rs. 119.05 Lakhs is shown under 'Miscellaneous Expenses.'
- As reported by the auditors of JBCL (Jhar Bihar Colliery Ltd) Depreciation is provided in accordance with the provisions of the Electricity Act,2003 following SLM method and not as prescribed by Schedule II of the Companies Act, 2013.

9. DEFERRED TAX

The auditors of JBCL (Jhar Bihar Colliery Ltd.), a subsidiary of the holding company (JUUNL) have reported that the Deferred Tax Liability has not been recognized in the Financial Statements of JBCL. The Deferred Tax has been calculated and reported in standalone financial statement of JUUNL only and the same amount is being carried and shown under Note No.5 "Deferred Tax Asset".



Other Matters

We did not audit the financial statements / financial information of Karanpura Energy Limited (KEL), a wholly owned subsidiary, Patratu Energy Limited (PEL), a wholly owned subsidiary and JharBihar Colliery Limited (JBCL), a subsidiary whose financial statements / financial information reflect total assets of Rs.813.39 Lakh, Rs.134.05 Lakh and Rs.99.04 Lakh respectively as at 31st March, 2023 and total income of Rs.0.56 Lakh, Rs.5.54 and Rs. 3.50 Lakh respectively for the year ended on that date, as considered in the consolidated financial statement. These financial statements / financial information have been audited by other auditors whose reports have been furnished to us by the Management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries and our report in terms of sub-section (3) and sub-section (11) of Section 143 of the Act, in so far as it relates to the aforesaid subsidiaries is based solely on the reports of the other auditors.

The Holding as well as Subsidiary Companies have not obtained confirmation of balances of Loans from Govt., Loan from Other Companies, Receivables, Receivables from Master Trust, Bank Balance in PLA and various other account heads periodically or at year end as required in Companies Act and generally accepted accounting practice. The balances of these account heads are subject to confirmation and consequential adjustment. These balances are over or under stated to the extent the adjustment required after balance confirmation and reconciliation.

Our opinion is Qualified in respect of the above matter(s) and other auditors (i.e. Auditors of subsidiary Companies) opinion is Adverse/ Qualified in their respective audit report to the extent of their respective subsidiaries Financial statements.

Other Information

The Company's management and Board of Directors are responsible for the other information. The other information comprises the information included in the Company's Annual Report, but does not include the financial statements and our auditors' report thereon.

Our opinion on the Consolidated Financial Statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the Consolidated Financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Consolidated financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.



Management's Responsibility for the Consolidated Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these Consolidated financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Act, as applicable.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for Safeguarding the Assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls; that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

The Board of Directors are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objective is to obtain reasonable assurance about whether the Consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Consolidated financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.



- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Consolidated financial statements, including the disclosures, and whether the Consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the Consolidated financial statements.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the Consolidated financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.



Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the "**Annexure - A**", a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

However, the Auditors of KEL (Karanpura Energy Ltd.) has reported the above requirements as per the Companies (Auditor's Report) Order, 2016 requirements.

2. As required by Section 143(3) of the Act, we report that:
- (a) As described in the Basis of Qualified Opinion Section, we are unable to sought and obtain certain information and explanations which to the best of our knowledge and belief are necessary for the purpose of audit.
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - (c) Subject to the matters described in the Basis for Qualified Opinion paragraph, we state that the Balance Sheet, the Statement of Profit and Loss and the Cash Flow statement, dealt with by this report are in agreement with the books of account;
 - (d) In our opinion the aforesaid Consolidated financial statements comply with the Indian Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 as amended; except for the cases mentioned in the Basis of Qualified Opinion Paragraph.
 - (e) There is no adverse comment on the financial transactions or matters which have any adverse effect on the functioning of the company.
 - (f) We have not been provided with any written representations from the directors as on 31st March, 2023. As such we are unable to comment upon the disqualification of directors as on 31st March, 2023 from being appointed as a director in terms of Section 164 (2) of the Act;
 - (g) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure - B".
 - (h) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended, being a govt. co., the said provision is not applicable.
 - (i) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. As per the information provided to us, the Company has disclosed the impact of pending litigations on its financial position in its financial statements;
 - ii. Due to the possible effects of the matters described in the Basis of Qualified Opinion, we are unable to state whether the Company has made provision, as required under the applicable law or Indian accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts;



- iii. As per representation received from the management, there were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
- iv. (a) The management has represented that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
- (b) The management has represented that, to the best of its knowledge and belief, no funds have been received by the Company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and
- (c) Based on such audit procedures that were considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (a) and (b) contain any material misstatement.
- v. According to the information given to us, the company have not declared or paid any dividend during the year during the year.
- vi. Proviso to rule 3(1) of the Companies (Accounts) Rules, 2014, as amended, for maintaining books of account using accounting software which has a feature of recording audit trail (edit log) facility is applicable to the Company with effect from April 1, 2023 and accordingly reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014, as amended, is not applicable for the financial year ended March 31, 2023.

Place: Ranchi

Date: 16.01.2024

UDIN: 24074749BKEKFF4276



For Lodha Patel Wadhwa & Co.
Chartered Accountants
FRN 006271C

CA. S.K. Wadhwa
Partner
(M. No: 074749)

Annexure – 'A' to the Independent Auditor's Report

Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date to the Members of

JHARKHAND URJA UTPADAN NIGAM LIMITED ("the company")

As required in Clause (xxi) of paragraph 3 of the Companies Auditor's Report Order, 2020 (CARO), we report that the following companies have given Qualified or Adverse Remarks in their CARO Report on the Standalone Financial Statements of the respective Companies which is included in the Consolidated Financial Statements of the Holding Company.

Sl. NO	NAME OF THE COMPANY	CIN	RELATIONSHIP WITH THE COMPANY	DATE OF THE RESPECTIVE AUDITOR'S REPORT	PARAGRAPH NO. IN THE RESPECTIVE CARO REPORTS (containing qualified or adverse remarks)
1.	Jharkhand Urja Utpadan Nigam Limited.	U40108JH2013SGC001703	HOLDING	16.01.2024	i(a)(A),(B), i(b), i(c), i(d), ii(a), ix(a), ix(c), xiii, xvii
2.	Karanpura Energy Limited. (KEL)	U40102JH2008SGC013318	SUBSIDIARY	07.09.2023	i(b)
3.	Patratu Energy Limited. (PEL)	U40106JH2012SGC000765	SUBSIDIARY	05.09.2023	xix
4.	Jharbihar Colliery Limited (JBCL)	U10100JH2009SGC6013627	SUBSIDIARY	27.10.2023	xvii, xix

Place: Ranchi

Date: 16.01.2024

UDIN: 24074749BKEKFF4276



For Lodha Patel Wadhwa & Co.
Chartered Accountant

FRN/006271C

CA S.K. Wadhwa
Partner
(M. No: 074749)

Annexure – 'B' to the Independent Auditor's Report

Referred to in paragraph 2(g) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date to the Members of **JHARKHAND URJA UTPADAN NIGAM LIMITED** ("the company")

Report on the Internal Financial Controls Over Financial Reporting under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of **JHARKHAND URJA UTPADAN NIGAM LIMITED** ("the Company") as of March 31, 2023 in conjunction with our audit of the Consolidated financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India ("the ICAI"). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under The Companies Act, 2013.

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the ICAI and the Standards on Auditing prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the Consolidated financial statements, whether due to fraud or error.



We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting with reference to these Consolidated financial statements.

Meaning of Internal Financial Controls Over Financial Reporting with reference to these Consolidated Financial Statements

A company's internal financial control over financial reporting with reference to these Consolidated Financial Statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting with reference to these Consolidated Financial Statements includes those policies and procedures that:

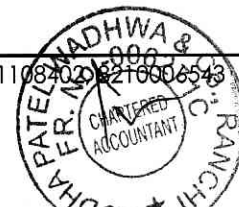
- (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company;
- (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with authorisations of management and directors of the Company; and
- (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the Company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting with reference to these Consolidated Financial Statements

Because of the inherent limitations of internal financial controls over financial reporting with reference to these Consolidated Financial Statements, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting with reference to these Consolidated Financial Statements to future periods are subject to the risk that the internal financial control over financial reporting with reference to these Consolidated Financial Statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Qualified Opinion

In view of the nature of the matters prescribe in the Basis of Qualified Opinion Paragraph of our report of even date accompanying Consolidated Financial Statements of the Company we are unable to determine if the company has an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2023, based on the internal control over financial



reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

We relied on the Qualified/Adverse Opinion of auditors of subsidiaries on the internal financial control of respective subsidiary companies audited by them and we express a Qualified Opinion on the Internal Financial Controls over Financial Reporting with reference to the accompanying Consolidated Financial Statements.

Place: Ranchi

Date: 16.01.2024

UDIN: 24074749BKEKFF4276



For Lodha Patel Wadhwa & Co.
Chartered Accountants
FRN 006271C

CA S.K. Wadhwa
Partner
(M. No: 074749)

JHARKHAND URJA UTPADAN NIGAM LIMITED

CIN No.: U40108JH2013SGC001703

Engineering Building, HEC, Dhurwa, Ranchi-4

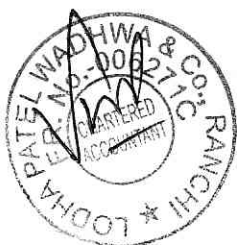
NOTES ON CONSOLIDATED FINANCIAL STATEMENT OF JHARKHAND URJA UTPADAN NIGAM LIMITED WITH ITS SUBSIDIARIES





A. GENERAL CORPORATE INFORMATION

Reporting Entity

Jharkhand Urja Utpadan Nigam Limited (the company) is a public limited company domiciled in India and incorporated on 23rd October, 2013 under the provisions of Companies Act, 2013. The company came into operation w.e.f. 06.01.2014, by virtue of notification no. 18 dated 06.01.2014 of the Department of Energy, GoJ. The Company is engaged in the generation of electricity and has Subarnarekha Hydel Power Project at Vill: Sikidri, Dist: Ranchi, Jharkhand. The company is selling its entire generated electricity to Jharkhand Bijli Vitran Nigam limited, which is an associate company of JUUNL. These consolidated Financial Statements comprises of Annual Financial Statements of the company and its subsidiaries namely M/s KEL, M/s PEL and M/s JBCL, with shareholding of 100%, 100% and 62.5% respectively in each company. Details of three Subsidiaries Company are hereunder as:

- a) M/s Karanpura Energy Limited (KEL) – M/s Karanpura Energy Limited is a State Government public company, domiciled in India and incorporated on 19.09.2008, under the provisions of Companies Act, 1956. The Company was incorporated for the development of Mourya Coal Block. After unbundling of Jharkhand State Electricity Board, M/s Karanpura Energy Limited has been made subsidiary company of JUUNL w.e.f 06.01.2014. JUUNL is having holding of 100% equity in M/s KEL. Mourya Coal Block, so allocated to this company has been de-allocated by Ministry of Coal (MOC), GOI, through its letter dtd. 27/12/2019. With the de-allocation of coal block, basic objective of the company is now vanished and thus closure of the company needs to be effected at the earliest, after having the confirmation in this regard from the Board & Members.
- b) M/s Patratu Energy Limited (PEL)– M/s Patratu Energy Limited is a State Government Public Company, domiciled in India and incorporated on 26/10/2012, under the provisions of Companies Act, 1956. The Company was incorporated for the development of Banhardih Coal Block. After unbundling of Jharkhand State Electricity Board, M/s Patratu Energy Limited has been made subsidiary company



of JUUNL w.e.f 06.01.2014. JUUNL is having holding of 100% equity in M/s PEL. Banhardih Coal Block has been de-allocated by Government of India and subsequently allotted to JUUNL through bidding process. With the creation of M/s PVUNL (A Joint Venture Company of NTPC & JBVNL), Banhardih Coal Block has been assigned to M/s PVUNL through legal documents. As the basic objective of the creation of the company get vanished, the company M/s PEL in its 7th BoD meeting, held on 05th September, 2017 has proposed for closure of the company, which has been approved by the members in the 5th AGM of the company.

- c) **M/s Jhar Bihar Colliery Limited** – M/s Jhar Bihar Colliery Limited is a State Government Public Company, domiciled in India and incorporated on 18th June 2009, under the provisions of Companies Act, 1956. The Company was incorporated for the development of Urma Pahari Coal Block. After unbundling of Jharkhand State Electricity Board, M/s Jhar Bihar Colliery Limited has been made subsidiary company of JUUNL w.e.f 06.01.2014. JUUNL is having holding of 62.5% equity in M/s Jhar Bihar Colliery Limited. The company is not having any commercial operation since its inception. The Board of Directors in its 16th meeting held on 02.02.2018 has already passed a resolution for closure of the company.

1. **Basis of Preparation**

1.1. **Statement of Compliance**

These consolidated financial statements are prepared on accrual basis of accounting and comply with the Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 and subsequent amendments thereto, the Companies Act, 2013 (to the extent notified and applicable), applicable provisions of the Companies Act, 1956, and the provisions of the Electricity Act, 2003 to the extent applicable.

1.2. **Basis of measurement**

The consolidated financial statements has been prepared on the historical cost basis. No financial assets and liabilities are measured at fair value.

1.3. **Functional and presentation currency**

These consolidated financial statements are presented in Indian Rupees (INR), which is the Company's functional currency. All financial information presented in INR has been rounded to the nearest Lakh (upto two decimals), except as stated otherwise.



Handwritten signatures of the directors and the auditor, followed by a checkmark.

1.4. Current and non-current classification

The Group presents assets and liabilities in the balance sheet based on current/non-current classification. An asset is current, when it is:

- Expected to be realized or intended to be sold or consumed in normal operating cycle;
- Held primarily for the purpose of trading
- Expected to be realized within twelve months after the reporting period; or
- Cash or Cash equivalent unless restricted from being exchanged or used to settle a liability for at least three months after the reporting period.

All other assets are classified as non-current.

A liability is current when:

- It is expected to be settled in normal operating cycle;
- It is held primarily for the of trading;
- It is due to be settled within 12 twelve months after the reporting period; or
- There is no unconditional right to defer settlement of the liability for atleast twelve months after the reporting period.

All other liabilities are classified as non-current.

B. SIGNIFICANT ACCOUNTING POLICIES

A summary of the significant accounting policies applied in the preparation of the consolidated financial statements are as given below.

These accounting policies have been applied consistently to all periods presented in the consolidated financial statements.

(1) Basis of Consolidation

The financial statements of Subsidiary Companies are drawn up to the same reporting date as of the Company for the purpose of consolidation.

Subsidiaries

Subsidiaries are all entities, over which the group has control. The group controls an entity when the group is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power to direct the relevant activities of the entity. Subsidiaries are fully consolidated from the date, on which control is transferred to the group. They are deconsolidated from the date, control ceases.

Minority interest in the subsidiary company is separately shown in the consolidated financial statement.



Handwritten signatures of the directors and the auditor.

The group combines the financial statements of the parent and its subsidiaries line by line adding together like items of assets, liabilities, equity, income and expenses. Intercompany transactions, balances and unrealized gains on transactions between group companies are eliminated in consolidated statements. Unrealized losses are also eliminated unless the transaction provides evidence of an impairment of the transferred asset. Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the group.

2. Significant Accounting Principles

2.1. Accounting Convention

Financial statements of the Company have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standard) Rules, 2015 as amended by the Companies (Indian Accounting Standards) Amendment Rules, 2016 and in accordance to the relevant provision of the Companies Act, 2013 ("the Act") (to the extent notified). The financial statements have been prepared on an accrual basis and under the historical cost convention.

The preparation of financial statements in conformity with the Indian Accounting Standards require management to make, estimates and assumptions that affect the reported amount of assets and liabilities at the date of the financial statements, and the reported amount of revenues and expenses during the year.

2.2. Historical Cost Convention

The financial statements have been prepared on a historical cost basis.

2.3. Current and non-current classification

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle (twelve months) and other criteria set out in the Schedule III to the Act.

2.4. Trade and other payables

Figure under this head represents liabilities for goods and services provided to the group prior to the end of financial year which are unpaid. The amounts are unsecured. Age wise details of Trade Payable as on 31st March 2023 and 31st March 2022. Trade and other payables are presented as current liabilities, unless payment is not due within 12 months after the reporting period. They are recognized initially at historical cost.



2.5. Use of Estimates

The preparation of the financial statements in conformity with Ind AS require estimates and assumptions to be made that affect the reported amount of assets and liabilities at the date of the financial statements and reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognized in the period in which the results are known / materialized.

2.6. Property, Plant and Equipment (PPE):

- a. Tangible assets are stated at cost less accumulated depreciation. Cost comprises of purchase price and any directly attributable cost of bringing the assets to its working condition for its intended use.

2.7. Depreciation and Amortization

Depreciation on tangible items of fixed assets is provided on straight line method in accordance with the provisions of Electricity Act, 2013 and considering the useful lives for computing depreciation specified in Part 'C' thereof. Depreciation is provided on asset as a whole and not on component that's have homogenous useful lives, by using the SLM method so as to depreciate the initial cost down to the residual value upto 10% over the estimated useful lives.

2.8. Segment Reporting

The company is having only Operating segments i.e. Electricity Generation from Sikidiri Hydel Power Station.

2.9. Retirement and other Employee Benefits

Employee's benefits in the form of Provident fund, Gratuity, Leave encasements and other labour welfare fund are charged to the statement of profit and loss account of the year when the contributions to the respective funds are made to the trust. The funds are being remitted to the Jharkhand State Electricity Employees Master Trust, created by Government of Jharkhand, for employee benefit plans as aforesaid. The provision for the aforesaid liability has been recognized as per actuarial valuation report obtained from registered actuarial valuer.

The actuarial valuation report for the FY 2022-23 has been obtained from registered Actuary Valuer kapadia & Kochrekar. The provision against Pension, Gratuity and Leave encashment has been taken as per actuarial valuation report for the FY 2022-23.



Handwritten signatures of the company's management and the auditor.

Further closing liabilities on account of Pension, Gratuity and Leave Encashment as per actuary report as on 31.03.2023 has been incorporated in books.

The Principle Assumptions used for the purpose of the actuarial valuations were as follows:

SI No	Particular	Assumptions
1	Discounting Rate	7.45%
2	Salary Growth Rate	3.00% p.a. in basic and 8.00% increments in DA
3	Mortality rate	Indian Assured Lives Mortality (2012-14) Table
4	Pension Growth Rate	8.00% increment in DA
5	Expected Rate of Return	7.45%

Summary of Actuarial valuation for FY 2022-23:

(Rs in Lakh)

SI No	Particular	Amount
1	Pension	106551.61
2	Gratuity	798.10
3	Leave Encashment	840.37
	Total(A)	108190.07
4	Receivable from GOJ(B)	102147.94
5	Fair Value of Plan Assets(C)	3526.96
6	Unfunded obligation(A-B-C)	2515.17

2.10. Inventories

Stores and spares are valued at lower of cost and net realizable value. Cost includes direct materials & expenses incurred to bring the material at site and it includes GST and other indirect taxes as the output i.e. Sale of Electricity is exempt from GST and no input for the GST on materials can be claimed.

Cost of Inventories is computed on first in first out basis.

Net Realizable value is the estimated price in ordinary course of business less estimated cost for bringing the same in position to use.



2.11. Taxes on Income

Income Tax expenses comprise of current tax. The company has recognized an amount of Rs. 253 Lakhs, as deferred tax assets in the profit and loss account during this Financial Year in accordance with the applicable tax rates and the provisions of the Income-Tax Act, 1961 and other applicable tax laws.

2.12. Provision, Contingent Liability and Contingent Asset

Provision is recognized when there is a present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation. Disclosure for contingent liability is made, when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. Disclosure on this front is here under as.

There is a dispute of the company JUUNL with M/S BHEL against W/O No. 02/CE(GEN) dated 25.04.2012. The W/O Value was Rs 20.87 crores + Taxes, against which advance payment of Rs 4.17 Crores to M/S BHEL has been made. Subsequently due to some irregularity pointed out in work awarded, the matter is under investigation with CBI. M/S BHEL has also filed money suit No. 16 of 2015 before the special sub judge at Ranchi and the matter is Subjudiced. In case, award goes in favor of M/S BHEL, liability to the tune of 16.70 crores + (taxes +interest) may arise.

2.13. Cash & Cash Equivalents

Cash and cash equivalents for the purpose of cash flow statement comprise cash in hand, balances with banks and other short-term highly liquid investments/deposits with an original maturity of three months or less.

2.14. Revenue Recognition

(a) Revenue from Sale of Energy

The Company's operations in India are regulated under the Electricity Act, 2003. Accordingly, the JSERC determines the tariff for the Company's power plants based on the norms prescribed in the tariff regulations, as applicable from time to time. Tariff is based on the capital cost incurred for a specific power plant and primarily comprises two components: Capacity charge i.e. a fixed charge, that includes depreciation, return on equity, interest on working capital, operating & maintenance expenses, interest on loan and Energy charge i.e. a variable charge primarily based on fuel costs.

Revenue from the sale of energy is measured at the fair value of the consideration received or receivable. Revenue is recognized when the significant risks and rewards of ownership have been transferred to the buyer, recovery of the consideration is



[Handwritten signatures]

probable, the associated costs can be estimated reliably, there is no continuing management involvement, and the amount of revenue can be measured reliably.

During the FY 2022-23, there has been generation of 168.95 MU at SRHP and accordingly the company has raised power invoice of Rs. 47.6205 Crore, JBVNL has admitted the claim of Rs. 21.9540 Crores only. As True up petitions of JUUNL upto FY 2022-23 are pending, hence revenue has been booked for Rs 21.9540 Crore only subject to final true up petition accepted and approved by JSERC

(b) Other Revenues:

The company has earned interest out of the bank deposits in different bank. Further, the company have realized revenue by selling of tender documents also. Other income are of miscellaneous nature.

2.15. Earnings Per Share

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period.

For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

2.16. Trade Receivables

Trade receivables are recognized initially at transaction price. Upon initial recognition of a receivable from a contract with a customer, any difference between the measurement of the receivable in accordance with Ind AS 109 and the corresponding amount of revenue, recognized shall be presented as an expense. Subsequently, the trade receivables are measured at cost less expected credit losses. Further age wise details of trade receivable as on 31.03.2023 and 31.03.2022 along with details of disputed dues and undisputed dues has been disclosed.

The entire electricity generated is being sold to Jharkhand Bijli Vitran Nigam Limited, which is a group company and as such the probability of credit losses on trade receivables is not measured.



2.17. Financial liabilities

(a) Initial recognition and measurement

The Company recognizes all the financial liabilities on initial recognition at transaction costs that are directly attributable to the acquisition or issue of the financial liability.

The Company's financial liabilities include trade and other payables, loans and borrowings including interest. The amounts are appearing on carrying cost as it was shown in previous GAAP accounts.

(b) De-recognition of financial liabilities:

The Company de-recognizes financial liabilities when, and only when, the Company's obligations are discharged, cancelled or they expire.

2.18. Financial Assets

(a) Classification

The Company classifies its financial assets at carrying amount, as it was done under previous GAAP.

The classification depends on the Company's business model for managing the financial assets and the contractual terms of cash flows.

(b) Measurement

At initial recognition, the company measures a financial asset at its carrying cost.

2.19 Borrowings:

A loan amount of Rs 1984.50 lakh were sanctioned GoJ vide letter no 274 dated 29.03.2013 (Earlier sanctioned in the name of Erstwhile JSEB and subsequently accounted in the book of M/s Patratu Energy Limited) for development of Banhardih Coal block. Such unsecured borrowing are also attracting interest @13% as simple interest and @2.5% as penal interest, after specified date. Such borrowing appearing in the books of M/s Patratu Energy Limited as on 01.04.2020 and had been transferred from the books of M/s PEL to M/s JUUNL during FY 2020-21 for subsequent book adjustments with M/s PVUNL. Implementing the requirement of amortized cost retrospectively is impracticable and the Company has stated its borrowings at carrying cost along with simple interest and penal interest.



2.20 Classification and measurement of financial assets & Other Assets:

- a) Investment in Fixed Deposits amounting to Rs. 1745.74 Lacs is in the name of associate company Jharkhand Bijli Vitran Nigam Limited. The company is having a written advice from the holding company JUVNL that the aforesaid Fixed Deposit relates to the Company. Interest on the same fixed deposit is not accrued by the company. Other Fixed deposits of Rs. 5672.73 Lacs are accounted at carrying cost and accounting for interest and Tax deducted at source are being made annually.
- b) An amount of Rs. 1188 Lacs is shown as receivable from PVUNL/MOC, against invocation of bank guarantee by Ministry of Coal out of margin money deposited with Ministry of Coal, Govt. of India for allotment of Banhardih Coal Block. Since the said coal block has already been assigned to M/s PVUNL by JUUNL through legal documents before the invocation of BG take place, hence the amount so invoked against bank guarantee of the Company, is realizable from M/s PVUNL/MOC and thus such bank guarantee is shown as receivable from M/s PVUNL/MOC, under other non-current assets.

2.21 Disclosure requirement of IND AS 08 (Accounting Policies, changes in Accounting Estimates and errors)

In compliance of IND AS 08 point 44, when it is impracticable to determine the period specific effect of an error on comparative information for one or more prior period presented, the entity shall restate the opening balance of assets, liability and equity for the earliest period for which retrospective restatement is practicable. In line of this following prior period error has been rectified in the books of Jharkhand Urja Utpadan Nigam Limited (holding company):

(Rs in lakh)

Particulars	Amount
Opening Reserve	(436.10)
Add:	
I) Provision against medical claim withdrawn	32.63
ii) MAT Adjustment	155.79
iii) Others	0.01
Sub Total A	188.43
Less:	
i) Tax expenses Adjustment	14.57
ii) Others	0.41
Sub Total B	14.98
Net Total (A-B)	173.45
General Reserve Balance as on 01.04.2022 after adjustment	(262.65)



Handwritten signatures and initials at the bottom of the page.

In line of this following prior period error has been rectified in the books of Karanpura Energy Limited:

(Rs in lakh)

Particulars	Amount
Opening Reserve	(2877.09)
Add:	
i) Prior period exp. on account of Audit fee	(0.11)
ii) Prior period exp. on account of Consultancy	(0.19)
Sub Total A	(0.31)
General Reserve Balance as on 01.04.2022 after adjustment	(2877.40)

C. NOTES TO FINANCIAL STATEMENTS

Transfer of Assets & Liability of Patratu Energy Limited

The company have a subsidiary company namely M/s Patratu Energy Limited from the date of incorporation (06.01.2014) and the company Patratu Energy Limited has been constituted for the purpose of development of Banhardih Coal Block (**incorporated on 26th October 2012**). Banhardih Coal Block was initially assign to M/s Patratu Energy Limited through Jharkhand State Electricity Board and after de-allocation of the said coal block, Banhardih Coal Block had been assigned to Jharkhand Urja Utpadan Nigam Limited through bidding process during FY 2015-16.

After the decision of Government of Jharkhand to take over the entire assets and liabilities of PTPS w.e.f. 06.01.2014 as per the Revised Transfer Scheme, 2015 and subsequent decision to create M/s Patratu Vidyut Utpadan Nigam Limited (A Joint Venture Company of NTPC and Jharkhand Bijli Vitran Nigam Limited), a decision was taken at competent level to transfer/ assign Banhardih Coal Block in favour of M/s PVUNL through legal documents. On the basis of provisional assessment of expenses by M/s K. Pandeya & Company (Chartered Accountants), by its report dated 13.04.2017, duly approved by BoD of JUUNL in **29th meeting held on 06.09.2018, a sum of Rs. 70.19 Crores has been transferred by M/s PVUNL to JUUNL during 2016-17 and 2017-18**. The aforesaid transferred considerations were arrived on the basis of expenses accounted in the book of M/s Patratu Energy Limited and in the book Jharkhand Urja Utpadan Nigam Limited for the purpose of development of Banhardih Coal Block. Booking of expenses in books of two different companies for development of Banhardih Coal Block has mainly been done because subsequent allotment of Banhardih Coal Block was done to JUUNL only. Since transfer consideration for transfer of Banhardih



Coal Block from M/s PVUNL has been received by JUUNL, it is important for settlement of the transactions between M/s PVUNL, M/s PEL and JUUNL.

Due to the aforesaid reasons, suitable entries for transfer of assets/ liabilities from M/s PEL to JUUNL (**appearing in the book of M/s PEL as on 01.04.2020**) has been done during FY 2020-21, for subsequent book adjustment with M/s PVUNL and effect of transfer has been taken in the book of JUUNL during FY 2020-21. CWIP value of Rs. 2398 lakhs has been transferred from M/s PEL to JUUNL. Further transfer of other assets and liabilities to extent possible has been done from the book of M/s PEL to JUUNL during FY 2020-21, so that settlement of dues with M/s PVUNL against transfer of Banhardih Coal Block can be done. It is essential in view of the fact that the closure of M/s Patratu Energy Limited is also required for which JUUNL (being a holding company) have to take suitable action. Such transfer of assets/ liability from M/s PEL to JUUNL has finally been adjusted from Transfer Consideration of Rs. 70.19 Crores, so received from M/s PVUNL during FY 2016-17 and 2017-18. No settlement with M/s PVUNL could be arrived during FY 2021-22.

Financial Risk Management

The Company's activities expose it to credit risk, liquidity risk and market risk. In order to minimize any adverse effects on the financial performance of the Company, the company has risk management policies as described below-

(A) Credit Risk

Credit risk refers to the risk of default on its obligation by the counterparty resulting in a financial loss. The Company is exposed to credit risk from its operating activities (primarily Trade Receivables) and from its investing activities (primarily Deposits with Banks). Trade Receivables are from Associate Company and is considered as secured. Outstanding customer receivables are regularly monitored.

Credit risk from balances with banks, term deposits, loans is managed by Company's finance department.

(B) Liquidity Risk

Liquidity risk is the risk that the Company may not be able to meet its present and future cash and collateral obligations without incurring unacceptable losses. The Company's objective is to, at all times, maintain optimum levels of liquidity to meet its cash and collateral requirements. The Company closely monitors its liquidity position and maintains adequate sources of financing.



(C) Market Risk

Market risk is the risk that changes in market prices – such as foreign exchange rates, interest rates and equity prices – will affect the Company's income or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimizing the return.

(i) Foreign Currency Risk

Foreign currency risk for the Company is nil.

a) Sensitivity

The sensitivity of profit or loss to changes in the foreign exchange rates arises mainly from foreign currency denominated financial instruments. Since there is no foreign currency risk, hence the sensitivity for the same is not considered.

(ii) Interest Rate Risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company's main interest rate risk arises from long-term borrowings from Government of Jharkhand with static rates on simple interest. As on 31st March 2023 and 31st March 2022, the Company's borrowings only from Government of Jharkhand denominated in INR. The borrowing doesn't carry any interest rate risk.





CONSOLIDATED BALANCE SHEET AS ON 31st MARCH, 2023

₹ in lakh

Particulars	Note No.	As at 31 March, 2023	As at 31 March, 2022
		Rs.	Rs.
A ASSETS			
1 Non-current assets			
(a) Property, Plant & Equipment	2	497.73	503.76
(b) Capital Work in Progress	2	792.49	792.49
(c) Investment Property		-	-
(d) <u>Financial Assets</u>			
(i) Investment	3	-	-
(ii) Loans		-	-
(iii) Trade Receivable		-	-
(iv) Others Financial Assets	4	5,672.73	5,324.19
(e) Deferred Tax Assets (Net)	5	322.49	69.49
(f) Other -Non Current Assets	6	100,169.68	44,421.28
Total Non Current Assets		107,455.12	51,111.21
2 Current assets			
(a) Inventories	7	113.49	122.66
(b) <u>Financial Assets</u>			
(i) Investment	8	1,340.53	1,560.81
(ii) Trade Receivable	9	1,687.49	2,354.57
(iii) Cash and Cash Equivalents	10	-	-
(iv) Other Bank Balances		-	-
(v) Loans	11	-	-
(vi) Others	12	580.75	403.57
(c) Current Tax Assets (Net)	13	10,340.16	9,833.79
(d) Other current Assets		14,062.42	14,275.40
Total Current Assets		14,062.42	14,275.40
Total Assets	TOTAL	121,517.54	65,386.61
B EQUITY AND LIABILITIES			
1. EQUITY			
(a) Equity Share capital	14	3,803.00	3,803.00
(b) Other Equity	15	(5,514.71)	(4,995.17)
(c) Non Controlling Interest	16	(111.78)	(112.14)
Total Equity		(1,823.49)	(1,304.32)
3. LIABILITIES			
Non-current Liabilities			
(a) Financial Liability			
(i) Borrowings	17	5,217.25	6,524.10
(ii) Trade Payable	18	255.62	255.62
(iii) Other Financial Liabilities	19	98,741.61	41,659.40
(b) Provisions	20	-	-
(c) Deferred Tax Liabilities(Net)	21	1,738.87	1,830.89
(b) Other Non Current Liabilities		105,953.35	50,270.01
Total Non-Current Liabilities		105,953.35	50,270.01
4. Current Liabilities			
(a) Financial Liability			
(i) Borrowings	22	6,758.07	6,450.46
(ii) Trade Payable	23	-	-
(iii) Others	24	-	-
(b) Other current Liabilities	25	151.20	149.79
(c) Provisions	25	10,478.41	9,820.66
(d) Current Tax Liabilities		-	-
Total Current Liabilities		17,387.68	16,420.91
Total Equity & Liabilities	TOTAL	121,517.54	65,386.61
Significant Accounting Policies and Notes to Accounts	1 to 38		

As per our report of even date attached

For Lodha Patel Wadhwa & Co
Chartered Accountants

PARTNER
M. No. 074749
(Firm Regn. No.: 006271C)

CA. S.K. WADHWA
MRN-074749

Place:- RANCHI

Date:- 16/6/2024

(Jayant Prasad)
GM (F&A)-cum-CFO

(Madhup Kumar)
Director (Finance)
DIN - 06532050

For and on behalf of the Board

(Amit Kumar Mishra)
Company Secretary

(Avinash Kumar)
Chairman
DIN - 03555587

JHARKHAND URJA UTPADAN NIGAM LIMITED

Regd. Office: Engineering Building, H.E.C Dhurwa, P.S. :-Hatia, Ranchi-834004
[CIN: U40108JH2013SGC001703]

CONSOLIDATED STATEMENT OF PROFIT AND LOSS FOR THE PERIOD ENDED 31st MARCH, 2023

₹ in lakh

Particulars		Note No	As at 31 March, 2023	As at 31 March, 2022
			Rs.	Rs.
I. REVENUE				
(a) Revenue from Operations	26		2,195.40	3,918.86
(b) Other Income	27		342.22	282.13
Total Revenue			2,537.62	4,200.99
II. Expenses:				
(a) Purchase of Power, Power generation cost and Transmission charges	28		8.94	10.03
(b) Employee benefit expense	29		2,579.16	1,892.43
(c) Financial costs	30		205.14	247.68
(e) Depreciation and amortization expense	13		6.72	6.69
(f) Other expenses	31		762.18	877.76
Total Expenses			3,562.14	3,034.59
III. Profit Before Exceptional and Extraordinary items and Tax (I-II)			(1,024.53)	1,166.40
IV. (a) Exceptional Items			(1,024.53)	1,166.40
V. Profit before tax				
VI. Tax expense:				
(a) Current tax	32		(1.38)	(230.51)
(b) Deferred tax	32		253.00	(12.03)
(c) MAT During the year	33		-	17.78
VII. PROFIT/(LOSS) FOR THE YEAR (V-VI)			(772.91)	941.64
VIII. Other Comprehensive Income				
A. (i) Item that will not be Reclassified to P&L A/c	34		80.59	783.81
(ii) Income Tax on Item that will not be Reclassified to P&L A/c			-	-
B. (i) Item that will be Reclassified to P&L A/c			-	-
(ii) Income Tax on Item that will be Reclassified to P&L A/c			-	-
IX. Total Comprehensive Income For the Period (VII+VIII)			(692.34)	1,725.45
A. Total Comprehensive Income attributable to "Non controlling Interest"	38.1		0.37	(0.01)
B. Total Comprehensive Income attributable to "Owners of the parent"			(692.70)	1,725.46
(X) Earning per equity share:				
(I) Basic	37		(2.03)	2.48
(II) Diluted	37		(1.93)	2.35
Significant Accounting Policies and Notes to Accounts		1 to 38		

As per our report of even date attached

For Lodha Patel Wadhwa & Co
Chartered Accountants
Chartered Accountants

[Signature]
PARTNER

Partner

M. No. 074749

(Firm Regn. No. 006271C)

CA. S.K. WADHWA
MRN-074749

Place:- Ranchi

Date:- 16/4/2024



For and on behalf of the Board

[Signature]
(Jayant Prasad)
GM (F&A)-cum-CFO

[Signature]
(Amit Kumar Mishra)
Company Secretary

[Signature]
(Madhup Kumar)
Director (Finance)
DIN - 06532050

[Signature]
(Avinash Kumar)
Chairman
DIN - 03555587

JHARKHAND URJA UTPADAN NIGAM LIMITED

Regd. Office: Engineering Building, H.E.C Dhurwa P.S.- Hatia, Ranchi-834004

[CIN : U40108JH2013SGC001703]

CONSOLIDATEED CASH FLOW STATEMENT FOR THE PERIOD ENDED ON 31st MARCH, 2023

₹ in lakh

Particulars	For the period ended on 31st March 2023	For the period ended on 31st March 2022
A. CASH FLOW FROM OPERATING ACTIVITIES		
Profit before Tax as per Statement of Profit & Loss	(1,024.53)	1,166.86
Adjustments for :		
Depreciation & Amortisation	6.73	6.69
Amortisation against Grant, Subsidies	-	-
Interest Income/Investment Income	(330.20)	(255.24)
Provision for Doubtful Debts	-	-
Interest expenses Exp.	205.14	247.68
Adjustment of Any non current Liability	(189.72)	178.73
Change in accounting policy or Prior period error	253.73	782.41
Adjustment of Any Non Current Assets	(56,001.87)	(12,287.76)
Operating Profit before Working Capital Changes	(57,080.72)	(10,160.62)
Adjustments for increase/decrease in:		
Financial Assets-	(247.23)	(1,214.82)
others	(506.57)	851.84
Increase in Inventories	9.17	(14.04)
Increase in Trade or Other Receivable	220.28	(1,506.07)
Increase in Trade or other Payables	-	-
Current Assets	(176.97)	(262.94)
Current Liability	(2.22)	(233.45)
MAT Credit	-	17.78
Deferred Tax Assets	253.00	(12.03)
Short term provisions	57,082.21	8,680.43
Cash generated from Operations	(449.05)	(3,853.92)
Taxes Paid	1.38	-
Net Cash generated from Operations	(450.43)	(3,853.92)
B. CASH FLOW FROM INVESTING ACTIVITIES		
Investment	-	(5,000.00)
Interest Income	330.20	255.25
Purchase of Property, Plant & Equipment & CWIP	(0.70)	-
Net Cash from Investing Activities	329.50	(4,744.75)
C. CASH FLOW FROM FINANCING ACTIVITIES		
proceed of borrowings	(341.01)	(164.46)
Repayment of borrowings	-	-
Govt. Grant	-	-
Loan	-	-
Interest Expenses	(205.14)	(247.68)
Equity/ Capital	-	-
Receipt from Consumer for Capital work & Other	-	-
Net Cash from Financing Activities	(546.15)	(412.14)
Net Increase in Cash & Cash Equivalents (A+B+C)	(667.08)	(9,010.81)
Cash & Cash Equivalents at the beginning of the year	2,354.57	11,365.38
Cash & Cash Equivalents at the end of the year	1,687.49	2,354.57
Consisting of:		
Cash in hand	0.05	0.61
Cash Imprests & Others Balance	0.15	-
Balance with bank	1,687.29	2,353.96
Less : Bank overdraft	-	-
	1,687.49	2,354.57

As per our report of even date attached

For and on behalf of the Board

For Lodha Patel Wadhwa & Co
Chartered Accountants

Partner
M. No. 074749
(Firm Regn. No. 006271C)

(Jayant Prasad)
GM (F&A)-cum-CFO

(Amit Kumar Mishra)
Company Secretary

CA. S.K. WADHWA

MRN-074749

Place:- Ranchi

Date:- 16/12/24

(Madhup Kumar)
Director (Finance)
DIN -06532050

(Avinash Kumar)
Chairman-cum-Managing Director
DIN - 03555587

JHARKHAND URJA UTPADAN NIGAM LIMITED

(CIN:U40108JH2013SGC001703)

Engineering Building, H.E.C., Dhurwa, Ranchi - 834004, Jharkhand

Consolidated Statement of Changes in Equity for the year ended 31st March 2023

(a) Equity Share Capital :

₹ in lakh

Particulars	F.Y 2022-23		F.Y 2021-22	
	No. of Shares	Amount(Rs.)	No. of Shares	Amount(Rs.)
Authorized: 60,00,00,000 Equity Shares of Rs 10 each	60,00,00,000	6,00,00,00,000	60,00,00,000	6,00,00,00,000
Equity shares of Rs. 100 each issued, subscribed and fully paid				
As at 1 st April 2021	38,030,000	380,300,000.00	38,030,000	380,300,000.00
Add : Issue of share capital (Note 13)	-	-	-	-
At 31 st March 2022	38,030,000	380,300,000.00	38,030,000	380,300,000.00
Add : Issue of share capital (Note 13)	-	-	-	-
At 31 st March 2023	38,030,000	380,300,000.00	38,030,000	380,300,000.00

(b) Other Equity :

For the year ended 31st March 2023:

₹ in lakh

Particulars	Reserve & Surplus				Items of OCI	Total
	Capital Reserve	Securities Premium	Restructuring Account Pending Adjustment	Retained Earnings	FVTOCI Reserve	
As at 1st April 2022			210.00	(5,354.80)	-	(5,144.80)
Prior Period Adjustment			-	173.14	-	173.14
Total comprehensive income			-	(692.33)	-	(692.33)
Other Equity Related to Minority Interest			-	(149.28)	-	(149.28)
At 31st March 2023	-	-	210.00	(5,724.71)	-	(5,514.71)

For the year ended 31st March 2022:

(Amount in Rs. In Lakh)

₹ in lakh

Particulars	Reserve & Surplus				Items of OCI	Total
	Capital Reserve	Securities Premium	Restructuring Account Pending Adjustment	Retained Earnings	FVTOCI reserve	
As at 1st April 2021			210.00	(7,079.33)	-	(6,869.33)
Prior Period Adjustment			-	(0.93)	-	(0.93)
Total comprehensive income	-	-	-	1,725.46	-	1,725.46
Other Equity Related to Minority Interest	-	-	-	(149.64)	-	(149.64)
At 31st March 2022	-	-	210.00	(5,205.16)	-	(4,995.17)

The accompanying notes are an integral part of the financial statements

As per our report of even date

For Lodha Patel Wadhwa & Co
Chartered Accountants

Partner
M. No. 074749

(Firm Regn. No. 006271)

Date : 16/04/2024

CA. S.K. WADHWA
MRN-074749

(Jayant Prasad)
GM (F&A)-cum-CFO

(Madhup Kumar)
Director (Finance)
DIN - 06532050

For and on behalf of the Board

(Amit Kumar Mishra)
Company Secretary

(Avinash Kumar)
Chairman-cum-Managing Director
DIN - 03555587

JHARKHAND URJA UTPADAN NIGAM LIMITED

Engineering Building, H.E.C., Dhurwa, Ranchi - 834004, Jharkhand

Statement of Shares held by Promoters for the year ended 31st March 2023

Shares held by promoters at the end of the year				%Change during the Year
Sl. No.	Promoter Name	No. of Shares	% of total Shares	
1	JUVNL	38029400	99.9984223	NIL
2	JUVNL (through its Nominee)	600	0.001577702	NIL

Statement of Shares held by Promoters for the year ended 31st March 2022

Shares held by promoters at the end of the year				%Change during the Year
Sl. No.	Promoter Name	No. of Shares	% of total Shares	
1	JUVNL	38029400	99.9984223	NIL
2	JUVNL (through its Nominee)	600	0.001577702	NIL





Note: 2
PPE & WIP

FY-2022-23

Fixed Assets	Rate of Depreciation (%)	Consolidated Gross Block Balance as at 01.04.2022	Additions during the Year	Disposal during the Year	Consolidated Gross Block Balance as at 31.3.2023	Accumulated Depreciation up to 1.4.2022	Depreciation during the Year	Reversal during the Year	Consolidated Net Block Balance as at 31st March, 2023	Consolidated Net Block Balance as at 31st March, 2022
(a) Tangible Assets:										
Land & Land rights	-	32.78	-	-	32.78	-	-	-	32.78	32.78
Building	3.34	545.68	-	-	545.68	491.11	-	-	54.57	54.57
Plant & Machinery	5.28	1,080.72	-	-	1,080.72	970.12	0.18	-	110.42	110.60
Lines & Cable Networks	5.28	368.61	-	-	368.61	317.67	1.34	-	49.60	50.94
Vehicles	9.50	24.84	-	-	24.84	22.36	-	-	2.48	2.48
Furniture & fixtures	6.33	45.30	0.14	-	45.44	34.48	0.84	-	10.12	10.82
Office Equipment	6.33	75.15	0.56	-	75.71	62.92	0.49	-	12.30	12.23
Other Civil works	3.34	116.12	-	-	116.12	94.79	3.88	-	17.45	21.33
Hydraulic Work	5.28	1,914.43	-	-	1,914.43	1,722.99	-	-	191.44	191.44
Capital Spares at Generating Station	-	165.72	-	-	165.72	149.15	-	-	16.57	16.57
Total		4,369.35	0.70	-	4,370.05	3,865.59	6.72	-	497.73	503.76
(b) Intangible Assets										
Total		4,369.35	0.70	-	4,370.05	3,865.59	6.72	-	497.73	503.76
(c) Capital Work in Progress										
Capital Work In Progress		792.49	-	-	792.49	-	-	-	792.49	792.49
Total		792.49	-	-	792.49	-	-	-	792.49	792.49
Grand Total		9,531.19	1.40	-	9,532.59	7,731.18	13.44	-	1,787.95	1,800.01

PPE & WIP

FY-2021-22

Fixed Assets		Consolidated Gross Block Balance as at 01.04.2021	Additions during the Year	Disposal during the Year	Consolidated Gross Block Balance as at 31.3.2022	Accumulated Depreciation up to 1.4.2021	Depreciation during the Year	Reversal during the Year	Consolidated Net Block Balance as at 31st March, 2022	Consolidated Net Block Balance as at 31st March, 2021
(a) Tangible Assets:										
Land & Land rights	-	32.78	-	-	32.78	-	-	-	32.78	32.78
Building	3.34	545.68	-	-	545.68	491.11	-	-	54.57	54.57
Plant & Machinery	5.28	1,080.72	-	-	1,080.72	969.94	0.18	-	110.60	110.78
Lines & Cable Networks	5.28	368.61	-	-	368.61	316.33	1.33	-	50.94	52.27
Vehicles	9.50	24.84	-	-	24.84	22.36	-	-	2.48	2.48
Furniture & fixtures	6.33	45.30	-	-	45.30	33.65	0.83	-	10.82	11.65
Office Equipment	6.33	75.16	-	-	75.16	62.46	0.47	-	12.23	12.70
Other Civil works	3.34	116.12	-	-	116.12	90.91	3.88	-	21.33	25.21
Hydraulic Work	5.28	1,914.43	-	-	1,914.43	1,722.99	-	-	191.44	191.44
Capital Spares at Generating Station	-	165.72	-	-	165.72	149.15	-	-	16.57	16.57
Total		4,369.36	-	-	4,369.36	3,858.90	6.69	-	503.76	510.45
(b) Intangible Assets										
Total		4,369.36	-	-	-	-	-	-	-	-
(c) Capital Work in Progress										
Capital Work In Progress		792.49	-	-	792.49	-	-	-	792.49	792.49
Total		792.49	-	-	792.49	-	-	-	792.49	792.49
Grand Total		9,531.21	-	-	5,161.85	3,858.90	6.69	-	1,296.25	1,302.94

1 The company has reviewed carrying cost of its Property, Plants & Equipments and the management is of the view that in the current financial year, Impairment of its Property, Plants & Equipments is not considered necessary as all the assets are in good condition and realisable value is more than carrying cost.

2 On transition to Ind AS, the carrying values of all the property, plant and equipment under the previous GAAP have been considered to be the deemed cost under Ind AS.

3 The company has not provided depreciation on Building, Hydraulic Works and Vehicles as it has already been depreciated to its maximum value i.e 90%.

(Handwritten signatures and initials)



JHARKHAND URJA UTPADAN NIGAM LIMITED
 Regd. Office: Engineering Building, H.E.C Dhurwa P.S.- Hatia, Ranchi-834004
 [CIN : U40108JH2013SGC001703]

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31st MARCH 2023

NOTE 3: Non Current Investment

Particulars	As on 31.03.2023	As on 31.3.2022
Investment	-	-
Total		

NOTE 4: Non Current other Financial Assets

Particulars	As on 31.03.2023	As on 31.3.2022
FD WITH Bank(maturity more than 12 months)	5,672.73	5,324.19
TOTAL	5,672.73	5,324.19

NOTE 5 Deferred Tax Assets

Particulars	As on 31.03.2023	As on 31.3.2022
Deferred Tax	322.49	69.49
Total	322.49	69.49

NOTE 6 Other Non Current Assets

Particulars	As on 31.03.2023	As on 31.3.2022
Claims & Receivable	1,745.74	1,745.74
Receivable from JBVNL	1,017.76	1,018.20
Other claims and receivable	1,188.00	1,188.00
Receivable from PVUNL/MOC	96,218.06	40,469.24
Receivable from Master trust against Employees Benefits	0.12	0.10
Advance to Staff	100,169.68	44,421.28
TOTAL	100,169.68	44,421.28

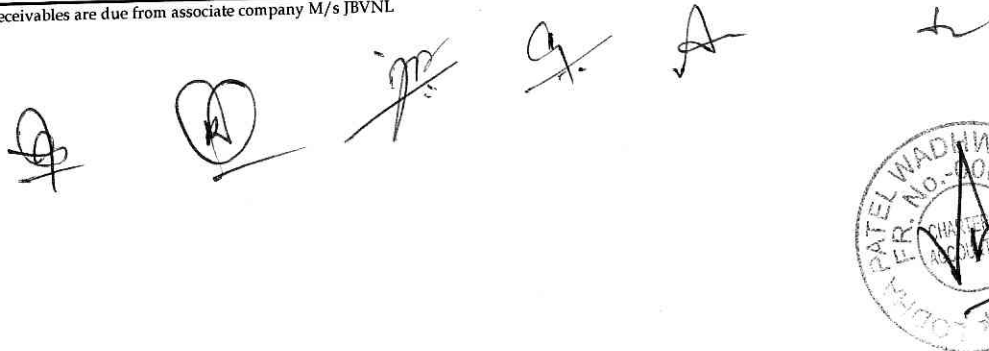
NOTE 7 Current -Inventories

Particulars	As on 31.03.2023	As on 31.3.2022
Materials Stock	113.49	122.66
TOTAL	113.49	122.66

NOTE 8 Current- Trade Receivable

Particulars	As on 31.03.2023	As on 31.3.2022
(a) Outstanding For Period Less than Six Months	-	-
Un-Secured, Considered Good(less Provision for Doubtful Debts)	159.85	1,501.69
(b) Outstanding For Period Exceeding Six Months	1,180.68	59.12
-Secured, Considered Good(less Provision for Doubtful Debts)	-	-
TOTAL	1,340.53	1,560.81

Note: All the receivables are due from associate company M/s JBVNL








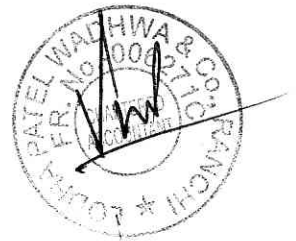
Trade receivable ageing schedule for the year ended 31st March 2023

Particulars	Outstanding for following period from due date of payment					Total
	Less than 6 months	6 months - 1 Year	1 - 2 Years	2 - 3 Years	More than 3 Years	
(i) Undisputed Trade receivables - considered good	159.85	1180.68	-	-	-	1,340.53
(ii) Undisputed Trade receivables - considered doubtful	-	-	-	-	-	-
(iii) Disputed Trade receivables considered good	-	-	-	-	-	-
(iv) Disputed Trade receivables considered doubtful	-	-	-	-	-	-
	159.85	1,180.68	-	-	-	1,340.53

Trade receivable ageing schedule for the year ended 31st March 2022

Particulars	Outstanding for following period from due date of payment					Total
	Less than 6 months	6 months - 1 Year	1 - 2 Years	2 - 3 Years	More than 3 Years	
(i) Undisputed Trade receivables - considered good	1501.69	59.12	-	-	-	1,560.81
(ii) Undisputed Trade receivables - considered doubtful	-	-	-	-	-	-
(iii) Disputed Trade receivables considered good	-	-	-	-	-	-
(iv) Disputed Trade receivables considered doubtful	-	-	-	-	-	-
	1501.69	59.12	-	-	-	1,560.81



JHARKHAND URJA UTPADAN NIGAM LIMITED
 Regd. Office: Engineering Building, H.E.C Dhurwa P.S.- Hatia, Ranchi-834004
 [CIN : U40108JH2013SGC001703]

NOTE 9 Cash & Cash Equivalent

Particulars	As on 31.03.2023	As on 31.3.2022
Balance With Bank	1,643.55	798.22
Cash in hand	0.05	0.61
Others:	0.15	-
Cash Imprest	43.74	1,555.74
In P/L		
Total	1,687.49	2,354.57

NOTE 10 Other Bank Balance

Particulars	As on 31.03.2023	As on 31.3.2022
FD with maturity upto 1 year (including interest accrued)	-	-
TOTAL	-	-

NOTE 11 Current Financial Assets-Others

Particulars	As on 31.03.2023	As on 31.3.2022
	-	-
	-	-
	-	-
TOTAL	-	-

NOTE 12 Current Tax Assets(Net)

Particulars	As on 31.03.2023	As on 31.3.2022
TDS Refundable	407.18	403.57
Net MAT Credit	173.57	-
TOTAL	580.75	403.57

Note 13 Other Current Assets

Particulars	As on 31.03.2023	As on 31.3.2022
(A) Advances Other Than Capital advances:		
(a) Security Deposits	-	-
(b) Other Advances	6.43	8.73
(c) Other Receivable:- Receivable From Master trust	10,333.73	9,825.06
TOTAL	10,340.16	9,833.79





		□ in lakh	
NOTE 14 SHARE CAPITAL		As on 31.03.2023	As on 31.3.2022
Particulars			
AUTHORISED		60,000.00	60,000.00
60,00,00,000 Equity Shares of Rs.10/- each			
ISSUED SUBSCRIBED AND FULLY PAID UP		3,803.00	3,803.00
3,80,30,000 Equity shares of Rs.10/-each with Voting Rights			
Total		3,803.00	3,803.00

14.1. Terms/Rights attached to equity shares

The Company has one class of equity shares having a par value of ₹10 per share. Each shareholder is eligible for one vote per share held. The dividend proposed by the Board of Directors in the ensuing AGM, except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company in proportion to their shareholding.

No Shares were allotted for consideration other than cash, no bonus shares were issued & no shares were bought back in the last 5 Years.
 The Company is a subsidiary of JUVNL. Shareholding by the Holding company is 100% in the company.

14.2 Reconciliation of the number of shares outstanding at the beginning and at the end of the reporting period:

		□ in lakh	
Particulars		As on 31.03.2023	As at 31st March 2022
	No. of shares	Amount	No. of shares
Shares outstanding at the beginning of the year	38,030,000	3,803.00	38,030,000
Add: Shares Issue during the year	-	-	-
Less: Shares bought back during the year	-	-	-
Shares Outstanding at the end of the year	38,030,000.00	3,803.00	38,030,000.00

14.3 Details of the shares held by each shareholder holding more than 5% shares:-

		As at 31st March 2023		As at 31st March 2022	
Particulars	No. of shares	% held	No. of shares	% held	
Jharkhand Urja Vikas Nigam Limited, Jharkhand	38,030,000	100%	38,030,000.00	100%	

NOTE 15 Other Equity

Particulars	As on 31.03.2023	As on 31.3.2022
Capital Reserve	-	-
Other Reserve	-	-
P & L Account		
Opening	(5,205.15)	(6,929.70)
Prior Period Adjustment	173.14	(0.93)
During The year	(692.70)	1,725.46
	210.00	210.00
Restructuring Account Pending Adjustment		
Total	(5,514.71)	(4,995.17)

Note 14.1 - Restructuring Account pending adjustment amounting to Rs. 210 Lakh represents the balancing amount against net assets transferred to the company in terms of the Revised Transfer Scheme notified by the Energy Department, Government of Jharkhand vide Notification No. 2917 dated 20.11.2015.

NOTE 16 Minority Interest

Particulars	As on 31.03.2023	As on 31.3.2022
M/s BSMDC (for its holding of 37.5% in JBCL)	(111.78)	(112.14)
Total	(111.78)	(112.14)



JHARKHAND URJA UTPADAN NIGAM LIMITED
 Regd. Office: Engineering Building, H.E.C Dhurwa P.S.- Hatia, Ranchi-834004
 [CIN : U40108JH2013SGC001703]

NOTE 17 Non Current Financial Liabilities- Borrowings(at amortised cost)

Particulars	As on 31.03.2023	As on 31.3.2022
Secured Loan		
From Related Party	-	-
From State Government	1,984.50	1,984.50
Un-Secured Loan		
Unsecured loan from Bihar	142.23	142.23
State Govt. Loan against JUUNL	1,165.84	1,114.71
State Govt. Loan against M/s KEL	1,924.67	3,282.66
Total	5,217.25	6,524.10

NOTE 18: Non Current Financial Liabilities-Others

Particulars	As on 31.03.2023	As on 31.3.2022
Consultancy Charge payable to PFCCCL	255.62	255.62
	-	-
Total	255.62	255.62

NOTE 19 Non Current Liabilities- Provisions

Particulars	As on 31.03.2023	As on 31.3.2022
Staff Related Liabilities	98,741.61	41,658.69
Others	-	0.71
Total	98,741.61	41,659.40

NOTE 20 Deffered Tax Liabilities(Net)

Particulars	As on 31.03.2023	As on 31.3.2022
	-	-
Total	-	-

NOTE 21 Other Non Current Liabilities

Particulars	As on 31.03.2023	As on 31.3.2022
Deposits & Retention from suppliers	93.63	82.71
Advance from PVUNL	1,141.87	1,141.87
PTPS(HPCL)	120.58	120.58
Unsecured loan from UP	112.78	112.78
Unsecured loan from Bihar	184.63	184.63
Liability towards Jinfra	4.02	4.02
Liability for O&M suppliers/ works	64.76	0.21
Liability against drilling & exploration	16.61	16.61
ICT JUVNL/JBVNL	-	167.49
Total	1,738.87	1,830.89

Note-22 Current Financial Liabilities-Borrowings

Particulars	As on 31.03.2023	As on 31.3.2022
(a) Secured :		
(i) Loans Repayable on Demands		
- Loan From Government	6,758.07	6,450.46
Total	6,758.07	6,450.46

NOTE 23 Current Financial Liabilities-Trade Payable

Particulars	As on 31.03.2023	As on 31.3.2022
Liability for Suppliers/Works	-	-
Total	-	-

NOTE 24 Current Financial Liabilities-Others

Particulars	As on 31.03.2023	As on 31.3.2022
Interest on Loan from Govt	-	-
OD/CC-Bank of India	-	-
Total	-	-





JHARKHAND URJA UTPADAN NIGAM LIMITED
 Regd. Office: Engineering Building, H.E.C Dhurwa P.S.- Hatia, Ranchi-834004
 [CIN : U40108JH2013SGC001703]

NOTE 25 Others Current Liabilities

Particulars	As on 31.03.2023	As on 31.3.2022
Deposits & Retention from Suppliers & Contractors	82.25	84.04
Statutory liability and keep Back	0.17	0.17
Other Tax Payable to Govt.	4.01	1.53
Remittances from JUVNL/JBVNL	45.92	45.44
Other Liabilities & Payables	15.80	12.95
Statutory Audit, CAG Audit, Internal audit & Tax Audit Fees	3.05	5.66
Total	151.20	149.79
Employee terminal Benefits liabilities	10,476.96	9,818.71
Others	1.45	1.95
Total	10,478.41	9,820.66

NOTE 26: Revenue from Operations

Particulars	As on 31.03.2023	As on 31.3.2022
Revenue from sale of power	2,195.40	3,918.86
Other Operating Revenues	-	-
Total	2,195.40	3,918.86

Note 27 Other Income

Particulars	As on 31.03.2023	As on 31.3.2022
Interest from Bank (including FDR interest)	339.24	262.00
Miscellaneous Receipt	1.18	20.13
Income from Quarter House Rent	1.80	-
Total	342.22	282.13

NOTE 28: Power generation cost

Particulars	As on 31.03.2023	As on 31.3.2022
Power Generation Cost (Water and other direct costs)	8.94	10.03
Total	8.94	10.03

Note 29: Employee Benefit Expense

Particulars	As on 31.03.2023	As on 31.3.2022
Salary and Incentives	1,267.53	1,129.75
<u>Terminal benefits</u>		
Pension Cost	1,101.94	595.49
Gratuity cost	103.69	167.19
Earned Leave Encashment cost	106.00	-
Total	2,579.16	1,892.43

Note 30: Financial Cost

Particulars	As on 31.03.2023	As on 31.3.2022
Interest on Govt. Loan	205.14	247.68
Interest on non Govt loan	-	-
Others	-	-
Total	205.14	247.68





Note 31: Other Expenses

Particulars	As on 31.03.2023	As on 31.3.2022
Rent, Rates & Taxes	3.26	2.16
Insurance	2.50	2.27
Telephone Charges, Postage, Telegram etc	3.20	0.28
Lagal Charges	8.14	23.53
Consultancy Charges	4.00	4.45
Conveyance & travels	22.20	18.36
Vehicle Running (Petrol, Fuel etc)	16.68	0.06
Fees & Subscriptions	1.91	2.11
Printing & Stationary	307.60	452.95
Interest on Government loan	2.13	0.93
Entertainment Charges	139.03	137.28
Miscellaneous Expenses	17.13	4.56
Others	0.01	0.05
Bank charge	1.23	-
Other Professional Charge	4.16	3.72
Audit Fees		
Repair & Maintenance		
Plant & Machinery	117.55	145.48
Building	15.79	21.97
Civil Work	21.60	9.34
Hydraulic Work	50.37	15.62
Line Cable Network	19.68	30.95
Furniture & Fixture	0.76	-
Office Equipments	3.25	1.70
Total	762.18	877.78

Note 32: Current Tax & Deferred Tax

Particulars	As on 31.03.2023	As on 31.3.2022
Current Tax	1.38	230.51
Deferred Tax Provision	253.00	12.03
Total	254.38	242.54

Note 33: MAT Credit

Particulars	As on 31.03.2023	As on 31.3.2022
MAT During the year	-	17.78
Total	-	17.78

Note 34 Other Comprehensive income

Particulars	As on 31.03.2023	As on 31.3.2022
Actuary Gain/(Loss) on Gratuity Valuation	168.29	223.94
Actuary Gain/(Loss) on Pension Valuation	(410.81)	559.40
Actuary Gain/(Loss) on Leave Encashment Valuation	323.11	-
Adjustment for reversal of Audit fees provisions	-	0.47
Total	80.59	783.81

[Handwritten signatures]

[Handwritten signature]

[Handwritten mark]



Note 35: Employees Benefits (Ind AS-19)

The Staff related liabilities including terminal benefits up to the effective date of transfer i.e 05.01.2014 are to be born by the Government of Jharkhand. The born by the companies.

Note 36: Segment Reporting (Ind AS-108)

The Group companies Business segment is Generation, . As these activities falls within a single primary business segment, hence no separate disclosures a

Note 37: Earnings Per Share (Ind AS-33)

In terms of Ind AS-33 on "Earnings per Share" notified under the Companies Act 2013 Earning per share (Basic & Diluted) is worked out as follows: -

S. No.	Particulars			For the period ended on 31st March 2020	For the period ended on 31st March 2019
				10.00	10.00
1	Nominal Value of share (Rs.)			38,030,000	38,030,000
2	Number of Equity shares (No.)			40,130,000	40,130,000
	Number of Potential Equity Shares(No.)			(772.91)	941.64
3	Net Profit after tax (Rs. in Lakhs)			(2.03)	2.48
4	Basic Earning per share (Rs.)			(1.93)	2.35
5	Diluted Earning per share (Rs.)				

Note 38 -Other Notes

□ in lakh

38.1	Share of Uncontrolling Interest	2022-2023		2021-22	
	Outsider Shareholding in JBCL(%)	37.50%		37.50%	
	Portion of the Share in:	Total	Uncontrolling Portion	Total	Uncontrolling Portion
	(a) Share Capital	100.00	37.50	100.00	37.50
	(b) Retained Earnings Opening	(399.05)	(149.64)	(399.03)	(149.64)
	(c) Profit & Loss for the period	0.97	0.37	(0.01)	(0.01)
	Total	(298.08)	(111.78)	(299.05)	(112.14)

38.2 Commitments to the extent not provided for : Rs. Nil

Estimated amount of contracts remaining to be executed on capital account and not provided for - Rs. Nil

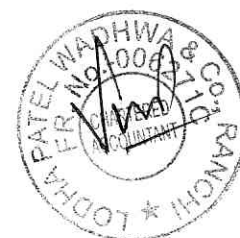
38.3 Contingent liabilities

Claims against the company not acknowledged as Debt

Rs Nil

38.4 In view of the nature of assets held by the company and the rate of depreciation charged thereon, in the opinion of the management no further provision for impairment of assets is necessary.

(Handwritten signatures and initials)



JHARKHAND URJA UTPADAN NIGAM LIMITED
Regd. Office: Engineering Building, H.E.C Dhurwa P.S.- Hatia, Ranchi-834004
[CIN : U40108JH2013SGC001703]

38.5 Key Managerial Personnel

The details of such key Management Personnel During the period are as follows:

□ in lakh

S. No.	Name	Period	Designation	Remuneration
1	Sri Manish Kumar	16.11.2022-14.06.2023	Managing Director	Nil
2	Sri Madhup Kumar	08.04.2022 - till Now	Director(Finance)	36.00
3	Sri R.K Agarwal	01.04.2022-18.11.2022	CFO (General Manager (F&A)	20.77
4	Sri Jayant Prasad	22.11.2022- till now	CFO (General Manager (F&A)	8.57
5	Sri Amit Kumar Mishra	01.04.2022- till now	Company Secretary	14.27

38.6 Details of Related Parties:

Name of Related Parties	Type of Relation
M/s JBVNL	Associate Concern
M/s Karanpura Energy Ltd.	100% subsidiary company
M/s Patratu Energy Limited	100% subsidiary company
M/s Jhar Bihar Colliery Ltd.	62.5% subsidiary company
Government of Jharkhand	Shareholding in the Parent Company of Holding Company

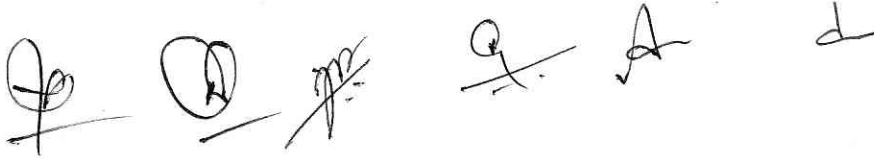
a) Transaction with Related parties

□ in lakh

Sl. No.	Particulars	2022-23	2021-22	Relationship
A	Sale of goods and services	2195.4	3918.86	Fellow Subsidiary Company, M/s JBVNL
B	Purchase of goods and services	-	-	-
C	Distribution of expenses	14.72	12.79	Holding Co. M/s JUVNL

b) Outstanding Balances

Sl	Particulars	2022-23	2021-22	Relationship
A	Trade Receivable	1340.53	1560.81	Fellow Subsidiary Company, M/s JBVNL
B	Trade Payable	-	-	-
C	M/S PEL	1512.76	1512.76	Subsidiary Co.





JHARKHAND URJA UTPADAN NIGAM LIMITED

[CIN: U40108JH2013SGC001703]

Regd. Office: Engineering Building, H.E.C Dhurwa, P.S. :-Hatia, Ranchi-834004

38.7. Ratio Analysis

Sl no	Particulars	Formula	Year ended 31 st March 2023	Year ended 31 st March 2022	%Variance	Reason of variance
1	Current Ratio	Current Assets/Current Liability	0.81	0.87	6.97	Repayment of Loan during the year
2	Debt Equity ratio	Total debt/Total shareholder's equity	-7.00	-10.88	35.72	Repayment of Loan during the year
3	Debt service coverage ratio	(PAT+DEP+INTT ON LOAN)/(INTT ON LOAN + LOAN REPAYMENT)	-0.28	0.42	167.63	Due to the less generation of Electricity in current Finance Year corresponding to previous year company has incurred the Loss.
4	Return on equity ratio	Net Income/Shareholders Equity	0.40	0.45	10.12	Due to the less generation of Electricity in current year corresponding to previous year company has incurred the Loss.
5	Inventory turnover ratio	Cost of goods Sold/Avg Inventory	0.00	0.00	0.00	NA
6	Trade receivable turnover ratio	Credit sales/ Avg Accounts Receivable	1.64	1.63	-0.32	NA
7	Trade payable turnover ratio	Net credit purchase/ Avg Accounts Payable	0.00	0.00	0.00	NA
8	Net capital Turnover ratio	net Sales/ working Capital	-0.66	0.06	1200.36	Due to the less generation of Electricity in current year corresponding to previous year company has incurred the Loss.
9	Net Profit ratio	Net Profit / Sales	-0.32	0.44	171.67	Due to the less generation of Electricity in current year corresponding to previous year company has incurred the Loss.
10	Return on capital employed	EBIT/ Capital Employed	-0.07	0.01	798.51	Due to the less generation of Electricity in current year corresponding to previous year company has incurred the Loss.
11	Return on investment	Profit/Investment	-0.18	0.45	140.46	Due to the less generation of Electricity in current year corresponding to previous year company has incurred the Loss.









38.8

- (i) Income in foreign currency- Rs. Nil
(ii) Expenditure in foreign currency-Rs. Nil

38.9 In the opinion of the management the value of current assets loans and advances on realization in the ordinary course of business will not be less than the value at which these are stated in the Balance Sheet as at March 31, 2023.

38.10 Figure has been regrouped / reclassified wherever necessary for fair presentation of Financial Statement.

38.11 Figures have been rounded off to the nearest

As per our report of even date attached

For S.K. Wadhwa & Co
Chartered Accountants

Partner
No.
(Firm Regn. No.)

CA. S.K. WADHWA
MRN-074749

Place:-
Date:-

Ranchi
16/01/2024



For and on behalf of the Board

(Jayant Prasad)
GM (F&A)-cum-CFO

(Madhup Kumar)
Director (Finance)
DIN -06532050

(Amit Kumar Mishra)
Company Secretary

(Avinash Kumar)
Chairman
DIN - 03555587

JHARKHAND URJA UTPADAN NIGAM LIMITED

Regd. Office: Engineering Building, H.E.C Dhurwa, P.S. :-Hatia, Ranchi-834004

[CIN: U40108JH2013SGC001703]

Annual Report 2022-2023

Form AOC-1

Statement containing salient features of the financial statement of Subsidiaries/Associate Companies/Joint ventures

(Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014)

Part "A": Subsidiaries

₹ in lakh

Sl.No.	Name of the subsidiary	Karanpura Energy Limited	Patratu Energy Limited	Jharbihar Colliery Limited
1	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	Not Applicable	Not Applicable	Not Applicable
2	Reporting currency and Exchange rate as on the last date of the relevant financial year in the case of foreign subsidiaries.	Not Applicable	Not Applicable	Not Applicable
3	Share Capital	5.00	5.00	100.00
4	Reserves & Surplus	(3,085.83)	(16.41)	(399.05)
5	Total assets	813.39	134.05	99.04
6	Total Liabilities	813.39	135.05	99.04
7	Investments	-	-	-
8	Turnover	-	-	-
9	Profit before taxation	(208.45)	2.23	1.32
10	Provision for Bad and Doubtful Debts	-	-	-
11	Profit after taxation	(208.45)	2.23	1.32
12	Proposed Dividend	-	-	-
13	% of Shareholding	100%	100%	62.50%


The following information shall be furnished at the end of the statement :

Notes:

1	Names of subsidiaries which are yet to commence operations	No such case
2	Names of subsidiaries which have been liquidated or sold during the year.	No such case

As per our report of even date attached

For and on behalf of the Board


(Jayant Prasad)
GM(F&A)-cum-CFO


(Madhup Kumar)
Director (Finance)
DIN - 06532050


(Amit Kumar Mishra)
Company Secretary


(Avinash Kumar)
Chairman
DIN - 03555587