MAKING THE FUTURE CRYSTAL CLEAR

bajaj SUGAR | **Bajaj Hindusthan Sugar Ltd.**

REPORTS AND ACCOUNTS OF SUBSIDIARY COMPANIES 2019 - 2020

CONTENTS

DIRECTORS' REPORT

Dear Shareholders,

Your Directors have pleasure in presenting their Sixteenth annual report and the audited financial statement for the financial year ended March 31, 2020.

OPERATIONS AND STATE OF COMPANY'S AFFAIRS

During the year ended March 31, 2020 your Company continued to provide Air Transport Services through Air Craft – Falcon LX 2000. In addition to this the Company also leased out its Helicopter - Bell 407 to another Company providing Air – Transportation Services.

Your Company generated a revenue of ₹ 10,94,03,059/- from its operations during the current financial year as compared to ₹ 9,76,21,801/- generated in the previous financial year ended March 31, 2019. The loss after tax for the current year is ₹ 16,68,34,930/- as compared to loss of ₹ 15,66,47,933/- in the previous year.

TRANSFER OF AMOUNT TO RESERVES

No amount has been transferred to any reserve during the year under review.

DIVIDEND

In view of loss suffered by the Company, your Directors have not recommended any dividend on the equity shares for the year under review.

HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

The Company is a wholly owned subsidiary of Bajaj Hindusthan Sugar Limited. The Company did not have any Subsidiary/Associate Company during the year under review.

EXTRACT OF THE ANNUAL RETURN

An extract of the Annual Return for the year ended March 31, 2020 as provided under sub-section (3) of Section 92 and prescribed under Rule 12 of Companies (Management & Administration) Rules, 2014 is attached as Annexure-I and forms part of this report.

BOARD MEETINGS

During the financial year 2019-2020, the Board of Directors met six times on May 17, 2019, May 31, 2019, July 26, 2019, November 07, 2019, February 04, 2020, and March 19, 2020. The gap between any two meetings has been less than 120 days.

Details of the Board of Directors and Attendance Record of Directors during the financial year ended March 31, 2020 is as under:

Name	DIN	No. of Board Meetings entitled to attend	No. of Board Meetings attended
*Mr. Ved Prakash Agrawal	00306940	4	1
Mr. Sunil Kumar Ojha	03320931	6	6
Mr. Birendra Kumar Agarwal	05283640	6	4
**Mr. Munesh Kumar Kaushik	08434094	2	2

*Ceased to be a Director with effect from February 03, 2020

**Appointed with effect from January 22, 2020

SHARE CAPITAL

There are no change in issued, subscribed and paid-up capital of the Company during the year under review.

RELATED PARTIES TRANSACTIONS

All the transactions with related parties are in the ordinary course of business and on arm's length basis. The details of Contracts and Arrangements entered into by the Company with related parties, referred to in sub-section (1) of Section 188 of the Companies Act, 2013, is given in AOC-2, attached as Annexure II, and forms part of this report.

INTERNAL FINANCIAL CONTROL

The Board has adopted the policies and procedures for ensuring the orderly and efficient conduct of business, including adherence to Company's policies, the safeguarding of its assets, the prevention and detection of fraud and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial disclosures. The Company has in place adequate internal financial controls with reference to financial statements. During the year, such controls were tested and no reportable material weaknesses in the design or operation were observed.

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS UNDER SECTION 186 OF THE COMPANIES ACT, 2013

The particulars of loans, guarantees or investments under Section 186 of the Companies Act, 2013 are provided below:

Sr. No.	Name of the Entity	Particulars of Loan, Guarantee and Investments	Amount in ₹	Key terms & Conditions	Purpose for which the loan or guarantee or security is proposed to be utilized
1.	Ojas Industries Private Limited	Opening balance	7,29,70,783	Loan given @12% p.a., unsecured repayable on demand	Business Purpose
		Addition during the year 2019-20	62,35,347		
		Repaid during the year 2019-20	4,53,22,000		
		Outstanding as at March 31, 2020	3,38,84,130		

MATERIAL EVENTS THAT HAVE OCCURRED AFTER THE BALANCE SHEET DATE

There has been no material changes and commitments affecting financial position of the Company that have occurred between the balance sheet date and date of this report.

MATERIAL ORDERS IMPACTING ON GOING CONCERN STATUS AND COMPANY'S OPERATIONS

There has been no significant and material orders passed by any regulators or courts or tribunals impacting the going concern status and Company's operations in future.

DIRECTORS

In accordance with the provisions of Sections 161 of the Companies Act, 2013, the Board of Directors had appointed Mr. Munesh Kumar Kaushik (DIN: 08434094) as Additional Director of the Company with effect from January 22, 2020. Pursuant to the provision of Section 161 of the Companies Act, 2013, Mr. Munesh Kumar Kaushik (DIN: 08434094) shall hold office upto the date of the Sixteenth Annual General Meeting of the Company.

The Company has received a notice from a member pursuant to Section 160 of the Companies Act, 2013, proposing the appointment of Mr. Munesh Kumar Kaushik as Director of the Company.

The Board of Directors has recommended the appointment of Mr. Munesh Kumar Kaushik (DIN: 08434094) as Director of the Company liable to retire by rotation. Requisite approval is being sought at the forthcoming Annual General Meeting of the Company.

Pursuant to the provisions of Section 161 of the Companies Act, 2013, the Board of Directors at its meeting held on July 28, 2020 had appointed Mr. Manik Trambak Hire (DIN 08741274) as an Additional Director on the Board of the Company designated as Executive Director of the Company, with effect from August 01, 2020. The Company has received notice from a shareholder proposing candidature of Mr. Manik Trambak Hire as a Director of the Company liable to retire by rotation. Mr. Manik Trambak Hire holds office upto the date of Sixteenth Annual General Meeting and being eligible offered himself for appointment as director. The Board recommends his appointment.

Mr. Ved Prakash Agrawal (DIN: 00306940) and Mr. Birendra Kumar Agarwal (DIN:05283640) ceased to be a Directors of the Company with effect from February 03, 2020 and May 16, 2020 respectively. The Board recorded their appreciation for their contributions made during their tenure of Directorship.

Mr. Sunil Kumar Ojha (DIN: 03320931) will retire by rotation and being eligible offers himself for re-appointment. The appointment of Mr. Sunil Kumar Ojha is in compliance with the provisions of Section 164(2) of the Companies Act 2013.

The Board of Directors recommend his re-appointment.

KEY MANAGERIAL PERSONNEL

Mr. Pradeep Parakh, Company Secretary was the Key Managerial Personnel till May 05, 2020. The Company is not required to appoint Company Secretary in view of notification issued by Ministry of Corpoorate Affairs dated January 03, 2020.

DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to the provisions of Section 134(5) of the Companies Act, 2013 with respect to the directors' responsibility statement, it is hereby confirmed that:

(a) in the preparation of the annual accounts for the year ended March 31, 2020 the applicable Accounting standards had been followed along with proper explanation relating to the material departures;

(b) the directors of the Company had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company, as at March 31, 2020 and loss of the Company for the year ended March 31, 2020;

(c) the directors of the Company had taken proper and sufficient care for the maintenance of proper accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;

(d) the directors of the Company had prepared the accounts of the Company for the financial year ended March 31, 2020 on a going concern basis and

(e) the directors of the Company had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

RISK MANAGEMENT

The Company, like any other enterprise, is exposed to business risk which can be an internal risks as well as external risks. Any unexpected changes in regulatory framework pertaining to fiscal benefits, fluctuations in fuel prices and foreign currency and other related issue can affect company's operations and profitability. However the Company is well aware of the above risks and as part of business strategy has formulated a Risk Management Policy.

The Risk Policy approved by the Board, lays down the roles and responsibilities of the various functions in relation to risk management covering a range of responsibilities, from the strategic to the operational. These role, inter alia, provide the foundation for your Company's Risk Management Policy and Framework that is endorsed by the Board and is aimed at ensuring formulation of appropriate risk management procedures and their effective implementation. The Company is in the process of implementing the current Risk Management Framework that consists of the following key elements:

- The Corporate Risk Management policy facilitates the identification and prioritization of strategic and operational risks, development of appropriate mitigation strategies and conducts periodic reviews of the progress on the management of identified risks.
- The risk policy brings robustness to the process of ensuring that business risks are effectively addressed.
- Appropriate structures are in place to proactively monitor and manage the inherent risks in businesses with unique / relatively high risk profiles.
- The periodical planning exercise requires the management to clearly identify their top risks and set out a mitigation plan with agreed timelines and accountability

The combination of policies and processes as outlined above is expected to adequately address the various risks associated with your Company's businesses.

CORPORATE SOCIAL RESPONSIBILITY POLICY (CSR) AND ITS IMPLEMENTATION

The Company is not required to have and implement CSR Policy.

STATUTORY AUDITORS

Members of the Company at the Fifteenth Annual General Meeting approved appointment of M/s. Sidharth N Jain & Co., Chartered Accountants (Firm Registration No. 018311C), as Statutory Auditors of the Company to hold office for a term of 5 (five) years from the conclusion of 15th (Fifteenth) AGM upto the conclusion of the 20th (twentieth) AGM of the Company without any further confirmation/ ratification / approval at every subsequent AGM of the Company.

INDEPENDENT AUDITORS' REPORT

The Auditors in their Report to the members have given a qualified opinion and the response of your Directors with respect to it as follows:

Audit Qualification

In respect of the transaction as detailed in note 14.2 of the financial statements, the Company has not recognized interest expense of ₹2,92,80,000/- for current financial year, on loan taken from holding company. Non recognition of interest expenses is a departure from the Accounting Standards prescribed under section 133 of the Companies Act. Had such interest been provided, in the books of account, total loss would have been increase by ₹2,92,80,000/- and total equity would have been reduced by ₹2,92,80,000/-.

Response to above

The Company has not recognized interest expense of Rs. 2,92,80,000/- for the curremt financial year on the loan taken from the holding company. The same is in line with the accounting policy followed by the holding company. The holding company has not recognized corresponding interest income for the current financial year on the principle of conservatism and prudence.

MAINTENANCE OF COST RECORDS

The Company is not required to maintain cost records pursuant to section 148(1) of the Companies Act, 2013.

DEPOSITS

The Company has not accepted any deposits within the meaning of Chapter V of The Companies Act, 2013 during the year under review. No deposit remained unpaid or unclaimed as at the end of the year and accordingly there has been no default in repayment of deposits or payment of interest thereon during the year.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO

The particulars as prescribed under sub-section (3) (m) of Section 134 of the Companies Act, 2013 read with Rule 8 of Companies (Accounts) Rules, 2014 to the extent applicable with respect to Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo are as under:

(A) Conservation of Energy

(i) The steps taken or impact on conservation of energy : ----

(ii) The steps taken by the Company for utilizing alternate sources of energy : ----

(iii) The capital investment on energy conservation and equipments : -----

(B) Technology Absorption

(i) The efforts made towards technology absorption : -----

(ii) The benefits derived like product improvement, cost reduction, product development or import substitution : -----

(iii) In case of imported technology (imported during the last three years reckoned from the beginning of the year) : -----

(a) The details of technology imported

(b) The year of import

(c) Whether the technology has been fully absorbed

(d) If not fully absorbed, areas where absorption has not taken place, and the reasons thereof; and

(iv) The expenditure incurred on research and development : ----

(C) Foreign Exchange Earnings and Outgo

(i) The Foreign Exchange earned in terms of actual inflows during the Financial Year 2019 – 20 : Nil

(ii) The Foreign Exchange outgo during the financial year 2019 – 20 in terms of actual outflows. : ₹ 5,47,07,341

ANTI SEXUAL HARASSMENT POLICY

The Company has in place an Anti Sexual Harassment Policy in line with the requirements of Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act 2013.

The following is the summary of sexual harassment complaints received and disposed off during the current financial year.

Number of Complaints received : Nil

Number of Complaints disposed off : Nil

PARTICULARS OF EMPLOYEES AND RELATED DISCOLSURES

In terms of the provisions of Section 197 of the Companies Act, 2013 read with Rule 5(2) and 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, as amended, a statement names and other particulars of the employees drawing remuneration in excess of the limits set out in the said rules is attached as 'Annexure III' which forms part of this report.

ACKNOWLEDGEMENTS

Your directors express their appreciation for the sincere co-operation and assistance of Government authorities, bankers, customers and business associates as well as Directors and Employees of its Holding Company.

Your Directors acknowledge with gratitude the support extended by valued shareholder.

For and on behalf of the Board of Directors

	Sunil Kumar Ojha	**Munesh Kumar Kaushik**
Date: July 28, 2020	Director	Director
Place: Noida	DIN: 03320931	DIN: 08434094

Annexure-I of the Directors' Report

Extract of Annual Return as on the financial year ended on March 31, 2020

[Pursuant to Section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014]

I. REGISTRATION AND OTHER DETAILS

i)	CIN	U65993MH2005PTC154529
ii)	Registration Date	July 6, 2005
iii)	Name of the Company	Bajaj Aviation Private Limited
iv)	Category / Sub-Category of the Company	Private
v)	Address of the Registered office and contact details	2nd Floor, Bajaj Bhawan, Jamnalal Bajaj Marg, 226 Nariman Point, Mumbai - 400021 Tel.:+91-22-22023626 Website: www.bajajaviation.com
vi)	Whether listed company	~~Yes~~ / No
vii)	Name, Address and Contact details of Registrar and Transfer Agent, if any	Not Applicable

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

All the business activities contributing 10 % or more of the total turnover of the company shall be stated:-

Sr. No.	Name and Description of main products / services	NIC Code of the Product/ service	% to total turnover of the Company
1	Transport and Storage - Air Transport	H4	100%

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

Sr. No.	Name and Address of the Company	CIN/GLN	Holding/ Subsidiary/ Associate	% of shares held	Applicable Section
1	Bajaj Hindusthan Sugar Limited, Golagokarannath Lakhimpur – Kheri, District: Kheri, Uttar Pradesh – 262802	L15420UP1931PLC065243	Holding	100	2(46)

IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of total Equity)

(i) Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters									
(1) Indian									
a) Individual/ HUF	0	0	0	0.00	0	0	0	0.00	0.00
b) Central Govt.	0	0	0	0.00	0	0	0	0.00	0.00
c) State Govt.(s)	0	0	0	0.00	0	0	0	0.00	0.00

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
d) Bodies Corp.*	5000000	0	5000000	100.00	5000000	0	5000000	100.00	0.00
e) Banks / FI	0	0	0	0.00	0	0	0	0.00	0.00
f) Any Other….	0	0	0	0.00	0	0	0	0.00	0.00
Sub-total (A) (1):-	**5000000**	**0**	**5000000**	**100.00**	**5000000**	**0**	**5000000**	**100.00**	**0.00**
(2) Foreign									
a) NRIs - Individuals	0	0	0	0.00	0	0	0	0.00	0.00
b) Other – Individuals	0	0	0	0.00	0	0	0	0.00	0.00
c) Bodies Corp.	0	0	0	0.00	0	0	0	0.00	0.00
d) Banks / FI	0	0	0	0.00	0	0	0	0.00	0.00
e) Any Other….	0	0	0	0.00	0	0	0	0.00	0.00
Sub-total (A) (2):-	**0**	**0**	**0**	**0.00**	**0**	**0**	**0**	**0.00**	**0.00**
Total shareholding of Promoter (A) =(A)(1)+(A)(2)	**5000000**	**0**	**5000000**	**100.00**	**5000000**	**0**	**5000000**	**100.00**	**0.00**
B. Public Shareholding									
1. Institutions									
a) Mutual Funds	0	0	0	0.00	0	0	0	0.00	0.00
b) Banks / FI	0	0	0	0.00	0	0	0	0.00	0.00
c) Central Govt.	0	0	0	0.00	0	0	0	0.00	0.00
d) State Govt. (s)	0	0	0	0.00	0	0	0	0.00	0.00
e) Venture Capital Funds	0	0	0	0.00	0	0	0	0.00	0.00
f) Insurance Companies	0	0	0	0.00	0	0	0	0.00	0.00
g) FIIs	0	0	0	0.00	0	0	0	0.00	0.00
h) Foreign Venture Capital Funds	0	0	0	0.00	0	0	0	0.00	0.00
i) Others (specify)	0	0	0	0.00	0	0	0	0.00	0.00
Sub-total (B)(1):-	**0**	**0**	**0**	**0.00**	**0**	**0**	**0**	**0.00**	**0.00**
2. Non- Institutions									
a) Bodies Corp.	0	0	0	0.00	0	0	0	0.00	0.00
i) Indian	0	0	0	0.00	0	0	0	0.00	0.00
ii) Overseas	0	0	0	0.00	0	0	0	0.00	0.00
b) Individuals	0	0	0	0.00	0	0	0	0.00	0.00
i) Individual shareholders holding nominal share capital upto ₹ 1 lakh	0	0	0	0.00	0	0	0	0.00	0.00
ii) Individual shareholders holding nominal share capital in excess of ₹ 1 lakh	0	0	0	0.00	0	0	0	0.00	0.00
c) Others (specify)	0	0	0	0.00	0	0	0	0.00	0.00
Sub-total (B)(2):-	**0**	**0**	**0**	**0.00**	**0**	**0**	**0**	**0.00**	**0.00**
Total Public Shareholding (B)=(B)(1)+ (B)(2)	**0**	**0**	**0**	**0.00**	**0**	**0**	**0**	**0.00**	**0.00**
C. Shares held by Custodian for GDRs & ADRs	**0**	**0**	**0**	**0.00**	**0**	**0**	**0**	**0.00**	**0.00**
Grand Total (A+B+C)	**5000000**	**0**	**5000000**	**100.00**	**5000000**	**0**	**5000000**	**100.00**	**0.00**

* includes 1 equity share held by Mr. Kushagra Bajaj with benefical interest therein being held by Bajaj Hindusthan Sugar Limited.

(ii) Shareholding of Promoters

Sr. No.	Shareholder's Name	Shareholding at the beginning of the year			Share holding at the end of the year			% change in share holding during the year
		No. of Shares	% of total Shares of the Company	% of Shares Pledged/ encumbered to total shares	No. of Shares	% of total Shares of the Company	% of Shares Pledged/ encumbered to total shares	
1.	Bajaj Hindusthan Sugar Limited*	5000000	100.00	0.00	5000000	100.00	0.00	0.00
	Total	**5000000**	**100.00**	**0.00**	**5000000**	**100.00**	**0.00**	**0.00**

* includes 1 equity share held by Mr. Kushagra Bajaj with benefical interest therein being held by Bajaj Hindusthan Sugar Limited.

(iii) Change in Promoters' Shareholding (please specify, if there is no change)

Sr. No.		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the Company	No. of shares	% of total shares of the Company
1.	**Bajaj Hindusthan Sugar Limited***				
	At the beginning of the year	5000000	100.00	5000000	100.00
	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase/ decrease (e.g. allotment / transfer/ bonus/ sweat equity etc.):	0	0	0	0
	At the End of the year	**5000000**	**100.00**	**5000000**	**100.00**

* includes 1 equity share held by Mr. Kushagra Bajaj with benefical interest therein being held by Bajaj Hindusthan Sugar Limited.

(iv) Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs):

Sr. No.		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
	For Each of the Top 10 Shareholders	No. of shares	% of total shares of the Company	No. of shares	% of total shares of the Company
1.	At the beginning of the year	0	0.00	0	0.00
	Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc.):	0	0.00	0	0.00
	At the End of the year (or on the date of separation, if separated during the year)	**0**	**0.00**	**0**	**0.00**

(v) Shareholding of Directors and Key Managerial Personnel:

Sr. No.		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
	For Each of the Directors and KMP	No. of shares	% of total shares of the Company	No. of shares	% of total shares of the Company
1.	At the beginning of the year	0	0.00	0	0.00
	Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase/decrease (e.g. allotment / transfer / bonus/ sweat equity etc.):	0	0.00	0	0.00
	At the End of the year	**0**	**0.00**	**0**	**0.00**

V. INDEBTEDNESS

Indebtedness of the Company including interest outstanding/accrued but not due for payment **(In ₹)**

		Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year					
i)	Principal Amount	0	24,40,00,000	0	24,40,00,000
ii)	Interest due but not paid	0	18,59,30,671	0	18,59,30,671
iii)	Interest accrued but not due	0	0	0	0
Total (i+ii+iii)		**0**	**42,99,30,671**	**0**	**42,99,30,671**
Change in Indebtedness during the financial year					
	• Addition	0	0	0	0
	• Reduction	0	0	0	0
Net Change					

		Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the end of the financial year					
i)	Principal Amount	0	24,40,00,000	0	24,40,00,000
ii)	Interest due but not paid	0	18,59,30,671	0	18,59,30,671
iii)	Interest accrued but not due		0	0	0
Total (i+ii+iii)		**0**	**42,99,30,671**		**42,99,30,671**

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Remuneration to Managing Director, Whole-time Directors and/or Manager:

Sr. No.	Particulars of Remuneration	Name of MD/WTD/ Manager				Total Amount
1.	Gross salary (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 (b) Value of perquisites u/s. 17(2) Income-tax Act, 1961 (c) Profits in lieu of salary under Section 17(3) Income- tax Act, 1961	0	0	0	0	0
2.	Stock Option	NA	NA	NA	NA	NA
3.	Sweat Equity	NA	NA	NA	NA	NA
4.	Commission - as % of profit - others, specify	0	0	0	0	0
5.	Others, please specify	0	0	0	0	0
	Total (A)	**0**	**0**	**0**	**0**	**0**
	Ceiling as per the Act	₹ 30 Lakhs p.a.	₹ 30 Lakhs p.a.	₹ 30 Lakhs p.a.	₹ 30 Lakhs p.a.	--

B. Remuneration to other directors:

Sr. No.	Particulars of Remuneration	Name of Directors				Total Amount
1.	**Independent Directors**	NA	NA	NA	NA	NA
	• Fee for attending board / committee meetings					
	• Commission					
	• Others, please specify					
	Total (1)					
2.	**Other Non-Executive Directors**	Ved Prakash Agrawal (DIN: 00306940)	Sunil Kumar Ojha (DIN: 03320931)	Birendra Kumar Agarwal (DIN: 05283640)	Munesh Kumar Kaushik (DIN: 08434094)	
	• Fee for attending board/ committee meetings	0	0	0	0	0
	• Commission	0	0	0	0	0
	• Others, please specify	0	0	0	0	0
	Total (2)	0	0	0	0	0
	Total (B)=(1+2)	0	0	0	0	0
	Total Managerial Remuneration	0	0	0	0	0
	Overall Ceiling as per the Act	NA	NA	NA	NA	NA

C. Remuneration to Key Managerial Personnel other than MD/Manager/WTD

Sr. No.	Particulars of Remuneration		Key Managerial Personnel		
		CEO	**Company Secretary**	**CFO**	**Total**
1.	Gross salary	NA	--	NA	NA
	(a) Salary as per provisions contained in Section 17(1) of the Income-tax Act, 1961				
	(b) Value of perquisites u/s. 17(2) Income-tax Act, 1961				
	(c) Profits in lieu of salary under Section 17(3) Income-tax Act, 1961	NA	--	NA	NA
2.	Stock Option	NA	--	NA	NA
3.	Sweat Equity	NA	--	NA	NA
4.	Commission - as % of profit - others, specify	NA	--	NA	NA
5.	Others, please specify	NA	--	NA	NA
	Total	**NA**	**--**	**NA**	**NA**

VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

Type	Section of the Companies Act	Brief Description	Details of Penalty/ Punishment Compounding fees imposed	Authority [RD/ NCLT/ COURT]	Appeal made, if any (give details)
A. COMPANY					
Penalty	NA	NA	NA	NA	NA
Punishment	NA	NA	NA	NA	NA
Compounding	NA	NA	NA	NA	NA
B. DIRECTORS					
Penalty	NA	NA	NA	NA	NA
Punishment	NA	NA	NA	NA	NA
Compounding	NA	NA	NA	NA	NA
C. OTHER OFFICERS IN DEFAULT					
Penalty	NA	NA	NA	NA	NA
Punishment	NA	NA	NA	NA	NA
Compounding	NA	NA	NA	NA	NA

For and on behalf of the Board of Directors

Sunil Kumar Ojha
Director
DIN: 03320931

Munesh Kumar Kaushik
Director
DIN: 08434094

Date: July 28, 2020
Place: Noida

Annexure-II to Directors' Report for the year ended March 31, 2020

FORM AOC-2

Disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arms length transactions under third proviso thereto

1. Details of contracts or arrangements or transactions not at arm's length basis: - NIL
   - (a) Name(s) of the related party and nature of relationship
   - (b) Nature of contracts/arrangements/transactions
   - (c) Duration of the contracts / arrangements/transactions
   - (d) Salient terms of the contracts or arrangements or transactions including the value, if any
   - (e) Justification for entering into such contracts or arrangements or transactions
   - (f) date(s) of approval by the Board
   - (g) Amount paid as advances, if any:
   - (h) Date on which the special resolution was passed in general meeting as required under first proviso to section 188
2. Details of material contracts or arrangement or transactions at arm's length basis
   - (a) Name(s) of the related party and nature of relationship: Bajaj Hindusthan Sugar Limited (Holding Company)
   - (b) Nature of contracts/arrangements/transactions:
     Lease Rent Paid for Aircraft Falcon LX 2000: ₹7.56 crore (including taxes)
   - (c) Duration of the contracts / arrangements/transactions:
     20 years from the date of Agreement i.e. November 22, 2012.
   - (d) Salient terms of the contracts or arrangements or transactions including the value, if any:
     Lease Rent of ₹ 60,00,000 (excluding taxes) per month to be paid by seventh day of the month, in advance.
   - (e) Date(s) of approval by the Board, if any: (1) October 17, 2012 and April 23, 2013.
   - (f) Amount paid as advances, if any: NIL

For and on behalf of the Board of Directors

Sunil Kumar Ojha
Director
DIN: 03320931

Munesh Kumar Kaushik
Director
DIN: 08434094

Date: July 28, 2020
Place: Noida

ANNEXURE - III to the Directors' Report for the year ended March 31, 2020

Statement under Section 197(12) of the Companies Act, 2013, read with the Companies (Appointment and Remuneration of Managerial Personnel) Rules 2014.

Sr. No.	Name of Employee	Designation/ Nature of Duties	Remuneration received (₹)	Qualification	Age (years)	Experience (No. of years)	Date of Commencement of employment	Last employment held	% of Equity Shares Held	If relative of any director / manager
1	2	3	4	5	6	7	8	9	10	11
A.	**Top 10 (Ten) Employees in terms of remuneration drawn.**									
1	Dheeraj Maudgil	Deputy Manager	11,32,596	BCom, MCom. & MBA	38	14	01/11/2016	Bajaj Infrastructure Development Co. Ltd.	Nil	No
2	Manik Trambak Hire	Accountable Manager	9,21,928	B.Sc (Maths)	37	16	01/08/2019	Bajaj Hindusthan Sugar Limited	Nil	No
3	Amit Kumar	Quality Manager	3,86,909	AME	34	11	09/07/2019	India Flysafe Aviation Pvt. Ltd.	Nil	No
4	Bhanu Pratap Tripathi	Sr. Technical Officer	3,76,404	AME (Avionics)	30	5	01/04/2017	Home Credit Finance Pvt. Ltd.	Nil	No
5	Devashish Bhatnagar	Continuing Air Worthiness Manager	3,34,353	B.Tech (Aerospace)	33	7	14/10/2019	Innovative Aviation Pvt. Ltd.	Nil	No
6	Rahul Kumar	Continuing Air Worthiness Manager	2,85,544	AME (Mechanical)	30	8	07/10/2019	Orbit Aviation Private Limited	Nil	No
7	Vighnesh Venkatesh	Operation Manager	2,14,686	B. Sc (Maths), RTR Aero License	28	7	09/12/2019	Privilege Airways Pvt. Ltd.	Nil	No
B.	**Employee employed throughout the financial year and who was in receipt of the remuneration for that financial year in the aggregate of not less than ₹ 1,02,00,000 per annum.**									
Sr. No.	**Name of Employee**	**Designation/ Nature of Duties**	**Remuneration received (₹)**	**Qualification**	**Age (years)**	**Experience (No. of years)**	**Date of Commencement of employment**	**Last employment held**	**% of Equity Shares Held**	**If relative of any director / manager**
--NIL-										
C.	**Employees employed for a part of the financial year and who were in receipt of the remuneration for that financial year at a rate not less than ₹ 8,50,000 per month.**									
Sr. No.	**Name of Employee**	**Designation/ Nature of Duties**	**Remuneration received (₹)**	**Qualification**	**Age (years)**	**Experience (No. of years)**	**Date of Commencement of employment**	**Last employment held**	**% of Equity Shares Held**	**If relative of any director / manager**
-NIL-										
D.	**Employees employed throughout the financial year or part thereof and in receipt of remuneration for that financial year in aggregate at a rate which is in excess of that drawn by Managing Director or Whole Time Director or Manager and holds by himself or along with spouse and dependent children, not less than two percent of the Equity shares of the Company.**									
Sr. No.	**Name of Employee**	**Designation/ Nature of Duties**	**Remuneration received (₹)**	**Qualification**	**Age (years)**	**Experience (No. of years)**	**Date of Commencement of employment**	**Last employment held**	**% of Equity Shares Held**	**If relative of any director / manager**
-NIL-										

Note: Remuneration means any money or its equivalent given or passed to any person for services rendered by him and includes perquisites as defined under the Income-tax Act, 1961.

For and on behalf of the Board of Directors

Date: July 28, 2020
Place: Noida

Sunil Kumar Ojha
Director
DIN: 03320931

Munesh Kumar Kaushika
Director
DIN: 08434094

Independent Auditors' Report

To the Members of Bajaj Aviation Private Limited

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of Bajaj Aviation Private Limited ("the Company"), which comprise the balance sheet as at March 31, 2020, and the statement of profit and loss (including other comprehensive income), statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of the significant accounting policies and other explanatory information (Collectively referred to as the 'financial statements').

In our opinion and to the best of our information and according to the explanations given to us, except for the effects of the matter described in the Basis for Qualified Opinion section of our report, the aforesaid 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, 2020, and its loss (including other comprehensive income), the changes in equity and its cash flows for the year ended on that date.

Basis for Qualified Opinion

As stated in Note 14.2 of the financial statements, the Company has not recognized interest expense of ₹ 2,92,80,000 for current financial year, on loan taken from holding company. Non recognition of interest expenses is a departure from the Accounting Standards prescribed under section 133 of the Companies Act. Had such interest been provided, in the books of account, total loss would have been increase by ₹ 2,92,80,000 and total equity would have been reduced by ₹ 2,92,80,000.

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the 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 together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion.

Other Information

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Board report, but does not include the financial statements and our auditor's report thereon.

Our opinion on the 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 financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the 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.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

The Company's management and Board of Directors are responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the state of affairs, loss (including other comprehensive income), changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards ('Ind AS') specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of 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 financial statements, the management and Board of Directors are 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 the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the 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 financial statements

As part of an audit in accordance with Standards on Auditing ('SAs'), we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the 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 control 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 with reference to financial statements 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 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 financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the 'Annexure A' a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143(3) of the Act, we report that:

a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.

b. Except to the effect of matter as described in the Basis of Qualified opinion paragraph above, 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. The Balance Sheet, the Statement of Profit and Loss, the Statement of Changes in Equity and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.

d. Except to the effect of matter as described in the Basis for Qualified Opinion paragraph above, in our opinion, the aforesaid financial statements comply with the Indian Accounting Standards prescribed under Section 133 of the Act read with Companies (Indian Accounting Standard) Rules 2016.

e. On the basis of the written representations received from the directors as on March 31, 2020 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2020 from being appointed as a director in terms of Section 164(2) of the Act.

f. With respect to the adequacy of the internal financial controls with reference to financial statement of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".

g. In our opinion and to the best of our information and according to the explanations given to us, the Company has not paid or provided managerial remuneration during the year. Therefore, the provision the section 197 read with Schedule V to the Act is not applicable to the Company;

h. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the 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. The Company does not have any pending litigations which would impact its financial position.

   ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.

   iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For Sidharth N Jain & Company
Chartered Accountants
Firm registration number: 018311C

Sidharth Jain
Proprietor
Membership No.: 134684
UDIN: 20134684AAAADI5402

Place: Noida
Date: June 22, 2020

ANNEXURE 'A'

ANNEXURE REFERRED TO IN PARAGRAPH 1 UNDER THE HEADING "REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS" OF OUR REPORT OF EVEN DATE

(i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.

(b) As explained to us, all the fixed assets have been physically verified by the management at reasonable intervals during the year and no material discrepancies were noticed on verification.

(c) Based upon the audit procedure performed and according to the records of the Company, there is no immovable property held by the Company. Accordingly, the provisions of clause 3(i)(c) of the Order is not applicable to the Company and hence not commented upon.

(ii) The Company did not have any inventory during the year. Accordingly, the provision of clause 3(ii) of the Order is not applicable to the Company and hence not commented upon.

(iii) (a) According to the information and explanations given to us, the Company has not granted any loans, secured or unsecured to the companies, firms, limited liability partnership or other parties covered in the register maintained under section 189 of the Act. Accordingly, the provisions of clause 3(iii)(a) to 3(iii)(c) of the Order are not applicable to the Company and hence not commented upon.

(iv) In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of section 185 and 186 of Act, in respect of loans, investments, guarantees, and security to the extent applicable to it.

(v) According to the information and explanations given to us, the company has not accepted any deposit from the public within the meaning of section 73 to 76 of the Act and the rules framed thereunder. Therefore, the provision of clause 3(v) of the Order is not applicable to the Company.

(vi) To the best of our knowledge and as explained, the Company is not required to maintained the cost records under sub-section (1) of section 148 of the Act, read with rule 3 of the Companies (cost records and audit) Rules, 2014, for the services rendered by it. Therefore, in our opinion, the provisions of clause 3(vi) of the Order are not applicable to the Company.

(vii) (a) According to records of the Company, the Company has been generally regular in depositing with appropriate authorities undisputed statutory dues including Income-tax, Service-tax, Goods and Service tax, Custom Duty, Cess and other statutory dues to the extent applicable to it. The provisions of Provident fund, Employees' State Insurance, Excise Duty and Value Added tax are not applicable to the Company.

According to the information and explanations given to us, no undisputed amounts payable in respect of Income-tax, Service tax, Goods and Service tax, Customs Duty, Cess and other material statutory dues were outstanding, at the year end, for a period of more than six months from the date they became payable.

(b) According to the information and explanations given to us, there are no dues of income tax, Goods and Service tax, service tax and customs duty which have not been deposited on account of any dispute.

(viii) Based on documents and records produced to us, the Company has not taken any loan from bank or financial institution or Government and has not obtained any borrowings by way of debentures. Accordingly, the provision of clause 3(viii) of the Order is not applicable to the Company and hence not commented upon.

(ix) Based on our audit procedures performed for the purpose of reporting the true and fair view of the financial statements and according to the information and explanations given by the management, the Company has not raised any money way of initial public offer / further public offer / debt instruments and term loans hence, reporting under clause (ix) is not applicable to the Company and hence not commented upon.

(x) Based upon the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and as per the information and explanations given by the management, we report that no fraud on or by the Company has been noticed or reported during the year.

(xi) According to the information and explanations given to us and on an overall examination of the balance sheet, the Company has not paid or provided managerial remuneration during the year. Therefore, the provision of clause 3(xi) of the Order is not applicable to the Company and hence not commented upon.

(xii) In our opinion, the Company is not a chit fund or a nidhi / mutual benefit fund / society. Therefore, the provisions of clause 3(xii) of the Order are not applicable to the Company.

(xiii) Based on our audit procedures performed for the purpose of reporting the true and fair view of the financial statements and according to the information and explanations given by the management, transactions with the related parties are in compliance with section 177 and 188 of Act, where applicable and the details have been disclosed in the notes to the financial statements, as required by the applicable accounting standards.

(xiv) According to the information and explanations given to us and on an overall examination of the balance sheet, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review and hence not commented upon.

(xv) According to the information and explanations given to us and on an overall examination of the financial statements of the Company, we report that the Company has not entered into any non-cash transaction with directors or persons connected with him.

(xvi) According to the information and explanations given to us, the provisions of section 45-IA of the Reserve Bank of India Act, 1934 are not applicable to the Company.

For Sidharth N Jain & Company
Chartered Accountants
Firm registration number: 018311C

Sidharth Jain
Proprietor
Membership No.: 134684
UDIN: 20134684AAAADI5402

Place: Noida
Date: June 22, 2020

ANNEXURE 'B'

ANNEXURE TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE FINANCIAL STATEMENTS OF BAJAJ AVIATION PRIVATE LIMITED

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

Opinion

We have audited the internal financial controls with reference to financial statements of Bajaj Aviation Private Limited ("the Company") as of March 31, 2020 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

In our opinion, the Company has, in all material respects, adequate internal financial controls with reference to financial statements and such internal financial controls were operating effectively as at March 31, 2020, based on the internal financial control with reference to financial statements 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 Guidance Note").

Management's Responsibility for Internal Financial Controls

The Company's management and the Board of Directors are responsible for establishing and maintaining internal financial controls based on the internal financial control with reference to financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note. 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 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 (hereinafter referred to as "the Act").

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls with reference to financial statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing, prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls with reference to financial statements. 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 with reference to financial statements were established and maintained and whether 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 with reference to financial statements and their operating effectiveness. Our audit of internal financial controls with reference to financial statements included obtaining an understanding of such internal financial controls, 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 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 with reference to financial statements.

Meaning of Internal Financial Controls with reference to financial statements

A company's internal financial control with reference to 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 with reference to 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 with Reference to Financial Statements

Because of the inherent limitations of internal financial controls with reference to 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 with reference to financial statements to future periods are subject to the risk that the internal financial controls with reference to financial statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate. .

For Sidharth N Jain & Company
Chartered Accountants
Firm registration number: 018311C

Sidharth Jain
Proprietor
Membership No.: 134684
UDIN: 20134684AAAADI5402

Place: Noida
Date: June 22, 2020

Balance Sheet as at March 31, 2020

Amount in ₹

Particulars	Note No.	As at March 31, 2020	As at March 31, 2019
ASSETS			
Non-current assets			
Property, plant and equipment	3	**488,353,739**	56,082,413
Financial assets:			
Loans	4	**5,690,000**	5,440,000
Other financial assets	5	**-**	227,433
		494,043,739	61,749,846
Current assets			
Financial assets:			
Trade receivable	6	**73,859,706**	68,609,756
Cash and cash equivalents	7	**3,161,995**	5,420,509
Other bank balance	8	**561,100**	296,398
Loans	4	**33,884,130**	72,970,783
Other current assets	9	**12,251,632**	12,268,751
Current tax assets (net)	10	**6,523,959**	4,263,524
		130,242,522	163,829,721
Total Assets		**624,286,261**	225,579,567
EQUITY AND LIABILITIES			
Equity			
Equity Share Capital	11	**50,000,000**	50,000,000
Other Equity	12	**(868,978,040)**	(702,143,110)
		(818,978,040)	(652,143,110)
Liabilities			
Non-current liabilities			
Financial Liabilities:			
Other financial liabilities	16	**439,412,812**	-
Deferred tax liabilities (net)	13	**-**	-
		439,412,812	-
Financial liabilities:			
Borrowings	14	**445,900,458**	429,930,671
Trade payables:			
Due to micro and small enterprises	15	**-**	-
Due to other than micro and small enterprises	15	**514,420,294**	418,261,338
Other financial liabilities	16	**37,494,960**	19,687,906
Other current liabilities	17	**6,035,777**	9,842,762
		1,003,851,489	877,722,677
Total Equity & Liabilities		**624,286,261**	225,579,567

See accompanying notes (1-29) to the financial statements

As per our Report of even date

For Sidharth N Jain & Company
Chartered Accountants
(Firm Registration No. 018311C)

For and on behalf of the Board

Sidharth N Jain
Proprietor
Membership No.134684

Sunil Kumar Ojha
Director
DIN: 03320931

Munesh Kumar Kaushik
Director
DIN: 08434094

Place: Noida
Date : 22nd June 2020

Statement of Profit & Loss for the year ended March 31, 2020

Amount in ₹

Particulars	Note No.	Year ended March 31, 2020	Year ended March 31, 2019
Income			
Revenue from operations	18	**109,403,059**	97,621,801
Other income	19	**6,451,861**	6,701,185
Total Income		**115,854,920**	104,322,986
Expenses			
Operating expenses	20	**176,198,082**	218,614,970
Employee benefits expense	21	**5,156,243**	4,117,573
Finance costs	22	**57,801,935**	29,341,570
Depreciation and amortisation expense	3	**39,843,401**	5,302,889
Other expenses	23	**3,690,189**	3,593,917
Total expenses		**282,689,850**	260,970,919
Profit/ (loss) before tax		**(166,834,930)**	(156,647,933)
Tax Expense			
Current tax		**-**	-
Income tax of earlier year		**-**	-
Profit/ (Loss) for the year		**(166,834,930)**	(156,647,933)
Other Comprehensive Income			
Items that will not be reclassified subsequently to profit or loss:		**-**	-
Items that will be reclassified subsequently to profit or loss:		**-**	-
Total other comprehensive income, net of tax		**-**	-
Total comprehensive income for the period		**(166,834,930)**	(156,647,933)
Earning Per Equity Share of ₹ 10/- each:			
Basic (₹)	24	**(33.37)**	(31.33)
Diluted (₹)		**(33.37)**	(31.33)

See accompanying notes (1-29) to the financial statements

As per our Report of even date

For Sidharth N Jain & Company
Chartered Accountants
(Firm Registration No. 018311C)

For and on behalf of the Board

Sidharth N Jain
Proprietor
Membership No.134684

Sunil Kumar Ojha
Director
DIN: 03320931

Munesh Kumar Kaushik
Director
DIN: 08434094

Place: Noida
Date : 22nd June 2020

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

A	Equity share capital	Nos.	Amount in ₹
	Equity share of ₹ 10 each issued, subscribed and fully paid		
	At April 1, 2018	**5,000,000**	**50,000,000**
	Issue of share capital (Note 11)	-	-
	At March 31, 2019	**5,000,000**	**50,000,000**
	Issue of share capital (Note 11)	-	-
	At March 31, 2020	**5,000,000**	**50,000,000**

B Other Equity

Particulars	Reserve & Surplus	Total
	Retained earnings	
As at April 1, 2019	**(702,143,110)**	**(702,143,110)**
Profit / (Loss) for the year	**(166,834,930)**	**(166,834,930)**
Other comprehensive income	-	-
As at March 31, 2020	**(868,978,040)**	**(868,978,040)**

Particulars	Reserve & Surplus	Total
	Retained earnings	
As at April 1, 2018	(545,495,177)	(545,495,177)
Profit / (Loss) for the year	(156,647,933)	(156,647,933)
Other comprehensive income	-	-
As at March 31, 2019	(702,143,110)	(702,143,110)

See accompanying notes (1-29) to the financial statements
As per our Report of even date

For Sidharth N Jain & Company For and on behalf of the Board
Chartered Accountants
(Firm Registration No. 018311C)

Sidharth N Jain | **Sunil Kumar Ojha** | **Munesh Kumar Kaushik**
Proprietor | Director | Director
Membership No.134684 | DIN: 03320931 | DIN: 08434094

Place: Noida
Date : 22nd June 2020

Cash Flow Statement for the year ended March 31, 2020

Amount in ₹

Particulars	Year ended March 31, 2020	Year ended March 31, 2019
A. Cash Flows from Operating Activities		
Net Profit Before Tax as per Statement of Profit and Loss	**(166,834,930)**	(156,647,933)
Adjusted for:		
Depreciation	**39,843,401**	5,302,889
Finance costs	**57,801,935**	29,341,570
Interest Income	**(6,272,616)**	(3,462,196)
Operating Profit Before Working Capital Changes	**(75,462,210)**	(125,465,670)
Movements in Working Capital:		
Increase / (decrease) in Trade & Other Payable	**20,953,255**	98,175,948
(Increase) / decrease in Trade & Other Receivable	**(5,482,831)**	6,045,419
Cash generated from/ (used in) operations	**(59,991,786)**	(21,244,303)
Direct Taxes Paid (Net of Refunds)	**(2,260,435)**	3,936,535
Net Cash Flows/ (Used) From Operating Activities (A)	**(62,252,221)**	(17,307,768)
B. Cash Flows From Investing Activities		
Purchase of property, plant and equipment	**(133,850)**	(52,373)
Inter corporate loans	**45,322,000**	18,567,142
Interest received	**17,994**	34,257
Bank deposits with more than 3 month maturity	**(17,994)**	(30,877)
Net Cash Flows/ (Used) in Investing Activities (B)	**45,188,150**	18,518,149
C. Cash Flows From Financing Activities		
Borrowings	**14,805,557**	(354,370)
Net cash from/ (used in) financing activities (C)	**14,805,557**	(354,370)
Net increase/ (decrease) in cash and cash equivalents (A+B+C)	**(2,258,514)**	856,011
Cash and cash equivalents (opening balance)	**5,420,509**	4,564,498
Cash and cash equivalents (closing balance) (refer Note 7)	**3,161,995**	5,420,509

See accompanying notes (1-29) to the financial statements

Notes:
1. The above cash flow statement has been prepared under the "Indirect Method".
2. Figures in brackets indicate cash outflow and without brackets indicate cash inflow.

As per our Report of even date

For Sidharth N Jain & Company For and on behalf of the Board
Chartered Accountants
(Firm Registration No. 018311C)

Sidharth N Jain | **Sunil Kumar Ojha** | **Munesh Kumar Kaushik**
Proprietor | Director | Director
Membership No.134684 | DIN: 03320931 | DIN: 08434094

Place: Noida
Date : 22nd June 2020

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

1 Corporate Information

Bajaj Aviation Private Limited is a private limited Company domiciled in India and incorporated under the provisions of the Companies Act applicable in India. The registered office of the company is located at Bajaj Bhawan, Jamnalal Bajaj Marg, 226, Nariman Point, Mumbai - 400021.

The Company is a wholly own subsidiary company of Bajaj Hindustan Sugar Ltd. The Company is engaged in providing non scheduled passenger air transport services. Information on related party relationships of the Company is provided in Note 27.

2 Significant Accounting Policies

a. Basis of preparation of financial statements

The financial statements of the Company have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015.

Effective April 1, 2016, the Company has adopted all the Ind AS standards and the adoption was carried out in accordance with Ind AS 101 First time adoption of Indian Accounting Standards, with April 1, 2015 as the transition date. The transition was carried out from Indian Accounting Principles generally accepted in India as prescribed under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 (IGAAP), which was the previous GAAP.

Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use.

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

.**b. Significant accounting judgements, estimates and assumptions:**

The preparation of financial statements in conformity with Ind-AS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses and the disclosure of contingent liabilities on the date of the financial statements. Actual results could differ from those estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Any revision to accounting estimates is recognised prospectively in current and future periods.

Estimation of uncertainties relating to the global health pandemic from COVID-19 (Force majeure factor):

The Company has considered the possible effects that may result from the pandemic relating to COVID-19 on the carrying amounts of financials assets, receivables, advances, property plant and equipment etc. as well as liabilities accrued. In developing the assumptions relating to the possible future uncertainties in the global economic conditions because of this pandemic, the Company, as at the date of approval of these financial statements has used internal and external sources of information including credit reports and related information, economic forecasts. Having reviewed the underlying data and based on current estimates the Company expects the carrying amount of these assets will be recovered and there is no significant impact on liabilities accrued. The impact of COVID-19 on the Company's financial statements may differ from that estimated as at the date of approval of these financial statements and the Company will continue to closely monitor any material changes to future economic conditions.

c. Operating Cycle

All asset and liabilities have been classified as current or non-current as per the Company normal operating cycle and other criteria set out above which are in accordance with the schedule III to the Act. Based on the nature of services and the time between the acquisition of asset for providing of services and their realization in cash and cash equivalents, the Company has ascertained it's operating cycle as 12 months for the purpose of current non-current classification of assets and liabilities.

d. Revenue Recognition

i) Charter income

Revenue is recognized as and when service is rendered and to the extent that it is probable that the economic benefits will flow to the Company and the same can be reliably measured. Amounts received in advance towards travel bookings / reservations are shown under current liabilities as unearned revenue. Revenue is measured at the fair value of the consideration received or receivable.

ii) Interest income

Interest income from financial asset is recognized when it is probable that the economic benefits will flow to the Company and amount of income can be measured reliably. Interest income is accrued on a time basis, by reference to the principal outstanding and the effective interest rate applicable, which is the rate exactly discounts estimated future cash receipts through the expected life of the financial asset to the asset's net carrying amount on initial recognition.

e. Property, Plant & Equipments

All the property, plant and equipment are stated at cost, less accumulated depreciation and impairment, if any. Costs directly attributable to acquisition are capitalized until the property, plant and equipment are ready for use, as intended by management.

The company depreciates property, plant and equipment over their estimated useful lives using the straight-line method which is in accordance with Schedule II of the Companies Act, 2013.

For the transition to Ind AS, the Company has elected to continue with the carrying value of all its property, plant and equipments recognised as of April 1, 2015 (transition date) measured as the previous GAAP and used that carrying value as deemed cost as of the transition date.

f. Foreign currency transactions

Foreign Currency Transactions are recorded at the rates of exchange prevailing on the date of transaction. Monetary foreign currency assets and liabilities outstanding at the close of the financial period are revalorized at the exchange rates prevailing on the balance sheet date. Exchange differences arising on account of fluctuation in the rate of exchange is recognized in the Statement of Profit and Loss.

g. Earning Per Share

Basic earnings per share are calculated by dividing the total comprehensive income 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, total comprehensive income for the period and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

h. Taxation

Current income tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities in accordance with the Income-tax Act, 1961 enacted in India. Current income tax relating to items recognised outside profit or loss is recognised outside profit or loss (either in other comprehensive income or in equity).

Deferred income taxes reflects the impact of temporary differences between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date.

Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the balance sheet date. Deferred tax assets and deferred tax liabilities are offset, if a legally enforceable right exists to set off current tax assets against current tax liabilities and the deferred tax assets and deferred tax liabilities relate to the taxes on income levied by the same governing taxation laws.

Deferred tax assets are recognised to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilised. Deferred tax relating to items recognised outside profit or loss is recognised outside profit or loss (either in other comprehensive income or in equity).

i. Provisions

Provisions involving a substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources.

Contingent liabilities are disclosed in the financial statements, unless possibility of an outflow of resources embodying economic benefit is remote. Contingent assets are disclosed in the financial statements when an inflow of economic benefits is probable.

j. Employee retirement benefits

Liabilities in respect of retirement benefits in the form of Gratuity and Leave Encashment, are determined and accrued on actual basis.

k. Leases:

The Company as lessee

The Company’s lease assets primarily consist of lease for Aircraft and office space. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. At the date of commencement of the lease, the Company recognizes a right-of-use (ROU) asset and a corresponding lease liability for all lease arrangements in which it is a lessee, except for short-term leases and low value leases. For short-term and low-value leases, the Company recognizes the lease payments as an operating expense on a straight-line basis over the term of the lease.

The ROU assets is initially recognized at cost and subsequently measured at cost less accumulated depreciation and impairment losses. ROU assets are depreciated on a straight-line basis over the shorter of the lease term and useful life of the underlying asset. ROU assets are evaluated for recoverability whenever events or changes in circumstances indicate that their carrying amounts may not be recoverable.

The lease liability is initially measured at amortized cost at the present value of the future lease payments. The lease payments are discounted using the interest rate implicit in the lease or using the incremental borrowing rates. Lease liability and ROU assets have been separately presented in the Balance Sheet and lease payments have been classified as financing cash flows.

Transition

The Company has adopted Ind AS 116 “Leases” effective from 1st April 2019. Ind AS 116 supersedes Ind AS 17 “Leases"". The Company has adopted Ind AS 116 using the cumulative effect method with the effect of initially applying this standard recognized at the date of initial application (i.e. 1st April 2019). Accordingly, the information presented as on and for the year ended 31st March 2019 has not been restated. Additionally, the disclosure requirements of Ind AS 116 have not been applied to comparative information.

l. Borrowing Cost

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalised as part of the cost of the asset. All other borrowing costs are expensed in the period in which they occur.

m. Impairments of non financial assets

The Carrying amount of assets are reviewed at each Balance Sheet date if there is any indication of impairment based on internal/ external factors. An asset is impaired when the carrying amount of the asset exceeds the recoverable amount. An impairment loss will be charged to the Statement of Profit and Loss in the period in which an asset is identified as impaired. An impairment loss recognised in prior accounting periods is reversed if there has been change in the estimate of the recoverable amount.

n. Cash and Cash equivalents

Cash and cash equivalents in the Cash Flow Statement comprise cash at bank and in hand and short-term investments with an original maturity of three months or less.

o. Fair Value

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either in the principal market for the asset or liability or in the absence of a principal market, in the most advantageous market for the asset or liability.

p. Financial Instrument

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

a) Financial assets

(i) Initial recognition and measurement

All financial assets are recognised initially at fair value plus, in the case of financial assets not recorded at fair value through profit or loss, transaction costs that are attributable to the acquisition of the financial asset. Purchases or sales of financial assets that require delivery of assets within a time frame established by regulation or convention in the market place (regular way trades) are recognised on the trade date, i.e., the date that the Company commits to purchase or sell the asset.

(ii) Subsequent measurement

For purposes of subsequent measurement, financial assets held by the Company is classified as debt instruments at amortised cost.

A 'debt instrument’ is measured at the amortised cost if both the following conditions are met:

- The asset is held within a business model whose objective is to hold assets for collecting contractual cash flows, and
- Contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.

After initial measurement, such financial assets are subsequently measured at amortised cost using the effective interest rate (EIR) method. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included in other income in the profit or loss. The losses arising from impairment are recognised in the profit or loss. This category generally applies to Loans, bank and other deposits..

(iii) Derecognition

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

- The rights to receive cash flows from the asset have expired, or
- The Company has transferred its rights to receive cash flows from the asset.

(iv) Impairment of financial assets

In accordance with Ind-AS 109, the Company applies expected credit loss (ECL) model for measurement and recognition of impairment loss on the financial assets and credit risk exposure.

ECL impairment loss allowance (or reversal) is recognized as income/ expense in the statement of profit and loss (P&L). This amount is reflected under the head ‘other expenses’ in the P&L. In balance sheet, ECL is presented as an allowance, i.e., as an integral part of the measurement of financial assets.

b) Financial liabilities

(i) Initial recognition and measurement

Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss, loans and borrowings, payables, or as derivatives designated as hedging instruments in an effective hedge, as appropriate. All financial liabilities are recognised initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs.

The Company's financial liabilities include trade payables and borrowings.

(ii) **Subsequent measurement**

After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortised cost using the EIR method. Gains and losses are recognised in profit or loss when the liabilities are derecognised as well as through the EIR amortisation process.

Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included as finance costs in the statement of profit and loss.

(iii) **Derecognition**

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in the statement of profit or loss.

c) **Offsetting of financial instruments**

Financial assets and financial liabilities are offset and the net amount is reported in the balance sheet if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously.

q. **Recent Accounting Developments**

Ministry of Corporate Affairs ("MCA") notifies new standards or amendments to the existing standards. There is no such notification which would have been applicable from April 1, 2020.

3 Property, Plant and Equipment:

Amount in ₹

	Helicopter (Bell 407)	Right of use assets (Aircraft) (refer note below)	Computers	Furnitures & Fixtures	Office Equipment	Total
Cost						
As of April 1, 2018	76,679,104	-	204,375	87,236	365,401	77,336,116
Additions	-	-	52,373	-	-	52,373
Disposals	-	-	-	-	-	-
As of March 31, 2019	**76,679,104**	**-**	**256,748**	**87,236**	**365,401**	**77,388,489**
Additions	-	471,980,877	133,850	-	-	472,114,727
Disposals	-	-	-	-	-	-
As of March 31, 2020	**76,679,104**	**471,980,877**	**390,598**	**87,236**	**365,401**	**549,503,216**
Depreciation and Impairment						
As of April 1, 2018	**15,562,437**	**-**	**143,122**	**31,841**	**265,787**	**16,003,187**
Depreciation charge for the year	5,187,853	-	34,106	10,615	70,315	5,302,889
Disposals	-	-	-	-	-	-
As of March 31, 2019	**20,750,290**	**-**	**177,228**	**42,456**	**336,102**	**21,306,076**
Depreciation charge for the year	5,187,853	34,592,976	45,316	10,615	6,641	39,843,401
Disposals	-	-	-	-	-	-
As of March 31, 2020	**25,938,143**	**34,592,976**	**222,544**	**53,071**	**342,743**	**61,149,477**

Amount in ₹

	Helicopter (Bell 407)	Right of use assets (Aircraft) (refer note below)	Computers	Furnitures & Fixtures	Office Equipment	Total
Net book value						
As at March 31, 2019	55,928,814	-	79,520	44,780	29,299	56,082,413
As of March 31, 2020	**50,740,961**	**437,387,901**	**168,054**	**34,165**	**22,658**	**488,353,739**

Carrying Amount

	As at March 31, 2020	As at March 31, 2019
Property, plant and equipment		
Helicopter (Bell 407)	**50,740,961**	55,928,814
Right of use assets (Aircraft)	**437,387,901**	-
Computers	**168,054**	79,520
Furnitures & Fixtures	**34,165**	44,780
Office Equipment	**22,658**	29,299
Total	**488,353,739**	56,082,413

Notes on right of use assets:

On transition to Ind AS 116, the Company has recognised right-of-use asset and corresponding lease liability by an equal amount of ₹ 47,19,80,877. There is no transitional impact on retained earnings as at 1st April 2019.

In the statement of profit and loss for the current year, operating lease expenses which were recognised as other expenses in previous periods is now recognised as depreciation expense for the right-of-use asset and finance cost for interest accrued on lease liability. The adoption of this standard did not have any significant impact on the profit for the year and earnings per share.

Amount in ₹

	As at March 31, 2020	As at March 31, 2019
4 Loans		
(Unsecured, considered good, unless otherwise stated)		
Non Current		
Security deposits		
To related party (Refer note 27)	**240,000**	240,000
To others	**5,450,000**	5,200,000
	5,690,000	5,440,000
Current		
Inter Corporate Loans	**33,884,130**	72,970,783
	33,884,130	72,970,783
Total	**39,574,130**	78,410,783

Note : The Company has Inter corporate loans along with accrued interest thereon ₹ 3,38,84,130 (PY ₹ 7,29,70,783) recoverable from a company which have accumulated losses, negative net worth and current liabilities exceeding its current assets as at the balance sheet date. In the current year, the Company has recovered substantial amount from the said party. Further, as on the date of signing of financial statement only ₹ 88,84,130 is outstanding, which in the opinion of the management will be recovered in FY 2020-21. Accordingly, no provision has been considered necessary.

Amount in ₹

		As At March 31, 2020	As At March 31, 2019
5	**Other Financial Assets**		
	Non-Current Bank Balance*		
	Fixed deposits maturing after 12 months from reporting date	-	227,433
	Total	**-**	227,433

* Earmarked as security deposit with ICICI Bank Limited against Credit Card facilities.

		As At March 31, 2020	As At March 31, 2019
6	**Trade Receivables**		
	(Unsecured, considered good, unless otherwise stated)		
	From related parties (Refer note 27)	**45,553,678**	57,553,678
	From other parties	**28,306,028**	11,056,078
	Total	**73,859,706**	68,609,756

Note: Refer note 28.3 for a detailed credit risk analysis of trade receivables.

		As At March 31, 2020	As At March 31, 2019
7	**Cash and Cash Equivalents**		
	Balances with banks	**3,116,860**	5,412,126
	Cash on hand	**45,135**	8,383
	Total	**3,161,995**	5,420,509
8	**Other Bank Balances**		
	Fixed deposits maturing within 12 months from reporting date*	**561,100**	296,398
	Total	**561,100**	296,398

* Earmarked as security deposit with ICICI Bank Limited against Credit Card facilities.

		As At March 31, 2020	As At March 31, 2019
9	**Other Current Assets**		
	Prepaid expenses	**573,447**	525,289
	Other advances	**1,519,013**	1,172,064
	Balance with government authorities	**10,159,172**	10,571,398
	Total	**12,251,632**	12,268,751
10	**Current Tax Assets (Net)**		
	Advance payment of taxes (Net)	**6,523,959**	4,263,524
	Total	**6,523,959**	4,263,524
11	**Equity Share Capital**		
A.	**Authorised, issued, subscribed and paid up share capital**		
	Authorised:		
	50,00,000 (PY: 50,00,000) equity shares of ₹ 10/- each	**50,000,000**	50,000,000
		50,000,000	50,000,000
	Issued, Subscribed & Paid up Capital:		
	50,00,000 (PY: 50,00,000) equity shares of ₹ 10/- each	**50,000,000**	50,000,000
		50,000,000	50,000,000

B. There is no change in the share capital during the current and preceding year.

C. Terms / Rights attached to Equity Shares

The company has one class of equity shares having par value of ₹10/- per share. All equity shares are ranking pari passu in all respects including dividend. In the event of liquidation of the company, the holders of the equity shares will be entitled to receive the realised value of the assets of the Company, remaining after payment of all preferential dues. The distribution will be in proportion to the number of equity shares held by the shareholders.

D. Shares held by Holding Company / Shareholders holding more than 5% shares

Name of shareholder	Nos of Shares	% of Holding
Bajaj Hindusthan Sugar Limited (Holding Company)#		
As at March 31, 2020	**5,000,000**	100%
As at March 31, 2019	**5,000,000**	100%
# Includes one share of nominee share holder.		

Amount in ₹

		As at March 31,2020	As at March 31, 2019
12	**Other Equity**		
	Retained Earnings		
	Balance at beginning of year	**(702,143,110)**	(545,495,177)
	Loss for the year	**(166,834,930)**	(156,647,933)
	Balance at end of year	**(868,978,040)**	(702,143,110)
13	**Deferred Tax Liabilities (Net)**		
	Deferred tax liabilities		
	Depreciation	**13,072,379**	14,357,546
	Deferred tax assets		
	Lease Expenses	**4,999,977**	-
	Carry forward losses and unabsorbed depreciation #	**8,072,402**	14,357,546
	Deferred tax liabilities / (assets) (net)	**-**	-

\# In absence of probability that future taxable profit will be available against which the unused tax losses can be utilised, the Company has recognized deferred tax assets for the carry forward of unused tax losses to the extent of deferred tax liability.

The unrecognised tax losses of ₹89,70,51,663/- (PY: ₹75,43,90,363) (including unabsorbed depreciation) has arised in different financial years and will be expire in eight years from the year of actual loss except for unabsorbed depreciation of ₹ 9,17,58,439/- (PY: ₹9,14,50,964).

		As at March 31,2020	As at March 31, 2019
14	**Current Borrowings**		
	Unsecured		
	Loans from related party (refer note 14.1,14.2, and 27)	**429,930,671**	429,930,671
	Loans from other than related party (refer note 14.3)	**15,969,787**	-
	Total	**445,900,458**	429,930,671

14.1 Loan was taken from the Holding Company M/s Bajaj Hindusthan Sugar Limited which is repayable on demand and rate of interest charged @ 12% per annum.

14.2 The Company has not recognized interest expense of ₹ 2,92,80,000 for current financial year, on loan taken from holding company. The same is as per the instruction of and in line with the accounting policy followed by the holding company. The holding company has not recognized corresponding interest income for current financial year on the principle of conservatism and prudence.

14.3 Loan was taken from M/s Brahamvadini Marketing Pvt. Ltd. for a period of eleven months from the date of first disbursement and rate of interest charged @ 9% per annum.

		As at March 31,2020	As at March 31, 2019
15	**Trade Payable**		
	Related parties (refer note 27)	**466,428,957**	391,251,857
	Others	**47,991,337**	27,009,481
	Total	**514,420,294**	418,261,338

Details of dues to Micro and small and medium enterprises as defined under The Micro, Small and Medium Enterprises Development Act, 2006 (the MSMED Act 2006) :

a (i) Principal amount remaining unpaid to any supplier at the end of accounting year	-	-
(ii) Interest due on above	-	-
b. Amount of interest paid by the buyer in terms of section 16 of the Act	-	-
c. Amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the due date during the year but without adding the interest specified under this Act).	-	-
d. Amount of interest accrued and remaining unpaid at the end of each accounting year	-	-
e. Amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under section 23 of the Act, 2006	-	-

Note: The information has been given in respect of such vendors to the extent they could be identified as 'Micro & Small Enterprises' on the basis of information available with the Company.

16	**Other Financial Liabilities**		
16.1	**Non Current**		
	Lease Liability	**439,412,812**	-
	Total	**439,412,812**	-
16.2	**Current**		
	Lease Liability	**17,205,770**	-
	Security deposit from customers	**16,066,667**	14,366,667
	Other payable	**4,222,523**	5,321,239
	Total	**37,494,960**	19,687,906
17	**Other current Liabilities**		
	Statutory liabilities	**2,449,967**	2,358,462
	Advance from customers	**3,585,810**	7,484,300
	Total	**6,035,777**	9,842,762

Amount in ₹

		Year ended March 31, 2020	Year ended March 31, 2019
18	**Revenue from operations**		
	Income from Aircraft & Helicopter	**109,403,059**	97,621,801
		109,403,059	97,621,801

Amount in ₹

		Year ended March 31, 2020	Year ended March 31, 2019
19	**Other Income**		
	Interest income on		
	- Short term loan	**6,235,347**	3,428,400
	- Bank deposits	**37,269**	33,796
	- Income tax refund	**179,245**	1,219,275
	Liabilities written back	**-**	430,937
	Miscellaneous Income	**-**	1,588,777
		6,451,861	6,701,185
20	**Operating Expenses**		
	Lease rent (refer note 2k.)	**-**	75,600,000
	Fuel expenses	**26,639,794**	22,465,177
	ESP engine charges	**14,036,216**	10,757,662
	Retainership fees (Crews)	**13,315,605**	28,006,858
	Handling expenses	**2,101,174**	6,524,009
	Landing & parking charges	**17,740,519**	17,987,281
	Training expenses	**6,311,219**	5,492,870
	Repair & Maintenance	**82,595,590**	42,276,440
	Travelling and conveyance	**4,311,937**	7,310,074
	Catering expenses	**2,239,471**	1,460,183
	Rates & Taxes	**-**	109,097
	Other operating expenses	**6,906,557**	625,319
		176,198,082	218,614,970
21	**Employee Benefits Expense**		
	Salaries and wages (including stipend)	**5,141,774**	4,096,409
	Employee's welfare exp enses	**14,469**	21,164
		5,156,243	4,117,573
22	**Finance Costs**		
	Interest expenses on borrowing	**1,077,541**	29,280,000
	Interest on lease liabilities	**56,637,705**	-
	Other Interest and borrowing costs	**86,689**	61,570
		57,801,935	29,341,570
23	**Other Expenses**		
	Insurance	**774,857**	735,789
	Office rent	**960,000**	960,000
	Payment to auditors (refer note 23.1)	**110,000**	40,000
	Exchange fluctuation loss	**1,113,337**	807,152
	Administrative expenses	**731,995**	1,050,976
		3,690,189	3,593,917
23.1	**Payment to Auditors**		
	As auditor:		
	Statutory audit fees	**20,000**	20,000
	Tax audit fees	**20,000**	20,000
	Other audit fees	**70,000**	-
		110,000	40,000

Amount in ₹

		Year ended March 31, 2020	Year ended March 31, 2019
24	**Earning Per Share**		
	(i) Profit/ (Loss) for the year	**(166,834,930)**	(156,647,933)
	(ii) Weighted average number of equity shares outstanding	**5,000,000**	5,000,000
	(iii) Basic earning per share	**(33.37)**	(31.33)
	(iv) Diluted earning per share	**(33.37)**	(31.33)

25 Segment reporting

As the company's business activity falls within a single segment viz. "Aviation" and the services rendered are substantially being in the domestic market, the disclosure requirements of the Ind AS - 108 "Operating Segment" are not applicable. However it does not have any impact on the true and fair view of the state of affairs in case of Balance Sheet and Statement of Profit and Loss.

26 Leases

The Company has short term/ low value lease contract in respect of office premises and IT equipments. This lease contract is cancellable operating leases. The aggregate lease rentals payable are charged on straight line basis in 'office rent' in the statement of profit and loss.

During the year, the Company has incurred ₹ 9,60,000 towards short-term leases and leases of low-value assets. The total cash outflow for leases is ₹ 7,65,60,000 for the year ended 31st March, 2020, including cash outflow of short-term leases and leases of low-value assets. (Refer note 23).

27 Related party transactions

A Related parties and relationships

	Description of relationship	Name of Related Parties
(i)	Holding Company	Bajaj Hindusthan Sugar Limited
ii)	Entities controlled or jointly controlled by persons who are member of the KMP of the reporting entity or of a parent of the reporting entity	Lalitpur Power Generation Company Limited Bajaj Infrastructure Development Company Limited Bajaj Energy Limited Abhitech Developers Pvt. Ltd. Bajaj Resources Ltd.

B Related Party Transactions

Amount in ₹

		Holding Company	Other entities as per (ii) above
Transactions during the year:	**Year ended**		
Interest paid/ credited	**March 31, 2020**	-	-
	March 31, 2019	29,280,000	-
Lease rent paid / credited (Including taxes)	**March 31, 2020**	**75,600,000**	**1,132,800**
	March 31, 2019	75,600,000	1,132,800
Loan taken (including interest)	**March 31, 2020**	**-**	**-**
	March 31, 2019	28,987,200	-
Sale of services (Including taxes)	**March 31, 2020**	**-**	**-**
	March 31, 2019	-	16,726,500

Outstanding at year end	**As at**		
Loans taken (including interest)	**March 31, 2020**	**429,930,671**	**-**
	March 31, 2019	429,930,671	-
Trade payables	**March 31, 2020**	**465,066,257**	**1,362,700**
	March 31, 2019	390,906,257	345,600
Trade receivables	**March 31, 2020**	**-**	**45,553,678**
	March 31, 2019	-	57,553,678
Security deposit given	**March 31, 2020**	**-**	**240,000**
	March 31, 2019	-	240,000

Note:

Related party relationship is as identified by the management based on the available information and relied upon by the auditors.

28 Financial Instruments

28.1 Capital Management

For the purpose of the Company's capital management, capital includes issued equity capital and all other equity reserves attributable to the equity holders of the Company. The primary objective of the Company's capital management is to maximise the shareholder value.

The Company is not subject to any externally imposed capital requirements. The Company manages its capital structure and makes adjustments in light of changes in economic conditions and the requirements of the financial covenants. To maintain or adjust the capital structure, the Company may adjust the dividend payment to shareholders, return capital to shareholders or issue new shares. The Company does not have any long term debts hence there is no capital gearing ratio.

No changes were made in the objectives, policies or processes for managing capital during the years ended March 31, 2020 and March 31, 2019.

28.2 Categorization of financial instruments

Amount in ₹

		As at March 31, 2020	As at March 31, 2019
(i)	**Financial Assets**		
	Measured at amortised cost		
	Loans (note 4)	**39,574,130**	78,410,783
	Trade receivable (note 6)	**73,859,706**	68,609,756
	Cash and cash equivalents (note 7)	**3,161,995**	5,420,509
	Other bank balance (note 5 and note 8)	**561,100**	523,831
		117,156,931	152,964,879
(ii)	**Financial Liabilities**		
	Measured at amortised cost		
	Borrowings (note 14)	**445,900,458**	429,930,671
	Trade Payables (note 15)	**514,420,294**	418,261,338
	Other Financial Liabilities (note 16)	**476,907,772**	19,687,906
		1,437,228,524	867,879,915

28.3 Financial risk management objectives and policies

The management conducts and operates the business in a prudent manner, taking into account the significant risks to which the business is or could be exposed. The primary risk to which the business is exposed, which are unchanged from the previous year, comprise credit risks, liquidity risks and market risks.

Management continuously monitors its cash flows to determine its cash requirements and makes arrangements with its parent company in order to manage exposure to liquidity risk.

Exposure to aforementioned risks are detailed below:

Credit risk

Financial assets that potentially expose the Company to concentration of credit risk comprises trade receivables, loans, bank account and deposits. Credit risk is managed by assessing the credit worthiness of potential customers and the potential for exposure to the market in which they operate, combined with regular monitoring and follow-up. Credit risk on cash and cash equivalents is minimum as the Company's bank accounts are with high credit rated schedule and private banks.

Refer note 6 for outstanding balance as at balance sheet date.

	As at March 31, 2020	As at March 31, 2019
Age wise analysis of Trade Receivable		
Within due date	**1,451,334**	10,826,500
1-30 days after due date	**8,659,746**	-
31-90 days after due date	**5,408,655**	-
91-180 days after due date	**-**	48,460
181-365 days after due date	**3,926,552**	310,199
More than 365 days past due	**54,413,419**	57,424,597
Total	**73,859,706**	68,609,756

Interest rate risk

The Company is not subject to any significant interest risk. Since, the loan is taken from its parent company. There will be no impact to group as a whole, due to change in rate of interest.

Foreign currency risk management

The Company procure spares parts, training and maintenance services for Aircraft and Helicopter in foreign currency. Consequently, it exposures to exchange rate fluctuations.

The carrying amounts of the company's foreign currency denominated monetary assets and monetary liabilities at the end of the reporting period are as follows.

Currency	**Year Ended March 31, 2020**	Year Ended March 31, 2019
USD $	**477,978.93**	206,271.24

Foreign currency sensitivity analysis

The following tables demonstrate the sensitivity of profit before tax to a reasonably possible change in USD exchange rates, with all other variables held constant.

Amount in ₹

Change in Exchange Rate	**Currency**	**Impact on Statement of P/L**	**Year Ended March 31, 2020**	Year Ended March 31, 2019
Increase by 5%	USD	Profit will Decrease by ₹	**1,801,644**	713,402
Decrease by 5%	USD	Profit will Increase by ₹	**1,801,644**	713,402

28.4 Fair value measurement

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value of the Company's financial assets and financial liabilities which are required to be stated at cost or at amortised cost approximately to their carrying values.

29 The financial statements were approved for issue by the board of directors on 22nd day of Jun 2020.

As per our Report of even date

For Sidharth N Jain & Company
Chartered Accountants
(Firm Registration No. 018311C)

For and on behalf of the Board

Sidharth N Jain
Proprietor
Membership No.134684

Sunil Kumar Ojha
Director
DIN: 03320931

Munesh Kumar Kaushik
Director
DIN: 08434094

Place: Noida
Date : 22nd June 2020

DIRECTORS' REPORT

Dear Shareholders,

Your Directors have pleasure in presenting their Fourteenth annual report and the audited financial statement for the financial year ended March 31, 2020.

OPERATIONS AND STATE OF COMPANY'S AFFAIRS

During the year under review, your Company has earned interest income of ₹ 81,10,454/- and had incurred an aggregate expenditure of ₹ 85,68,013/- towards net interest and Finance Charges.

No substantial progress could be made as regards proposed 1980 MW (3x660 MW) power project to be set up by the Company through its wholly-owned subsidiary, Bajaj Power Generation Private Limited (BPGPL), primarily due to non-execution of water use agreement. While the Company continued its all-out efforts to seek confirmation from Uttar Pradesh Power Corporation Limited (UPPCL) to facilitate supply of water, in absence thereof it could not obtain coal linkage from Standing Linkage Committee. On the other hand, the Company received a termination notice from UPPCL to terminate Power Purchase Agreement (PPA). The Notice was duly contested by the Company, leading to litigation in this regard. Consequently, pursuant to an Order passed by Uttar Pradesh Electricity Regulatory Commission, the PPA stands terminated.

In view of the progress already made during the earlier years, BPGPL is exploring various alternatives and taking necessary steps for setting up the project.

The Company had incurred an aggregate expenditure of ₹ 63,73,96,424/- towards net interest and Finance Charges and ₹ 88,560/- towards administrative purpose upto previous year i.e. 2018-2019. Pending Commencement of commercial activities by the Company, these have been considered as pre-operative expenses.

DIVIDEND

Your Directors have not recommended any dividend on the equity shares for the year under review.

TRANSFER OF AMOUNT RESERVES

No amount has been transferred to any reserves during the year under review.

HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

The Company is a wholly owned subsidiary of Bajaj Hindusthan Sugar Limited.

The Company did not have any Subsidiary/ Associate Company during the period under review.

EXTRACT OF THE ANNUAL RETURN

An extract of the Annual Return for the year ended March 31, 2020 as provided under sub-section (3) of Section 92 and prescribed under Rule 12 of Companies (Management & Administration) Rules, 2014 is attached as Annexure-I and forms part of this report.

BOARD MEETINGS

During the financial year 2019-2020, the Board of Directors met six times on May 15, 2019, June 25, 2019, July 18, 2019, August 13, 2019, November 08, 2019, and February 08, 2020. The gap between any two meetings has been less than four months.

Details of the Board of Directors and Attendance Record of Directors during the financial year ended March 31, 2020 is as under:

Name	DIN	Board Meetings entitled to attend	Board Meetings attended
Mr. D.K. Shukla	00025409	6	5
Mr. Pradeep Parakh	00008805	6	6
*Mr. Surat Narainmani Tripathi	03350006	1	1
Ms. Shalu Laxmanraj Bhandari	00012556	6	5

* Ceased to be a Director with effect from June 11, 2019

BOARD COMMITTEES

The Company has the following Committees:

a) Audit Committee

Composition

The Audit Committee was constituted on February 13, 2018. Composition of Audit Committee as on March 31, 2020 was as follows:

Name	Position
Mr. D. K. Shukla	Chairman
Mr. Pradeep Parakh	Member
Ms. Shalu Bhandari	Member

Meeting and Attendance

During the financial year ended March 31, 2020, the Audit Committee met five times on May 15, 2019, July 18, 2019, August 13, 2019, November 08, 2019 and February 08, 2020. The gap between any two meetings has been less than four months. The attendance of each Committee Member is as under:

Name	Category	Number of Meeting during the Financial Year 2019-20	
		Held	Attended
Mr. Dinesh Kumar Shukla*	Independent, Non-Executive Director	5	4
Mr. Pradeep Parakh	Non-Independent, Non-Executive Director	5	5
Ms. Shalu Bhandari	Independent, Non-Executive Director	5	4

* Chairman of the audit committee.

There is no instance where the Board has not accepted any recommendation of Audit Committee.

B) Nomination and Remuneration Committee

Composition

The Nomination & Remuneration Committee was constituted on February 13, 2018. The scope and function of the Nomination & Remuneration Committee are in accordance with Section 178 of the Companies Act, 2013.

Composition of Nomination & Remuneration Committee was as of March 31, 2020 follows:

Name	Position
Mr. D. K. Shukla	Chairman
Mr. Pradeep Parakh	Member
Ms. Shalu Bhandari	Member

Meeting and Attendance

No Nomination and remuneration committee meeting was held during the year under review.

SHARE CAPITAL

There are no change in issued, subscribed and paid-up capital of the Company during the year under review.

RELATED PARTIES TRANSACTIONS

The Company has not entered into any contracts or arrangements with related parties referred to in sub-section (1) of Section 188 of the Companies Act, 2013.

INTERNAL FINANCIAL CONTROL

The Board has adopted the policies and procedures for ensuring the orderly and efficient conduct of business, including adherence to Company's policies, the safeguarding of its assets, the prevention and detection of fraud and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial disclosures. The Company has in place adequate internal financial controls with reference to financial statements. During the year, such controls were tested and no reportable material weaknesses in the design or operation were observed..

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS UNDER SECTION 186 OF THE COMPANIES ACT, 2013

The particulars of loans, guarantees or investments under Section 186 of the Companies Act, 2013 are provided below:

Sr. No.	Name of the Entity	Particulars of Loan, Guarantee and Investments	Amount in ₹	Key terms & Conditions	Purpose for which the loan or guarantee or security is proposed to be utilized
1	Lambodar Stocks Private Limited	Outstanding as at March 31, 2020	2,66,85,00,000	Investment in Debentures	For Business Purposes.
2	Ojas Industries Private Limited	Outstanding as at March 31, 2020	5,67,17,06,159	Loan given @12% p.a., unsecured; repayable on demand	For Business Purposes.
3	Parakkott Investments India Private Limited	Outstanding as at March 31, 2020	12,99,30,145	Loan given @8.01% p.a., unsecured; repayable on demand	For Business Purposes.
4	Lambodar Stocks Private Limited	Outstanding as at March 31, 2020	2,48,00,00,000	Advance	Advance given for purchase of Land for setting up of power plant.

MATERIAL EVENTS THAT HAVE OCCURRED AFTER THE BALANCE SHEET DATE

There has been no material changes and commitments affecting financial position of the Company that have occurred between the balance sheet date and date of this report.

SIGNIFICANT ORDERS IMPACTING ON GOING CONCERN STATUS AND COMPANY'S OPERATIONS

There has been no significant and material orders passed by any regulators or courts or tribunals impacting the going concern status and company's operations in future.

DIRECTORS

In accordance with the provisions of Sections 161 of the Companies Act, 2013, the Board of Directors had appointed Mr. Chandresh Chakradhar Chhaya (DIN: 00006928) as an Additional Director of the Company with effect from May 15, 2020. Pursuant to the provision of Section 161 of the Companies Act, 2013. Mr. Chandresh Chakradhar Chhaya (DIN: 00006928) shall hold office upto the date of the Fourteenth Annual General Meeting of the Company.

The Company has received a notice from a member pursuant to Section 160 of the Companies Act, 2013, proposing the appointment of Mr. Chandresh Chakradhar Chhaya as Director of the Company.

The Board of Directors has recommended the appointment of Mr. Chandresh Chakradhar Chhaya (DIN: 00006928) as Director of the Company liable to retire by rotation. Requisite approval is being sought at the forthcoming Annual General Meeting of the Company.

The Shareholders at Extra Ordinary General Meeting held on July 28, 2020 approved re-appointment of Mr. Dinesh Kumar Shukla (DIN: 00025409), aged 77 years, as an Independent Director of the Company as per Section 149 of the Companies Act, 2013 for a second term of 5 (five) consecutive years with effect from September 23, 2020 to September 22, 2025. Mr. Dinesh Kumar Shukla shall not be liable to retire by rotation.

Mr. Dinesh Kumar Shukla (DIN: 00025409) has occupied position as an independent director in a listed public company and in various unlisted public companies for a period of more than ten years as on the date of inclusion of his name in databank due to which he is exempted from proficiency self-assessment test.

The Nomination and Remuneration Committee opined that Mr. Dinesh Kumar Shukla possess necessary expertise and experience to become an independent director of the Company.

Mr. Pradeep Parakh (DIN: 0008805) resigned as a Director of the Company with effect from May 05, 2020. The Board recorded its appreciation for the contribution made by Mr. Pradeep Parakh during his tenure of Directorship. In view of aforesaid, no Director will retire by rotation.

Pursuant to Section 134 (3) (d) of the Companies Act, 2013 with respect to statement on declaration given by Independent Directors under Section 149(6) of the Act, the Board hereby confirms that the Independent Directors of the Company have given a declaration and have confirmed that they meet the criteria of Independence as provided in the said Section 149(6).

DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to the provisions of Section 134(5) of the Companies Act, 2013 with respect to the directors' responsibility statement, it is hereby confirmed that:

(a) in the preparation of the annual accounts for the year ended March 31, 2020 the applicable Accounting standards had been followed along with proper explanation relating to the material departures;

(b) the directors of the Company had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company, as at March 31, 2020, and of the loss of the Company for the year ended March 31, 2020;

(c) the directors of the Company had taken proper and sufficient care for the maintenance of proper accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;

(d) the directors of the Company had prepared the accounts of the Company for the financial year ended March 31, 2020 on a going concern basis and

(e) the directors of the Company had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

RISK MANAGEMENT

The Company, like any other enterprise, is exposed to business risk which can be an internal risks as well as external risks. Any unexpected changes in regulatory framework pertaining to fiscal benefits and other related issue can affect company's operations and profitability. However the Company is well aware of the above risks and as part of business strategy has formulated a Risk Management Policy.

The Risk Policy approved by the Board, lays down the roles and responsibilities of the various functions in relation to risk management covering a range of responsibilities, from the strategic to the operational. These role, inter alia, provide the foundation for your Company's Risk Management Policy and Framework that is endorsed by the Board and is aimed at ensuring formulation of appropriate risk management procedures and their effective implementation. The Company is in the process of implementing the current Risk Management Framework that consists of the following key elements:

- The Corporate Risk Management policy facilitates the identification and prioritization of strategic and operational risks, development of appropriate mitigation strategies and conducts periodic reviews of the progress on the management of identified risks.
- The risk policy brings robustness to the process of ensuring that business risks are effectively addressed.
- Appropriate structures are in place to proactively monitor and manage the inherent risks in businesses with unique / relatively high risk profiles.
- The periodical planning exercise requires the management to clearly identify their top risks and set out a mitigation plan with agreed timelines and accountability.

The combination of policies and processes as outlined above is expected to adequately address the various risks associated with your Company's businesses.

CORPORATE SOCIAL RESPONSIBILITY (CSR) POLICY AND ITS IMPLEMENTATION

The Company is not required to have and implement CSR Policy.

STATUTORY AUDITORS

Members of the Company at the Thirteenth Annual General Meeting approved appointment of M/s. Sidharth N Jain & Co., Chartered Accountants (Firm Registration No. 018311C), as Statutory Auditors of the Company to hold office for a term of 5 (five) years from the conclusion of 13th (Thirteenth) AGM upto the conclusion of the 18th (eighteenth) AGM of the Company without any further confirmation/ ratification / approval at every subsequent AGM of the Company.

INDEPENDENT AUDITORS' REPORT

The Auditors in their Report to the members have given a qualified opinion and the response of your Directors with respect to it as follows:

Audit Qualification

In respect of the transaction as detailed in note 12.2 of the financial statements, the Company has not recognized interest expense of ₹ 1,04,47,20,000/- for current financial year, on loan taken from holding company. Non recognition of interest expenses is a departure from the Accounting Standards prescribed under section 133 of the Companies Act. Had such interest been provided, in the books of account, total loss would have been increase by ₹ 1,04,47,20,000/- and total equity would have been reduced by ₹ 1,04,47,20,000/-.

Response to above

The Company was exploring for the new power project and PPA (Power Purchase Agreement) with UPPCL (Uttar Pradesh Power Corporation Ltd). Presently the Company is not in operations; hence the Company could not service the interest on debt of the holding company. Therefore on the basis of conservatism and prudence the holding company (the lender) has not recognized the interest income in their books. In line with the holding company, the company has not booked interest expenses in its books of accounts. The company fully acknowledges the liability and will pay in future.

The auditors in their report to the members, have given emphasis of matter regarding Company's exposure aggregating to ₹ 5,67,17,06,159/- in a company by way of, loans and advances and accumulated interest thereon which are self-explanatory and hence do not call for any further comments and explanation under Section 134(3)(f) (i) of the Companies Act, 2013.

MAINTENANCE OF COST RECORDS

The Company is not required to maintain cost records pursuant to section 148(1) of the Companies Act, 2013.

DEPOSITS

The Company has not accepted any deposits within the meaning of Chapter V of The Companies Act, 2013 during the year under review. No deposit remained unpaid or unclaimed as at the end of the year and accordingly there has been no default in repayment of deposits or payment of interest thereon during the year.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO

The particulars as prescribed under sub-section (3) (m) of Section 134 of the Companies Act, 2013 read with Rule 8 of Companies (Accounts) Rules, 2014 to the extent applicable with respect to Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo are as under:

(A) Conservation of Energy

(i)	The steps taken or impact on conservation of energy	:	------
(ii)	The steps taken by the Company for utilizing alternate sources of energy	:	------
(iii)	The capital investment on energy conservation and equipments	:	------

(B) Technology Absorption

(i)	The efforts made towards technology absorption	:	------
(ii)	The benefits derived like product improvement, cost reduction, product development or import substitution	:	------
(iii)	In case of imported technology (imported during the last three years reckoned from the beginning of the year) (a) The details of technology imported (b) The year of import (c) Whether the technology has been fully absorbed (d) If not fully absorbed, areas where absorption has not taken place, and the reasons thereof; and	:	------
(iv)	The expenditure incurred on research and development	:	------

(C) Foreign Exchange Earnings and Outgo

(i)	The Foreign Exchange earned in terms of actual inflows during the Financial Year 2019 – 20	:	------
(ii)	The Foreign Exchange outgo during the financial year 2019 – 20 in terms of actual outflow.	:	------

DISCLOSURE UNDER PREVENTION OF SEXUAL HARASSMENT ACT

In terms of Prevention of Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 the Company has zero tolerance for sexual harassment at workplace. No complaint on Sexual Harassment was reported under the said Act during the financial year under review.

PARTICULARS OF EMPLOYEES

Since the Company does not have any employee during the year under review, disclosure as required to be made as prescribed under Section 197 of the Companies Act, 2013 read with Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules 2014 is not applicable.

ACKNOWLEDGEMENTS

Your directors express their appreciation for the sincere co-operation and assistance of Government authorities, bankers, and business associates as well as Directors and Employees of its Holding Company.

Your Directors acknowledge with gratitude the support extended by valued shareholder.

For and on behalf of the Board of Directors

	Shalu Bhandari	**Chandresh Chhaya**
Place: Mumbai	Director	Director
Date: July 28, 2020	(DIN: 00012556)	(DIN: 00006928)

Annexure-I of the Directors' Report

Extract of Annual Return as on the financial year ended on March 31, 2020

[Pursuant to Section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014]

I. REGISTRATION AND OTHER DETAILS:

i)	CIN	U40102UP2006PTC045331
ii)	Registration Date	June 16, 2006
iii)	Name of the Company	Bajaj Power Generation Private Limited
iv)	Category / Sub-Category of the Company	Private
v)	Address of the Registered office and contact details	Bajaj Bhawan, Jamnalal Bajaj Marg, B-10, Sector 3, Noida Uttar Pradesh -201301 Tel: 91-120-4045100/555
vi)	Whether listed company	~~Yes~~ / No
vii)	Name, Address and Contact details of Registrar and Transfer Agent, if any	Not Applicable

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

All the business activities contributing 10 % or more of the total turnover of the company shall be stated:-

Sr. No.	Name and Description of main products / services	NIC Code of the Product/ service	% to total turnover of the company
1.	Electric Power Generation, Transmission and Distribution	D1	0.00%

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

Sr. No.	Name and Address of the Company	CIN/GLN	Holding/ Subsidiary/ Associate	% of shares held	Applicable Section
1	Bajaj Hindusthan Sugar Limited Golagokaranath, Lakhimpur Kheri, District :Kheri, Uttar Pradesh – 262802	L15420UP1931PLC065243	Holding	100	2(46)

IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of total Equity)

(i) Category-wise Share Holding

	Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% change during the year
		Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A.	**Promoters**									
(1)	**Indian**									
	a) Individual/ HUF	0	0	0	0.00	0	0	0	0.00	0.00
	b) Central Govt.	0	0	0	0.00	0	0	0	0.00	0.00
	c) State Govt.(s)	0	0	0	0.00	0	0	0	0.00	0.00
	d) Bodies Corp.*	19994	6	20000	100.00	20000	0	20000	100.00	0.00
	e) Banks / FI	0	0	0	0.00	0	0	0	0.00	0.00
	f) Any Other….	0	0	0	0.00	0	0	0	0.00	0.00
	Sub-total (A) (1):-	**19994**	**6**	**20000**	**100.00**	**20000**	**0**	**20000**	**100.00**	**0.00**
(2)	**Foreign**									
	a) NRIs - Individuals	0	0	0	0.00	0	0	0	0.00	0.00
	b) Other – Individuals	0	0	0	0.00	0	0	0	0.00	0.00
	c) Bodies Corp.	0	0	0	0.00	0	0	0	0.00	0.00
	d) Banks / FI	0	0	0	0.00	0	0	0	0.00	0.00
	e) Any Other….	0	0	0	0.00	0	0	0	0.00	0.00
	Sub-total (A) (2):-	**0**	**0**	**0**	**0.00**	**0**	**0**	**0**	**0.00**	**0.00**
	Total shareholding of Promoter (A) =(A)(1)+(A)(2)	**19994**	**6**	**20000**	**100.00**	**20000**	**0**	**20000**	**100.00**	**0.00**
B.	**Public Shareholding**									
1.	**Institutions**									
	a) Mutual Funds	0	0	0	0.00	0	0	0	0.00	0.00
	b) Banks / FI	0	0	0	0.00	0	0	0	0.00	0.00
	c) Central Govt.	0	0	0	0.00	0	0	0	0.00	0.00
	d) State Govt. (s)	0	0	0	0.00	0	0	0	0.00	0.00
	e) Venture Capital Funds	0	0	0	0.00	0	0	0	0.00	0.00
	f) Insurance Companies	0	0	0	0.00	0	0	0	0.00	0.00
	g) FIIs	0	0	0	0.00	0	0	0	0.00	0.00
	h) Foreign Venture Capital Funds	0	0	0	0.00	0	0	0	0.00	0.00
	i) Others (specify)	0	0	0	0.00	0	0	0	0.00	0.00
	Sub-total (B)(1):-	**0**	**0**	**0**	**0.00**	**0**	**0**	**0**	**0.00**	**0.00**

	Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% change during the year
		Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
2.	**Non- Institutions**									
	a) Bodies Corp.	0	0	0	0.00	0	0	0	0.00	0.00
	i) Indian	0	0	0	0.00	0	0	0	0.00	0.00
	ii) Overseas	0	0	0	0.00	0	0	0	0.00	0.00
	b) Individuals	0	0	0	0.00	0	0	0	0.00	0.00
	i) Individual shareholders holding nominal share capital upto ₹1 lakh	0	0	0	0.00	0	0	0	0.00	0.00
	ii) Individual shareholders holding nominal share capital in excess of ₹1 lakh	0	0	0	0.00	0	0	0	0.00	0.00
	c) Others (specify)	0	0	0	0.00	0	0	0	0.00	0.00
	Sub-total (B)(2):-	**0**	**0**	**0**	**0.00**	**0**	**0**	**0**	**0.00**	**0.00**
	Total Public Shareholding (B)=(B)(1)+ (B)(2)	**0**	**0**	**0**	**0.00**	**0**	**0**	**0**	**0.00**	**0.00**
C.	Shares held by Custodian for GDRs & ADRs	0	0	0	0.00	0	0	0	0.00	0.00
	Grand Total (A+B+C)	**19994**	**6**	**20000**	**100.00**	**20000**	**0**	**20000**	**100.00**	**0.00**

* including 10 equity shares held by 6 individuals jointly with Bajaj Hindusthan Sugar Limited in the following manner:

Mr. Balkishan Muchhal (5 Equity Shares), Mr. Akash Sharma (1 Equity Share), Mr. Suresh Maheshwari (1 Equity Share), Mr. Pradeep Parakh (1 Equity Share), Mr. Praveen Bansal (1 Equity Share) and Mr. Narendra Soni (1 Equity Share).

(ii) Shareholding of Promoters

Sr. No.	Shareholder's Name	Shareholding at the beginning of the year			Share holding at the end of the year			% change in share holding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged/ encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged/ encumbered to total shares	
1.	Bajaj Hindusthan Sugar Limited*	20000	100.00	0.00	20000	100.00	0.00	0.00
	Total	**20000**	**100.00**	**0.00**	**20000**	**100.00**	**0.00**	**0.00**

* including 10 equity shares held by following 6 individuals jointly with Bajaj Hindusthan Sugar Limited in the following manner:

Mr. Balkishan Muchhal (5 Equity Shares), Mr. Akash Sharma (1 Equity Share), Mr. Suresh Maheshwari (1 Equity Share), Mr. Pradeep Parakh (1 Equity Share), Mr. Praveen Bansal (1 Equity Share) and Mr. Narendra Soni (1 Equity Share).

(iii) Change in Promoters' Shareholding (please specify, if there is no change)

Sr. No.		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1.	Bajaj Hindusthan Sugar Limited*				
	At the beginning of the year	20000	100.00	20000	100.00
	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase/ decrease (e.g. allotment / transfer/ bonus/ sweat equity etc.):	0	0	0	0
	At the End of the year	20000	100.00	20000	100.00

*including 10 equity shares held by 6 individuals jointly with Bajaj Hindusthan Sugar Limited in the following manner:

Mr. Balkishan Muchhal (5 Equity Shares), Mr. Akash Sharma (1 Equity Share), Mr. Suresh Maheshwari (1 Equity Share), Mr. Pradeep Parakh (1 Equity Share), Mr. Praveen Bansal (1 Equity Share) and Mr. Narendra Soni (1 Equity Share).

(iv) Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs):

Sr. No.		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1.	For Each of the Top 10 Shareholders				
	At the beginning of the year	0	0.00	0	0.00
	Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc.):	0	0.00	0	0.00
	At the End of the year (or on the date of separation, if separated during the year)	0	0.00	0	0.00

(v) Shareholding of Directors and Key Managerial Personnel

Sr. No.		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1.	For Each of the Directors and KMP				
	At the beginning of the year	0	0.00	0	0.00
	Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase/decrease (e.g. allotment / transfer / bonus/ sweat equity etc.):	0	0.00	0	0.00
	At the End of the year	0	0.00	0	0.00

V. INDEBTEDNESS

Indebtedness of the Company including interest outstanding/accrued but not due for payment (Amount in Rupees)

		Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year					
i)	Principal Amount	0	8,70,60,00,000	0	8,70,60,00,000
ii)	Interest due but not paid	0	7,08,83,10,023	0	7,08,83,10,023
iii)	Interest accrued but not due	0	0	0	0
Total (i+ii+iii)		**0**	**15,79,43,10,023**	**0**	**15,79,43,10,023**
Change in Indebtedness during the financial year					
•	Addition	0	0	0	0
•	Reduction	0	0	0	0
Net Change		0	0	0	0
Indebtedness at the end of the financial year					
i)	Principal Amount	0	8,70,60,00,000	0	8,70,60,00,000
ii)	Interest due but not paid	0	7,08,83,10,023	0	7,08,83,10,023
iii)	Interest accrued but not due	0	0	0	0
Total (i+ii+iii)		**0**	**15,79,43,10,023**		**15,79,43,10,023**

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Remuneration to Managing Director, Whole-time Directors and/or Manager

Sr. No.	Particulars of Remuneration	Name of MD/WTD/ Manager				Total Amount
1.	Gross salary					
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	NA	NA	NA	NA	NA
	(b) Value of perquisites u/s. 17(2) Income-tax Act, 1961	NA	NA	NA	NA	NA
	(c) Profits in lieu of salary under Section 17(3) Income- tax Act, 1961	0	0	0	0	0
2.	Stock Option	NA	NA	NA	NA	NA
3.	Sweat Equity	NA	NA	NA	NA	NA

Sr. No.	Particulars of Remuneration	Name of MD/WTD/ Manager				Total Amount
4.	Commission					
	- as % of profit					
	- others, specify	0	0	0	0	0
5.	Others, please specify	0	0	0	0	0
	Total (A)	**0**	**0**	**0**	**0**	**0**
	Ceiling as per the Act	₹ 30 lakh per annum	₹ 30 lakh per annum	₹ 30 lakh per annum	₹ 30 lakh per annum	NA

B. Remuneration to other directors:

Sr. No.	Particulars of Remuneration	Name of Directors				Total Amount
1.	Independent Directors	-----	-----	-----		-----
	• Fee for attending board/ committee meetings	NA	NA	NA	NA	NA
	• Commission	NA	NA	NA	NA	NA
	• Others, please specify	NA	NA	NA	NA	NA
	Total (1)					
2.	Other Non-Executive Directors	Pradeep Parakh (DIN: 00008805)	D.K. Shukla (DIN: 00025409)	Surat Narainmani Tripathi (DIN: 03350006)	Ms. Shalu Bhandari (DIN: 00012556)	
	• Fee for attending board/ committee meetings	0	0	0	0	0
	• Commission	0	0	0	0	0
	• Others, please specify	0	0	0	0	0
	Total (2)	**0**	**0**	**0**	**0**	**0**
	Total (B)=(1+2)	**0**	**0**	**0**	**0**	**0**
	Total Managerial Remuneration	**0**	**0**	**0**	**0**	**0**
	Overall Ceiling as per the Act	NA	NA	NA	NA	NA

C. Remuneration to Key Managerial Personnel other than MD/Manager/WTD

Sr. No.	Particulars of Remuneration	Key Managerial Personnel			
		CEO	**Company Secretary**	**CFO**	**Total**
1.	Gross salary				
	(a) Salary as per provisions contained in Section 17(1) of the Income-tax Act, 1961	NA	NA	NA	NA
	(b) Value of perquisites u/s. 17(2) Income-tax Act, 1961	NA	NA	NA	NA
	(c) Profits in lieu of salary under Section 17(3) Income-tax Act, 1961	NA	NA	NA	NA
2.	Stock Option	NA	NA	NA	NA
3.	Sweat Equity	NA	NA	NA	NA
4.	Commission				
	- as % of profit				
	- others, specify	NA	NA	NA	NA
5.	Others, please specify	NA	NA	NA	NA
	Total	**NA**	**NA**	**NA**	**NA**

VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

Type	Section of the Companies Act	Brief Description	Details of Penalty/ Punishment Compounding fees imposed	Authority [RD / NCLT/ COURT]	Appeal made, if any (give details)
A. COMPANY					
Penalty	NA	NA	NA	NA	NA
Punishment	NA	NA	NA	NA	NA
Compounding	NA	NA	NA	NA	NA
B. DIRECTORS					
Penalty	NA	NA	NA	NA	NA
Punishment	NA	NA	NA	NA	NA
Compounding	NA	NA	NA	NA	NA
C. OTHER OFFICERS IN DEFAULT					
Penalty	NA	NA	NA	NA	NA
Punishment	NA	NA	NA	NA	NA
Compounding	NA	NA	NA	NA	NA

For and on behalf of the Board of Directors

Place: Mumbai
Date: July 28,2020

Shalu Bhandari
Director
(DIN: 00012556)

Chandresh Chhaya
Director
(DIN: 00006928)

INDEPENDENT AUDITORS' REPORT

To the Members of Bajaj Power Generation Private Limited

Report on the Audit of the Financial Statements

Qualified Opinion

We have audited the financial statements of Bajaj Power Generation Private Limited ("the Company"), which comprise the balance sheet as at March 31, 2020, and the statement of profit and loss (including other comprehensive income), statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information (Collectively referred to as 'financial statements').

In our opinion and to the best of our information and according to the explanations given to us, except for the effects of the matter described in the Basis for Qualified Opinion section of our report, the aforesaid financial statements give the information required by the Companies Act, 2013 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 (financial position) of the Company as at March 31, 2020, and its profit / loss (financial performance including other comprehensive income), changes in equity and its cash flows for the year ended on that date.

Basis for Qualified Opinion

As stated in Note 12.2 of the financial statements, the Company has not recognized interest expense of ₹ 1,04,47,20,000 for current financial year, on loan taken from holding company. Non recognition of interest expenses is a departure from the Accounting Standards prescribed under section 133 of the Companies Act. Had such interest been provided, in the books of account, total loss would have been increase by ₹ 1,04,47,20,000 and total equity would have been reduced by ₹ 1,04,47,20,000.

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the 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 together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion.

Emphasis of matter

As stated in Note 8.2 of the financial statements, the Company has exposure aggregating to ₹. 5,67,17,06,159, in a company by way of, loans and advances and accumulated interest thereon. The above exposure is considered good and recoverable by the management based on the, ongoing efforts to recover the same and accordingly no provision has been considered necessary. Our report is not modified in respect of the above matter.

Other Information

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the annual report, but does not include the financial statements and our auditor's report thereon.

Our opinion on the 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 financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the 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.

Responsibilities of Management and Those Charged with Governance for the 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 financial statements that give a true and fair view of the financial position, financial performance (including other comprehensive income), changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards ('Ind AS') specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of 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 financial statements, the Board of Directors 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 the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the 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 financial statements

As part of an audit in accordance with Standards on Auditing ('SAs'), we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the 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 control 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 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 financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the 'Annexure A' a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143(3) of the Act, we report that:
   a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
   b. Except to the effect of matter as described in the Basis of Qualified opinion paragraph above, 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. The Balance Sheet, the Statement of Profit and Loss, the Statement of Changes in Equity and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
   d. Except to the effect of matter as described in the Basis for Qualified Opinion paragraph above, in our opinion, the aforesaid financial statements comply with the Indian Accounting Standards prescribed under Section 133 of the Act read with Companies (Indian Accounting Standard) Rules 2016.
   e. On the basis of the written representations received from the directors as on March 31, 2020 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2020 from being appointed as a director in terms of Section 164(2) of the Act.
   f. With respect to the adequacy of the internal financial controls with reference to financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".
   g. In our opinion and to the best of our information and according to the explanations given to us, the Company has not paid or provided managerial remuneration during the year. Therefore, the provision the section 197 read with Schedule V to the Act is not applicable to the Company;
   h. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the 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. The Company has disclosed the impact of pending litigations on its financial position in its financial statements – Refer Note 25 to the financial statements.
      ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
      iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For Sidharth N Jain & Company
Chartered Accountants
Firm registration number: 018311C

Sidharth Jain
Proprietor
Membership No.: 134684
UDIN: 20134684AAAADG6293

Place: Mumbai
Date: June 20, 2020

Annexure 'A'

Annexure referred to in paragraph 1 under the heading "Report on other legal and regulatory requirements" of our report of even date

(i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.

(b) As explained to us, all the fixed assets have been physically verified by the management at reasonable intervals during the year and no material discrepancies were noticed on verification.

(c) Based on our audit procedures performed for the purpose of reporting the true and fair view of the financial statements and according to information and explanations given by the management, the title deeds of immovable properties are held in the name of the company.

(ii) The Company did not have any inventory during the year. Accordingly, the provision of clause 3(ii) of the Order is not applicable to the Company and hence not commented upon.

(iii) (a) According to the information and explanations given to us, the Company has not granted any loans, secured or unsecured to the companies, firms, limited liability partnership or other parties covered in the register maintained under section 189 of the Act. Accordingly, the provisions of clause 3(iii)(a) to 3(iii)(c) of the Order are not applicable to the Company and hence not commented upon.

(iv) In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of section 185 and 186 of Act, in respect of loans, investments, guarantees, and security to the extent applicable to it.

(v) According to the information and explanations given to us, the company has not accepted any deposit from the public within the meaning of section 73 to 76 of the Act and the rules framed thereunder. Therefore, the provision of clause 3(v) of the Order is not applicable to the Company.

(vi) To the best of our knowledge and as explained, the Company is in the process of setup of power plant and has not commenced commercial generation and supply of power. Therefore, in our opinion, the provisions of clause 3(vi) of the Order are not applicable to the Company.

(vii) (a) According to records of the Company, the Company has been generally regular in depositing with appropriate authorities undisputed statutory dues including Income-tax, Service-tax, Goods and Service tax, Custom Duty, Cess and other statutory dues to the extent applicable to it. The provisions of Provident fund, Employees' State Insurance, Excise Duty and Value Added tax are not applicable to the Company.

According to the information and explanations given to us, no undisputed amounts payable in respect of Income-tax, Service tax, Goods and Service tax, Customs Duty, Cess and other material statutory dues were outstanding, at the year end, for a period of more than six months from the date they became payable.

(b) According to the information and explanations given to us, there are no dues of income tax, service tax, Goods and Service tax and customs duty which have not been deposited on account of any dispute except the case mentioned below:

Name of Statute	Nature of the Dues	Amount (₹)	Period for which the amount relates	Forum where the dispute is pending
Income Tax Act, 1961	Income tax	10,34,84,542/-	A.Y. 2016-17	CIT (Appeal) Mumbai
		9,75,63,841/-	A.Y. 2017-18	
		14,79,76,959/-	A.Y. 2018-19	
		13,71,03,901/-	A.Y. 2019-20	Appeal not yet filed

(viii) Based on documents and records produced to us, the Company has not taken any loan from bank or financial institution or Government and has not obtained any borrowings by way of debentures. Accordingly, the provision of clause 3(viii) of the Order is not applicable to the Company and hence not commented upon.

(ix) Based on our audit procedures performed for the purpose of reporting the true and fair view of the financial statements and according to the information and explanations given by the management, the Company has not raised any money way of initial public offer / further public offer / debt instruments and term loans hence, reporting under clause (ix) is not applicable to the Company and hence not commented upon.

(x) Based upon the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and as per the information and explanations given by the management, we report that no fraud on or by the Company has been noticed or reported during the year.

(xi) According to the information and explanations given to us and on an overall examination of the balance sheet, the Company has not paid or provided managerial remuneration during the year. Therefore, the provision of clause 3(xi) of the Order is not applicable to the Company and hence not commented upon.

(xii) In our opinion, the Company is not a chit fund or a nidhi / mutual benefit fund / society. Therefore, the provisions of clause 3(xii) of the Order are not applicable to the Company.

(xiii) Based on our audit procedures performed for the purpose of reporting the true and fair view of the financial statements and according to the information and explanations given by the management, transactions with the related parties are in compliance with section 177 and 188 of Act, where applicable and the details have been disclosed in the notes to the financial statements, as required by the applicable accounting standards.

(xiv) According to the information and explanations given to us and on an overall examination of the balance sheet, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review and hence not commented upon.

(xv) According to the information and explanations given to us and on an overall examination of the financial statements of the Company, we report that the Company has not entered into any non-cash transaction with directors or persons connected with him.

(xvi) According to the information and explanations given to us, the provisions of section 45-IA of the Reserve Bank of India Act, 1934 are not applicable to the Company.

For Sidharth N Jain & Company
Chartered Accountants
Firm registration number: 018311C

Sidharth Jain
Proprietor
Membership No.: 134684
UDIN: 20134684AAAADG6293

Place: Mumbai
Date: June 20, 2020

Annexure 'B'

Annexure to the independent auditor's report of even date on the financial statements of Bajaj Power Generation Private Limited

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

Opinion

We have audited the internal financial controls with reference to financial statements of Bajaj Power Generation Private Limited ("the Company") as of March 31, 2020 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

In our opinion, the Company has, in all material respects, adequate internal financial controls with reference to financial statements and such internal financial controls were operating effectively as at March 31, 2020, based on the internal financial controls with reference to financial statements 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 "Guidance Note").

Management's Responsibility for Internal Financial Controls

The Company's management and the Board of Directors are responsible for establishing and maintaining internal financial controls based on the internal financial controls with reference to financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note. 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 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 (hereinafter referred to as "the Act").

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls with reference to financial statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing, prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls with reference to financial statements. 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 with reference to financial statements were established and maintained and whether 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 with reference to financial statements and their operating effectiveness. Our audit of internal financial controls with reference to financial statements included obtaining an understanding of such internal financial controls, 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 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 with reference to financial statements.

Meaning of Internal Financial controls with Reference to Financial Statements

A company's internal financial controls with reference to 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 controls with reference to financial statements include 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 with Reference to Financial Statements

Because of the inherent limitations of internal financial controls with reference to 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 with reference to financial statements to future periods are subject to the risk that the internal financial controls with reference to financial statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

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For Sidharth N Jain & Company
Chartered Accountants
Firm registration number: 018311C

Sidharth Jain
Proprietor
Membership No.: 134684
UDIN: 20134684AAAADG6293

Place: Mumbai
Date: June 20, 2020

Balance Sheet as at March 31, 2020

(₹)

Particulars	Note	As at March 31, 2020	As at March 31, 2019
ASSETS			
Non-Current Assets			
Property, Plant and Equipment	3	**10,235,439**	10,235,439
Capital Work-in-Progress	3	**4,690,500,725**	4,690,500,725
Other Non-Current Assets	4	**2,480,000,000**	2,480,000,000
Sub total		**7,180,736,164**	7,180,736,164
Current Assets			
Financial Assets			
Investments	5	**2,668,500,000**	2,668,500,000
Cash and Cash Equivalents	6	**2,849,104**	3,487,745
Other Bank Balance	7	**4,026,406**	20,363,842
Loans	8	**5,801,646,304**	5,808,855,304
Current Tax Assets (net)	9	**136,283,542**	123,101,874
Sub total		**8,613,305,356**	8,624,308,765
Total Assets		**15,794,041,520**	15,805,044,929
EQUITY AND LIABILITIES			
Equity			
Equity Share Capital	10	**200,000**	200,000
Other Equity	11	**(497,603)**	(40,044)
Sub total		**(297,603)**	159,956
Liabilities			
Current Liabilities			
Financial Liabilities			
Borrowings	12	**15,794,310,023**	15,794,310,023
Other Current Liabilities	13	**29,100**	10,574,950
Sub total		**15,794,339,123**	15,804,884,973
Total		**15,794,041,520**	15,805,044,929

See accompanying notes (1-26) to the financial statements

As per our Report of even date

For Sidharth N Jain & Company
Chartered Accountants
Firm Registration No.018311C

For and on behalf of the Board

Sidharth Jain
Proprietor
Membership No. 134684

Shalu Bhandari
Director
(DIN : 00012556)

Chandresh Chhaya
Director
(DIN : 00006928)

Place: Mumbai
Date : June 20, 2020

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

(₹)

	Particulars	Note	As at March 31, 2020	As at March 31, 2019
	REVENUES			
I.	Revenue from Operations		**-**	-
II.	Other Income	14	**8,110,454**	392,634,116
	Total Revenue		**8,110,454**	392,634,116
	EXPENSES			
	Finance Costs	15	**2,421**	392,634,116
	Other expenses	16	**8,565,592**	-
III.	**Total Expenses**		**8,568,013**	392,634,116
	Profit / (loss) before Tax		**(457,559)**	-
	Tax Expenses:			
	Current Tax		**-**	-
	Deferred Tax		**-**	-
			-	-
	Profit/(loss) after Tax		**(457,559)**	-
	Other Comprehensive Income			
	(a) Items that will not be reclassified to profit or loss		**-**	-
	(b) Items that will be reclassified to profit or loss		**-**	-
	Total Other Comprehensive Income		**-**	-
	Total Comprehensive Income for the period		**(457,559)**	-
	Earnings per Equity Share:	17		
	Basic and Diluted (₹)		**(22.88)**	-

See accompanying notes (1-26) to the financial statements

As per our Report of even date

For Sidharth N Jain & Company
Chartered Accountants
Firm Registration No.018311C

For and on behalf of the Board

Sidharth Jain
Proprietor
Membership No. 134684

Shalu Bhandari
Director
(DIN : 00012556)

Chandresh Chhaya
Director
(DIN : 00006928)

Place: Mumbai
Date : June 20, 2020

Cash Flows Statement for the year ended MARCH 31, 2020 (₹)

Particulars	As at March 31, 2020	As at March 31, 2019
A. CASH FLOWS FROM OPERATING ACTIVITIES		
Profit/(Loss) before Tax	**(457,559)**	-
Adjustments		
Finance Costs	**-**	392,634,116
Sundry balances written off	**8,457,394**	-
Interest Income	**-**	(392,634,116)
Operating profit/(Loss) before working capital changes	**7,999,835**	-
Changes in working Capital:		
Trade and other Receivables	**-**	(10,000)
Trade and other Payables	**(10,545,850)**	9,924,840
Cash generation from Operation	**(2,546,015)**	9,914,840
Payment of direct taxes	**(13,982,668)**	139,788
Net Cash generated/ (used) - Operating Activities	**(16,528,683)**	10,054,628
B. CASH FLOWS FROM INVESTMENT ACTIVITIES		
Purchase of Property, Plant and Equipment (Including CWIP)	**-**	(90,765)
Deposit with original maturity of more than three months	**15,890,042**	129,379
Proceeds / Repayment of Loans to Body Corporate (Net)	**-**	(269,167)
Net Cash Generated/ (Used) - Investing Activities	**15,890,042**	(230,553)
C. CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds/ Repayment of Current Borrowings (Net)	**-**	(10,447,200)
Net Cash Generated/ (Used) - Financing Activities	**-**	(10,447,200)
Net Increase/ (Decrease) in Cash and Cash Equivalents	**(638,641)**	(623,125)
Add : Opening Cash and Cash Equivalents	**3,487,745**	4,110,870
Closing Cash and Cash Equivalents (refer note 6)	**2,849,104**	3,487,745

Notes:

1. The Cash Flow Statement has been prepared under the indirect method as set out in Ind AS -7.
2. Figures in brackets indicate cash outflow and without brackets indicate cash inflow.

As per our Report of even date

For Sidharth N Jain & Company
Chartered Accountants
Firm Registration No.018311C

For and on behalf of the Board

Sidharth Jain
Proprietor
Membership No. 134684

Shalu Bhandari
Director
(DIN : 00012556)

Chandresh Chhaya
Director
(DIN : 00006928)

Place: Mumbai
Date : June 20, 2020

Statement of changes in Equity for the year ended March 31, 2020

Particulars	(Nos.)	(₹)
(A) EQUITY SHARE CAPITAL		
Equity shares of ₹ 10 each issued, subscribed and fully paid		
As at April 1, 2018	20,000	200,000
Change in equity share capital during the year	-	-
As at April 1, 2019	20,000	200,000
Change in equity share capital during the year	-	-
As at March 31, 2020	**20,000**	200,000

(B) OTHER EQUITY

Amount in ₹

For the year ended March 31, 2020	**Reserves and surplus**	**Total equity**
	Retained earnings	
As at April 1, 2019	**(40,044)**	**(40,044)**
Profit / (Loss) for the year	**(457,559)**	**(457,559)**
Other comprehensive income	**-**	**-**
As at March 31, 2020	**(497,603)**	**(497,603)**

Amount in ₹

For the year ended March 31, 2019	Reserves and surplus	Total equity
	Retained earnings	
As at April 1, 2018	(40,044)	(40,044)
Profit / (Loss) for the year	-	-
Other comprehensive income	-	-
As at March 31, 2019	(40,044)	(40,044)

See accompanying notes (1-26) to the financial statements

As per our Report of even date

For Sidharth N Jain & Company
Chartered Accountants
Firm Registration No.018311C

For and on behalf of the Board

Sidharth Jain
Proprietor
Membership No. 134684

Shalu Bhandari
Director
(DIN : 00012556)

Chandresh Chhaya
Director
(DIN : 00006928)

Place: Mumbai
Date : June 20, 2020

Notes to Financial statements for the year ended March 31, 2020

1 Corporate Information

Bajaj Power Generation Private Limited ('the Company') (CIN U40102UP2006PTC045331) is a private limited company incorporated under the provisions of the Companies Act applicable in India. The registered office of the Company is situated at Bajaj Bhawan, Jamnalal Bajaj Marg, B-10, Sector-3, Noida, Uttar Pradesh - 201301.

The Company is a wholly owned subsidiary company of Bajaj Hindusthan Sugar Ltd and engaged in setting up of power project. Due to non fulfilment of certain necessary subsequent conditions of Power Purchase Agreement ("PPA") from both ends i.e. the Uttar Pradesh Government as well as the Company, the said PPA was cancelled by Uttar Pradesh Power Corporation Company Limited w.e.f. 24th June 2017. However, in view of a policy of open bidding route announced by the Government and also, considering the progress so far made in the project, the Company has initiated the steps to set up the project under the said policy.

2 Accounting Policies

2.01 Basis of preparation and presentation

The financial statements of the Company have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 as ammended.

Effective April 1, 2016, the Company has adopted all the Ind AS standards and the adoption was carried out in accordance with Ind AS 101 "First time adoption of Indian Accounting Standards", with April 1, 2015 as the transition date. The transition was carried out from Indian Accounting Principles generally accepted in India as prescribed under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 (IGAAP), which was the previous GAAP.

Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use.

The financial statements have been prepared on the historical cost basis except for certain financial instrument measured at fair value.

2.02 Operating cycle

All assets and liabilities have been classified as current and non-current as per the company's normal operating cycle and other criteria set out above which are in accordance with the schedule III to the Act. Based on the nature of services and time between the acquisition of assets for providing of services and their realisation in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of current / non-current classification of assets and liabilities.

2.03 Property, plant and equipment

Property, plant and equipment are stated at cost or acquisition or construction cost, net of accumulated depreciation (except freehold land) and accumulated impairment losses, if any. Such cost includes purchase price, taxes and duties, labour cost and direct overheads for self-constructed assets and other direct costs incurred up to the date the asset is ready for its intended use.

Expenditure during construction period incurred on the projects under implementation are treated as pre-operative expenses pending allocation to the assets, and are included under "Capital Work in Progress". These expenses are apportioned to fixed assets on commencement of commercial production. Capital Work in Progress is stated at the amount incurred up to the date of Balance Sheet.

Depreciation on property, plant and equipment is provided based on useful life of the assets as prescribed in Schedule II to the Companies Act, 2013 in the manner stated therein. Depreciation on assets added, sold or discarded during the year is provided on pro rata basis.

2.04 Impairment of non-financial Assets

The Carrying amount of assets are reviewed at each Balance Sheet date if there is any indication of impairment based on internal/ external factors. An asset is impaired when the carrying amount of the asset exceeds the recoverable amount. An impairment loss will be charged to the Statement of Profit and Loss in the year in which an asset is identified as impaired. An impairment loss recognised in prior accounting periods is reversed if there has been change in the estimate of the recoverable amount.

2.05 Cash and cash equivalents

Cash and cash equivalent in the balance sheet comprise cash at banks and on hand and short-term deposits with an original maturity of three months or less, which are subject to an insignificant risk of changes in value.

2.06 Provisions

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits willbe required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

Contingent liabilities are disclosed in the financial statements, unless possibility of an outflow of resources embodying economic benefit is remote. Contingent assets are disclosed in the financial statements when an inflow of economic benefits is probable.

2.07 Taxation

Provision for current tax is made with reference to taxable income computed for the accounting period for which the financial statements are prepared by applying the tax rates and laws that are enacted or substantively enacted at the Balance sheet date. The tax is recognised in statement of profit and loss, except to the extent that it related to items recognised in the other comprehensive income (OCI) or in other equity. In this case, the tax is also recognised in other comprehensive income and other equity.

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period. The carrying amount of deferred tax liabilities and assets are reviewed at the end of each reporting period.

Deferred tax assets on unused tax losses and unused tax credit are recognised, if it is probable that there would be future taxable income against which such deferred tax assets can be realised, or to the extent of deferred tax liabilities. Deferred tax relating to items recognised outside profit or loss is recognised outside profit or loss (either in other comprehensive income or in equity)

2.08 Borrowing Cost

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalised as part of the cost of the asset. All other borrowing costs are expensed in the period in which they occur.

2.09 Earning per share (EPS)

Basic earnings per share are calculated by dividing the total comprehensive income 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, total comprehensive income for the period and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

2.10 Revenue recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured, regardless of when the payment is being made. Revenue is measured at the fair value of the consideration received or receivable.

IND-AS 115 'Revenue from Contracts with Customers', mandatory for reporting periods beginning on or after April 1, 2018, replaces existing revenue recognition requirements. Under the modified retrospective approach, there were no significant adjustments required to the retained earnings as at April 1, 2018. The adoption of the standard did not have any significant impact on the financial statements.

Interest income from a financial asset is recognised when it is probable that the economic benefits will flow to the Company and the amount of income can be measured reliably. Interest income is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount on initial recognition.

2.11 Financial Instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

a) Financial assets

Initial recognition

All financial assets are recognised initially at fair value plus, in the case of financial assets not recorded at fair value through profit or loss, transaction costs that are attributable to the acquisition of the financial asset.

Subsequent measurement

For purposes of subsequent measurement, financial assets held by the Company is classified as financial assets at fair value through profit or loss and debt instruments at amortised cost.

Financial assets at fair value through profit or loss (FVTPL)

Financial assets included within the FVTPL category are measured at fair value with all changes recognized in the statement of profit and loss.

Financial assets at amortised cost

A 'debt instrument' is measured at the amortised cost if both the following conditions are met: i) The asset is held within a business model whose objective is to hold assets for collecting contractual cash flows, and ii) Contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding."

After initial measurement, such financial assets are subsequently measured at amortised cost using the effective interest rate (EIR) method. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included in other income in the profit or loss. The losses arising from impairment are recognised in the profit or loss. This category generally applies to Loans, bank and other deposits.

Derecognition

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

- The rights to receive cash flows from the asset have expired, or
- The Company has transferred its rights to receive cash flows from the asset.

Impairment of financial assets

The company applies expected credit loss (ECL) model for measurement and recognition of impairment loss on the financial assets and credit risk exposure:

ECL impairment loss allowance (or reversal) is recognized as income/ expense in the statement of profit and loss (P&L). This amount is reflected under the head 'other expenses' in the P&L. In balance sheet, ECL is presented as an allowance, i.e., as an integral part of the measurement of financial assets.

b) Financial liabilities

Initial recognition and measurement

All financial liabilities are recognized initially at fair value and in case of loans and borrowings and payables, net of directly attributable cost. Fees of recurring nature are directly recognised in statement profit and loss as finance cost.

Subsequent measurement

Financial liabilities are subsequently carried at amortized cost using the effective interest method. For trade and other payables maturing within one year from the balance sheet date, the carrying amounts approximate fair value due to the short maturity of these instruments.

Loans and borrowings

After initial recognition, interest bearing loans and borrowings are subsequently measured at amortized cost using the effective interest rate (EIR) method. Gains and losses are recognised in profit or loss when the liabilities are derecognised as well as through the EIR amortisation process.

Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortization is included as finance cost in the statement of statement of profit and loss.

Derecognition

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in the statement of profit and loss.

c) Offsetting of financial instruments

Financial assets and financial liabilities are offset and the net amount is reported in the balance sheet if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously.

2.12 Fair value of financial instruments

In determining the fair value of its financial instruments, the company uses a variety of methods and assumptions that are based on market conditions and risks existing at each reporting date. The methods used to determine fair value include discounted cash flow analysis, available quoted market prices. All methods of assessing fair value result in general approximation of value, and such value may vary from actual realization on future date.

2.13 Critical accounting judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures, and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

Estimates and assumptions

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below.

i Depreciation and useful lives of property plant and equipment

Property, plant and equipment are depreciated over the estimated useful lives of the assets, after taking into account their estimated residual value. Management reviews the estimated useful lives and residual values of the assets annually in order to determine the amount of depreciation to be recorded during any reporting period. The useful lives and residual values are based on the Company's historical experience with similar assets and take into account anticipated technological changes. The depreciation for future periods is adjusted if there are significant changes from previous estimates.

ii **Estimation of uncertainties relating to the global health pandemic from COVID-19 (COVID-19)**

The COVID-19 pandemic is an evolving human tragedy declared a global pandemic by the World Health Organisation with adverse impact on economy and business. In light of these circumstances, the Company has considered the possible effects that may result from COVID-19 on the carrying amounts of investments, loans and receivables, advances, property plant and equipment, etc. as well as liabilities accrued. The Company estimates that the carrying amount of these assets will be recovered and there is no impact on liabilities accrued.

iii **Material uncertainty about going concern**

In preparing financial statements, management has made an assessment of Company's ability to continue as a going concern. Financial statements are prepared on a going concern basis. The Management is aware, in making its assessment, of material uncertainties related to events or conditions that may cast significant doubt upon the Company's ability to continue as a going concern.

3 Property, plant and equipment

Amount in ₹

Particulars	**Freehold land**	**Computers**	**Capital work in progress**	**Total**
Cost				
As at April 1, 2018	10,230,994	4,445	4,038,324,076	4,048,559,515
Additions	-	-	652,176,649	652,176,649
Disposals	-	-	-	-
As at March 31, 2019	**10,230,994**	**4,445**	**4,690,500,725**	**4,700,736,164**
Additions	-	-	-	-
Disposals	-	-	-	-
As at March 31, 2020	**10,230,994**	**4,445**	**4,690,500,725**	**4,700,736,164**
Depreciation and impairment				
As at April 1, 2018	-	-	-	-
Depreciation for the year	-	-	-	-
Disposals	-	-	-	-
As at March 31, 2019	-	-	-	-
Depreciation for the period	-	-	-	-
Disposals	-	-	-	-
As at March 31, 2020	-	-	-	-
Net book value				
As at March 31, 2019	10,230,994	4,445	4,690,500,725	4,700,736,164
As at March 31, 2020	**10,230,994**	**4,445**	**4,690,500,725**	**4,700,736,164**

Net book value	**As at March 31, 2020**	As at March 31, 2019
Property, plant and equipment	**10,235,439**	10,235,439
Capital work in progress (i)	**4,690,500,725**	4,690,500,725

(i) Capital Work-in-Progress consist of the following:

	Year ended as at March 31, 2020	Year ended as at March 31, 2019
Construction Work-in-Progress	-	-
Expenditure during Construction pending allocation - (a)	**4,690,500,725**	4,690,500,725
	4,690,500,725	4,690,500,725

(a). Detail of expenditure during construction pending allocation are given below:

Expenditure during the year:		
Depreciation and Amortization Expenses	-	-
Legal and Professional Expenses	-	57,930
Interest and Finance Charges	-	652,088,089
Miscellaneous Expenses	-	30,630
	-	652,176,649
Add: Balance brought forward from previous year	**4,690,500,725**	4,038,324,076
	4,690,500,725	4,690,500,725
Less: Amount allocated to Property, Plant and Equipment	-	-
Balance (pending allocation)	**4,690,500,725**	4,690,500,725

		As at March 31, 2020 (₹)	As at March 31, 2019 (₹)
4	**Other non current assets**		
	(Unsecured and considered good)		
	Advance for purchase of land (Refer note 20 & 22)	**2,480,000,000**	2,480,000,000
		2,480,000,000	2,480,000,000
5	**Current Investments**		
	Non-trade investments		
	Investments at fair value through profit or loss		
	In Debentures of other company		
	Unquoted, fully paid up		
	2,66,85,000 (March 31, 2019: 2,66,85,000) Zero Coupon Optionally Convertible Debentures of Lambodar Stocks Private Ltd. of ₹ 100/- each	**2,668,500,000**	2,668,500,000
		2,668,500,000	2,668,500,000

		As at March 31, 2020 (₹)	As at March 31, 2019 (₹)
6	**Cash and cash equivalents**		
	Balance with Banks	**2,849,104**	3,487,745
		2,849,104	3,487,745
7	**Other bank balances**		
	Deposits maturing within 12 months	**4,026,406**	20,363,842
		4,026,406	20,363,842
8	**Current loans**		
	(Unsecured and considered good)		
	(a) Loan to others (refer note 8.1, 8.2 below and note 20)	**3,376,391,000**	3,376,391,000
	(b) Interest receivable on above (refer note 8.1, 8.2 below and note 20)	**2,425,245,304**	2,432,454,304
	(c) Security Deposit to NSDL	**10,000**	10,000
		5,801,646,304	5,808,855,304

8.1 The Company has not recognised interest income of ₹ 40,20,42,000 on loan of ₹ 3,37,63,91,000 given to non related parties on the principle of conservatism and prudence. However, it does not affect the recoverability of existing loan incldluing interest due and the same is hold good.

8.2 The Company has loans receivables along with accrued interest thereon of ₹ 567,17,06,159 recoverable from a company which have accumulated Losses, negative net worth and current liabilities exceeding its current assets as at the balance sheet date. Management has evaluated this matter and believe that the Loans (including accrued interest) given to this company are considered good and recoverable based on future business plans and ongoing efforts. Accordingly no provision has been considered necessary.

9	**Current tax assets**		
	Advance Income tax (Net) (Refer note (i) below)	**136,283,542**	123,101,874
		136,283,542	123,101,874

(i) Current tax assets include ₹ 13,62,71,045 (March 31, 2019 ₹5,02,62,105) being advance tax and tax paid under protest to Income tax authorities for assessment year 2015-16, 2016-17, 2017-18, 2018-19 and 2019-20. These matters are included in contingent liabilities. (Refer Note 25)

		As at March 31, 2020 (₹)	As at March 31, 2019 (₹)
10	**Share capital**		
A.	**Authorised, issued, subscribed and paid-up share capital**		
	Authorised:		
	50,00,000 (March 31, 2019 : 50,00,000) Equity Shares of ₹ 10/- each	**50,000,000**	50,000,000
		50,000,000	50,000,000
	Issued, Subscribed and Paid up:		
	20,000 (March 31, 2019 : 20,000) Equity Shares of ₹ 10/- each	**200,000**	200,000
		200,000	200,000

B. There is no change in the share capital during the current and preceding year.

C. Terms/ rights of equity shares

The company has one class of equity shares having par value of ₹ 10/- per share. All equity shares are ranking pari passu in all respects including dividend. In the event of liquidation of the company, the holders of the equity shares will be entitled to receive the realised value of the assets of the Company, remaining after payment of all preferential dues. The distribution will be in proportion to the number of equity shares held by the shareholders.

D. Shares held by the holding company / Shareholders holding more than 5% shares

Name of shareholder	% Holding	Nos of shares
Bajaj Hindusthan Sugar Limited (Holding Company)		
As at March 31, 2020	**100**	**20,000**
As at March 31, 2019	100	20,000

Includes ten shares of nominee shareholders

		Year ended March 31, 2020 (₹)	Year ended March 31, 2019 (₹)
11	**Other equity**		
	Retained earnings		
	Opening Balance	**(40,044)**	(40,044)
	Add: Profit/ (Loss) for the year	**(457,559)**	-
		(497,603)	(40,044)
12	**Current borrowings**		
	Unsecured		
	Loan from holding company (Refer Note 12.1,12.2 and 22)	**8,706,000,000**	8,706,000,000
	Interest Payable on loans	**7,088,310,023**	7,088,310,023
		15,794,310,023	15,794,310,023

12.1 The loan from holding company is repayable on demand and carry interest @ 12% per annum.

12.2 The Company has not recognized interest expense of ₹ 1,04,47,20,000 for current financial year, on loan taken from holding company. The same is as per the instruction of and in line with the accounting policy followed by the holding company. The holding company has not recognized corresponding interest income for current financial year on the principle of conservatism and prudence.

13	**Other financial liabilities**		
	Statutory liabilities	**4,000**	10,447,200
	Other liabilities	**25,100**	127,750
		29,100	10,574,950
14	**Other Income**		
	Interest income on financial assets - carried at amortised cost		
	- on bank deposits	**65,778**	1,293,781
	- on Income Tax Refund	**8,040,526**	-
	- on loans (Refer note 8.1)	**-**	391,340,335
	Other miscellaneous Income	**4,150**	-
		8,110,454	392,634,116

		Year ended March 31, 2020 (₹)	Year ended March 31, 2019 (₹)
15	**Finance Costs**		
	Interest Expenses (Refer note 12.2)	**-**	1,044,720,000
	Other Borrowing Cost/ Finance Charges	**2,421**	2,205
		2,421	1,044,722,205
	Less: Transfer to Capital Work-in-Progress (Refer note 3)	**-**	652,088,089
		2,421	392,634,116
16	**Other Expenses**		
	Sundry balances written off (Refer note 16.1)	**8,457,394**	-
	Payment to auditors (Refer note18)	**23,600**	-
	Legal and professional expenses	**73,580**	-
	Miscellenous expenses	**11,018**	-
		8,565,592	-

16.1 Includes ₹ 80,10,000 towards interest receivable on loan given by the Company.

		Year ended March 31, 2020 (₹)	Year ended March 31, 2019 (₹)
17	**Earning per Share (EPS)**		
	(i) Net profit/(loss) after tax as per statement of profit and loss	**(457,559)**	-
	(ii) Weighted average number of equity shares outstanding	**20,000**	20,000
	(iii) Basic earning per share	**(22.88)**	-
	(iv) Diluted earning per share	**(22.88)**	-
18	**Payment to Auditors' as**		
	Statutory Auditors:		
	Audit Fees*	**23,600**	23,600

* Previous year fees was included in Miscellaneous expenses under the head Capital Work-in-Progress. (refer note 3)

19 Based on infromation available with Company, there are no supplier registered as micro, small or medium enterprise under "The Micro, Small and Medium Enterprise Development Act, 2006" as at March 31, 2020 and March 31, 2019 hence disclosure, if any, relating to amounts unpaid as at the year end together with interest paid/payable as required under the said Act have not been given.

20 Details of Loans given, investment made and guarantee given covered under section 186(4) of the Companies Act, 2013.

- Investment made are given under note 5
- Loans given to others given by the Company as at March 31, 2020 are as under

Name of the Company	Nature	As at March 31, 2020 (₹)	As at March 31, 2019 (₹)
Ojas Industries Private Ltd.	Loan for business purposes	**5,671,706,159**	5,671,706,159
Parakott Investments India Pvt Ltd	Loan for business purposes	**129,930,145**	137,139,145
Lambodar Stocks Pvt Ltd	Advance for purchase of land	**2,480,000,000**	2,480,000,000

21 Segment reporting

The Company operates only in one segment and there are no reportable segments in accordance with Ind-AS 108 on "Operating Segments".

22 Related Party Disclosures

A. List of Related Parties

Description of relationship	Name of Related Parties
(i) Parent Company	Bajaj Hindusthan Sugar Limited
(ii) Entities controlled or jointly controlled by persons who are member of the KMP of the reporting entity or of a parent of the reporting entity	Lambodar Stocks Pvt Ltd

B. Disclosure of transactions as required under Ind AS-24 in between the Company and Related Parties during the year in the ordinary course of business and status of outstanding balances at year end:

(Amount in ₹)

Particulars		Holding Company	Other entities as per (ii) above
Transactions during the year	**Year ended**		
Interest on loan taken	**March 31, 2020**	**-**	-
	March 31, 2019	1,044,720,000	-
Outstanding balances as at year end	**As at**		
Loans taken	**March 31, 2020**	**15,794,310,023**	-
	March 31, 2019	15,794,310,023	-
Advance given	**March 31, 2020**	-	**2,480,000,000**
	March 31, 2019	-	2,480,000,000
Investment made	**March 31, 2020**	-	**2,668,500,000**
	March 31, 2019	-	2,668,500,000
Deposit Received	**March 31, 2020**	**-**	-
	March 31, 2019	100,000	-

Notes:

1. Related Party relationship is as identified by the Company based on the available information and relied upon by the Auditors.
2. No amount has been written off or written back during the year in respect of debts due from or to related parties.

23 Financial Instruments

23.1 Capital Management

For the purpose of the Company's capital management, capital includes issued equity capital and all other equity reserves attributable to the equity holders of the Company. The primary objective of the Company's capital management is to maximise the shareholder value.

The Company is not subject to any externally imposed capital requirements. The Company manages its capital structure and makes adjustments in light of changes in economic conditions and the requirements of the financial covenants. To maintain or adjust the captial strcture, the Company may adjust the dividend payment to shareholders, return captial to shareholders or issue new shares. The Company does not have long term debts hence there is no capital gearing ratio.

No changes were made in the objectives, policies or proceses for managing capital during the years ended March31, 2020.

23.2 Categorization of financial instruments

(Amount in ₹)

		As at March 31, 2020	As at March 31, 2019
(i)	**Financial Assets**		
	Measured at fair value through profit or loss		
	Current Investment (Refer note 5)	**2,668,500,000**	2,668,500,000
	Measured at amortised cost		
	Cash and cash equivalents (refer note 6)	**2,849,104**	3,487,745
	Other bank balance (refer note 7)	**4,026,406**	20,363,842
	Loans (refer note 8)	**5,801,646,304**	5,808,855,304
		8,477,021,814	8,501,206,891
(ii)	**Financial Liabilities**		
	Measured at amortised cost		
	Current borrowings (Refer note 12)	**15,794,310,023**	15,794,310,023
		15,794,310,023	15,794,310,023

23.3 Financial risk management objective and policies

The management conducts and operates the business in a prudent manner, taking into account the significant risks to which the business is or could be exposed. The primary risk to which the business is exposed, which are unchanged from the previous year, comprise credit risks, liquidity risk and market risk.

Management continuously monitors its cash flows to determine its cash requirements and makes arrangements with its parent company in order to manage exposure to liquidity risk.

Exposure to aforementioned risks are detailed below:

Credit risk

Financial asset that potentially expose the company to concentration of credit risk comprises loans, bank account and deposits. Credit risk is managed by assessing the credit worthiness of parties and the potential for exposure to the market in which they operate, combined with regular monitoring and follow-up. Credit risk on cash and cash equivalents and bank deposits are minimum as the Company's bank accounts are with high credit rated schedule and private banks.

Interest rate risk

The Company is not subject to any significant interest risk. Since, the loan is taken from its parent company. There will be no impact to group as a whole, due to change in rate of interest.

Foreign currency risk

There are no currency risk as all financial assets and financial liabilities are denominated in Indian Rupees.

24 Fair value

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The management assessed that fair value of investments, loans, cash and cash equivalents and other financial liabilities approximate to their carrying amounts largely due to the short-term maturities of these instruments.

		Year ended March 31, 2020 (₹)	Year ended March 31, 2019 (₹)
25	**Contingent liabilities**		
	In respect of disputed demands/ claims against the Company not acknowledged as debts :		
	Income Tax matter	**622,400,284**	331,950,969
		622,400,284	331,950,969

26 The financial statements were approved for issue by the board of directors on June 20, 2020.

Signatures to Notes "1" to 26"

As per our attached report of even date

For Sidharth N Jain & Company
Chartered Accountants
Firm Registration No.018311C

For and on behalf of the Board

Sidharth Jain
Proprietor
Membership No. 134684

Shalu Bhandari
Director
(DIN : 00012556)

Chandresh Chhaya
Director
(DIN : 00006928)

Place: Mumbai
Date : June 20, 2020

DIRECTORS' STATEMENT

The directors present their statement to the member together with the audited financial statements of BAJAJ HINDUSTHAN (SINGAPORE) PRIVATE LIMITED (the "Company") for the financial year ended 31 March 2020.

OPINION OF THE DIRECTORS

In the opinion of the directors,

(a) the accompanying financial statements of the Company are drawn up so as to give a true and fair view of the financial position of the Company as at 31 March 2020 and of its financial performance, changes in equity and cash flows of the Company for the financial year then ended; and

(b) at the date of this statement, on the understanding that the holding company has undertaken not to recall the amount owing by the Company and to provide continuing financial support to enable the Company to meet its financial obligations until such time the Company is able to operate on its own financial resources, there are reasonable grounds to believe that the Company will be able to pay its debts as and when they fall due.

DIRECTORS

The directors of the Company in office at the date of this statement are:

Sunil Iyer

Kausik Adhikari

ARRANGEMENTS TO ENABLE DIRECTORS TO ACQUIRE SHARES OR DEBENTURES

Neither at the end of nor at any time during the financial year was the Company a party to any arrangement whose object was to enable the directors of the Company to acquire benefits by means of the acquisition of shares in, or debentures of, the Company or any other body corporate.

DIRECTORS' INTERESTS IN SHARES OR DEBENTURES

According to the register of directors' shareholdings kept by the Company for the purpose of Section 164 of the Singapore Companies Act, Cap. 50, none of the directors holding office at the end of the financial year had any interests in shares and debentures of the Company and its related corporations, except as detailed below:

	Holdings registered in the name of director	
	As at 01.04.2019	**As at 31.03.2020**
Ordinary shares		
Holding company		
Bajaj Hindusthan Sugar Limited		
Pradeep Parakh	4,000	**4,000**

SHARE OPTIONS

There were no share options granted during the financial year to subscribe for unissued shares of the Company.

No shares have been issued during the financial year by virtue of the exercise of options to take up unissued shares of the Company.

There were no unissued shares of the Company under option at the end of the financial year.

INDEPENDENT AUDITOR

The independent auditor, Messrs JBS Practice PAC, has expressed its willingness to accept re-appointment.

	Sunil Iyer	**Kausik Adhikari**
11 June 2020	Director	Director

INDEPENDENT AUDITOR'S REPORT TO THE MEMBER OF

BAJAJ HINDUSTHAN (SINGAPORE) PRIVATE LIMITED

(Incorporated in Singapore)

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of BAJAJ HINDUSTHAN (SINGAPORE) PRIVATE LIMITED (the "Company") as set out on pages 8 to 30, which comprise the statement of financial position of the Company as at 31 March 2020, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows of the Company for the financial year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements are properly drawn up in accordance with the provisions of the Companies Act, Chapter 50 (the "Act") and Financial Reporting Standards in Singapore ("FRSs") so as to give a true and fair view of the financial position of the Company as at 31 March 2020 and of the financial performance, changes in equity and cash flows of the Company for the financial year ended on that date.

Basis for Opinion

We conducted out audit in accordance with Singapore Standards on Auditing ("SSAs"). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Accounting and Corporate Regulatory Authority ("ACRA") Code of Professional Conduct and Ethics for Public Accountants and Accounting Entities ("ACRA Code") together with the ethical requirements that are relevant to our audit of the financial statements in Singapore, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ACRA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Material Uncertainty Related to Going Concern

As at 31 March 2020, the Company has a net current liabilities of US$471,556. As stated in Note 4, these events and conditions indicate that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern. Notwithstanding the same, the Company's financial statements have been prepared on a going concern basis as the holding company has undertaken not to recall the amount owing by the Company and to provide continuing financial support until such time the Company is able to operate on its own financial resources. In the event that such financial support is not forthcoming, the going concern basis would be invalid and provisions would have to be made for any losses on realisation of the Company's assets and further costs which may arise. No such adjustments have been made to these financial statements. Our opinion is not modified in respect of this matter.

Other Information

Management is responsible for the other information. The other information comprises the General Information set out on page 1, the Directors' Statement set out on pages 2 to 3, and the accompanying Schedule of Other Operating Expenses.

Our opinion on the 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 financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the 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.

Responsibilities of Management and Directors for the Financial Statements

Management is responsible for the preparation of financial statements that give a true and fair view in accordance with the provisions of the Act and FRSs, and for devising and maintaining a system of internal accounting controls sufficient to provide a reasonable assurance that assets are safeguarded against loss from unauthorised use or disposition; and transactions are properly authorised and that they are recorded as necessary to permit the preparation of true and fair financial statements and to maintain accountability of assets.

In preparing the 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 directors' responsibilities include overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the 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 assurance, but is not a guarantee that an audit conducted in accordance with SSAs 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 decision of users taken on the basis of these financial statements.

As part of an audit in accordance with SSAs, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

(a) Identify and assess the risks of material misstatement of the 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.

(b) Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.

(c) Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

(d) 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 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.

(e) Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation

We communicate with the directors 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.

Report on Other Legal and Regulatory Requirements

In our opinion, the accounting and other records required by the Act to be kept by the Company have been properly kept in accordance with the provisions of the Act.

JBS PRACTICE PAC

PUBLIC ACCOUNTANTS AND CHARTERED ACCOUNTANTS

Singapore

11 June 2020

STATEMENT OF FINANCIAL POSITION AS AT 31ST MARCH 2019

		2020 US$	2020 ₹ Million	2019 US$	2019 ₹ Million
ASSETS					
Current Assets					
Cash and cash equivalents	5	**349,758**	**26.37**	647,721	44.80
Other receivables	6	**3,510**	**0.26**	4,258	0.29
Loan to subsidiaries	7	**1,144,510**	**86.28**	894,510	61.87
Prepayments		**-**	**-**	6,389	0.44
Total Assets		**1,497,778**	**112.91**	1,552,878	107.41
Non-Curren Assets					
Inestment in subsidiaries	8	**14,838,080**	**1,118.58**	14,838,080	1,026.37
		14,838,080	**1,118.58**	14,838,080	1,026.37
Total Assets		**16,335,858**	**1,231.49**	16,390,958	1,133.78
LIABILITIES					
Current Liabilities					
Amount owing to holding company	9	**1,684,565**	**126.99**	1,770,042	122.44
Other payables	10	**284,769**	**21.47**	288,510	19.96
Total Liabilities		**1,969,334**	**148.46**	2,058,552	142.39
NET ASSETS		**14,366,524**	**1,083.03**	14,332,406	991.39
SHAREHOLDER'S EQUITY					
Share capital	11	**19,899,714**	**1,500.16**	19,899,714	1,376.49
Accumulated losses		**(5,533,190)**	**(417.13)**	(5,567,308)	(385.10)
TOTAL EQUITY		**14,366,524**	**1,083.03**	14,332,406	991.39

Note:

Figures for the year ended March 31, 2020 are converted at the exchange rate prevailing as on 31.03.2020 i.e 1 US$ = INR 75.3859 and as on 31.03.2019 i.e. 1 US$ = INR 69.1713.

STATEMENT OF PROFIT AND LOSS AND OTHER COMPREHENSIVE INCOME FOR THE FINANCIAL YEAR ENDED 31ST MARCH 2020

		2020 US$	2020 ₹ Million	2019 US$	2019 ₹ Million
REVENUE					
Foreign exchange gain		**60,141**	**4.53**	30,514	2.11
Total Revenue		**60,141**	**4.53**	30,514	2.11
EXPENSES					
Legal and professional fees		**(12,907)**	**(0.97)**	(12,129)	(0.84)
Other operating expenses		**(13,116)**	**(0.99)**	(9,621)	(0.67)
Total Expenses		**(26,023)**	**(1.96)**	(21,750)	(1.50)
Profit / (Loss) before income tax		**34,118**	**2.57**	8,764	0.61
Income tax (expenses)/ benefit	12	**-**	**-**	(918,939)	(63.56)
Net Profit / (Loss), representing total comprehensive profit / (loss) for the financial year		**34,118**	**2.57**	(910,175)	(62.96)

Note:

Figures for the year ended March 31, 2020 are converted at the exchange rate prevailing as on 31.03.2020 i.e 1 US$ = INR 75.3859 and as on 31.03.2019 i.e. 1 US$ = INR 69.1713.

STATEMENT OF CHANGES IN EQUITY FOR THE FINANCIAL YEAR ENDED 31ST MARCH 2020

	Share Capital	Accumu-lated Losses	Transla-tion reserve	Foreign Exchange Fluctuation	Total	Share Capital	Accumulated Losses	Transla-tion reserve	Total
	US$	US$	US$	US$	US$	₹ Million	₹ Million	₹ Million	₹ Million
2020									
Balance as at 1st April 2019	**19,899,714**	**(5,567,308)**	**-**	**-**	**14,332,406**	**1,500.16**	**(419.70)**	**-**	**1,080.46**
Net profit/ (loss), representing total compreshinve profit for the financial year	**-**	**34,118**	**-**		**34,118**	**-**	**2.57**	**-**	**2.57**
Balance as at 31st March 2020	**19,899,714**	**(5,533,190)**	**-**	**-**	**14,366,524**	**1,500.16**	**(417.13)**	**-**	**1,083.03**
2019									
Balance as at 1st April 2018	19,899,714	(4,657,133)	-		15,242,581	1,376.49	(322.14)	-	1,054.35
Net profit/(loss), representing total compreshinve profit for the financial year	-	(910,175)	-		(910,175)	-	(62.96)	-	(62.96)
Balance as at 31st March 2019	19,899,714	(5,567,308)	-	-	14,332,406	1,376.49	(385.10)	-	991.39

Note:

Figures for the year ended March 31, 2020 are converted at the exchange rate prevailing as on 31.03.2020 i.e 1 US$ = INR 75.3859 and as on 31.03.2019 i.e. 1 US$ = INR 69.1713.

STATEMENT OF CASH FLOWS FOR THE FINANCIAL YEAR ENDED 31 MARCH 2020

	Note	2020 US$	2020 ₹ Million	2019 US$	2019 ₹ Million
Cash Flows From Operating Activities					
Profit /(loss) before income tax		**34,118**	**2.57**	8,764	0.61
Operating cash flows before change in working capital		**34,118**	**2.57**	8,764	0.61
Change in working capital:					
Other receivables		**748**	**0.06**	1,286	0.09
Prepayment		**6,389**	**0.48**	(61)	(0.00)
Other payables		**(3,741)**	**(0.28)**	(1,111,516)	(76.89)
Net cash generated from/ (used) in operating activities		**37,514**	**2.83**	(1,101,527)	(76.19)
Cash Flows From Investing Activities					
Reduction of investment in subsidiaries		-	-	1,103,400	76.32
Loan to subsidiaries		**(250,000)**	**(18.85)**	(140,010)	(9.68)
Net cash (used in) investing activity		**(250,000)**	**(18.85)**	963,390	66.64
Cash Flows From Financing Activities					
Amount owing to holding company		**(85,477)**	**(6.44)**	(59,645)	(4.13)
Net cash used in financing activities		**(85,477)**	**(6.44)**	(59,645)	(4.13)
Net increase/ (decrease) in cash and cash equivalents		**(297,963)**	**(22.46)**	(197,782)	(13.68)
Cash and cash equivalents at beginning of the year		**647,721**	**48.83**	845,503	58.48
Cash and cash equivalents at end of the year	5	**349,758**	**26.37**	647,721	44.80

Note:

Figures for the year ended March 31, 2020 are converted at the exchange rate prevailing as on 31.03.2020 i.e 1 US$ = INR 75.3859 and as on 31.03.2019 i.e. 1 US$ = INR 69.1713.

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MARCH 2020

1. GENERAL INFORMATION

Bajaj Hindusthan (Singapore) Private Limited (Company Registration No.: 200709334R) is domiciled in Singapore. The Company's registered office and place of business is at 9 Raffles Place, #27-00 Republic Plaza, Singapore 048619.

The principal activities of the Company are those relating to investment holding. No significant changes in the nature of Company's business activities during the financial year.

The financial statements of the Company for the financial year ended 31 March 2020 were authorised and approved by the directors for issuance on 11 June 2020.

2. SIGNIFICANT ACCOUNTING POLICIES

a) Basis of preparation

These financial statements have been prepared in accordance with Financial Reporting Standards in Singapore ("FRSs"). The financial statements, expressed in United States dollars, are prepared in accordance with the historical cost convention, except as disclosed in the accounting policies below.

These financial statements are separate financial statements of Bajaj Hindusthan (Singapore) Private Limited. The Company is exempted from the preparation of consolidated financial statements as Bajaj Hindusthan Sugar Limited, its holding company, produces consolidated financial statements available for public use. The subsidiaries of the Company and the basis on which the subsidiaries are accounted for is disclosed in Note 8. The registered office of its holding company is located at Golagokaranath, Lakhimpur Kheri-262802, Uttar Pradesh, India.

b) Adoption of new and amended standards and interpretations

On 1 April 2019, the Company has adopted all the new and revised FRSs and Interpretations of FRS ("INT FRS") that are mandatory for application from that date. The adoption of these new and revised FRSs and INT FRSs have no material effect on the financial statements except as disclosed in the financial statements.

At the date of authorisation of these financial statements, the Company has not applied those FRSs and INT FRSs that have been issued but are effective only in next financial year. The Company expects the adoption of the standards will have no financial effect on the financial statements in the period of initial application except for those disclosed in Note 16 to the financial statements.

c) Foreign currency translation

The financial statements of the Company are measured and presented in the currency of the primary economic environment in which the entity operates (its functional currency). The financial statements of the Company are presented in United States dollars, which is the functional currency of the Company.

In preparing the financial statements of the Company, monetary assets and liabilities in foreign currencies are translated into United States dollars at rates of exchange closely approximating to those ruling at the end of the reporting period and transactions in foreign currencies during the financial year are translated at rates ruling on transaction dates. Non-monetary items carried at fair value that are denominated in foreign currencies are retranslated at the rates prevailing on the date when the fair value was determined. Non-monetary items that are measured in terms of historical cost in a foreign currency are not retranslated.

Exchange differences arising on the settlement of monetary items, and on retranslation of monetary items are included in profit or loss for the year. Exchange differences arising on the retranslation of non-monetary items carried at fair value are included in profit or loss for the financial year except for differences arising on the retranslation of non-monetary items in respect of which gains and losses are recognised directly in other comprehensive income. For such non-monetary items, any exchange component of that gain or loss is also recognised directly in other comprehensive income

d) Financial assets

(i) Classification and measurement

The Company classifies its financial assets in the following measurement categories:

- Amortised cost;
- Fair value through other comprehensive income (FVOCI); and
- Fair value through profit or loss (FVPL).

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

Financial assets with embedded derivatives are considered in their entirety when determining whether their cash flows are solely payment of principal and interest. The Company reclassifies debt instruments when and only when its business model for managing those assets changes.

At initial recognition

At initial recognition, the Company measures a financial asset at its fair value plus, in the case of a financial asset not at fair value through profit or loss, transaction costs that are directly attributable to the acquisition of the financial asset. Transaction costs of financial assets carried at fair value through profit or loss are expensed in profit or loss.

At subsequent measurement

Debt instruments

Debt instruments and loan to subsidiaries are mainly comprise cash and cash equivalents, other receivables and loan to subsidiaries.

There are three subsequent measurement categories, depending on the Company's business model for managing the asset and the cash flow characteristics of the asset:

- Amortised cost: Debt instruments that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest are measured at amortised cost. A gain or loss on a debt instrument that is subsequently measured at amortised cost and is not part of a hedging relationship is recognised in profit or loss when the asset is derecognised or impaired. Interest income from these financial assets is included in interest income using the effective interest rate method.
- FVOCI: Debt instruments that are held for collection of contractual cash flows and for sale, and where the assets' cash flows represent solely payments of principal and interest, are classified as FVOCI. Movements in fair values are recognised in Other Comprehensive Income (OCI) and accumulated in fair value reserve, except for the recognition of impairment gains or losses, interest income and foreign exchange gains and losses, which are recognised in profit and loss. When the financial asset is derecognised, the cumulative gain or loss previously recognised in OCI is reclassified from equity to profit or loss and presented in "other gains and losses". Interest income from these financial assets is recognised using the effective interest rate method and presented in "interest income".
- FVPL: Debt instruments that are held for trading as well as those that do not meet the criteria for classification as amortised cost or FVOCI are classified as FVPL. Movement in fair values and interest income is recognised in profit or loss in the period in which it arises and presented in "other gains and losses".

(ii) Impairment

The Company assesses on a forward looking basis the expected credit losses associated with its debt financial assets carried at amortised cost and FVOCI. The impairment methodology applied depends on whether there has been a significant increase in credit risk. Note 14(b) details how the Company determines whether there has been a significant increase in credit risk. For trade receivables, the Company applies the simplified approach permitted by the FRS 109, which requires expected lifetime losses to be recognised from initial recognition of the receivables.

(iii) Recognition and derecognition

Regular way purchases and sales of financial assets are recognised on trade date — the date on which the Company commits to purchase or sell the asset.

Financial assets are derecognised when the rights to receive cash flows from the financial assets have expired or have been transferred and the Company has transferred substantially all risks and rewards of ownership.

On disposal of a debt instrument, the difference between the carrying amount and the sale proceeds is recognised in profit or loss. Any amount previously recognised in other comprehensive income relating to that asset is reclassified to profit or loss.

On disposal of an equity investment, the difference between the carrying amount and sales proceed is recognised in profit or loss if there was no election made to recognise fair value changes in other comprehensive income. If there was an election made, any difference between the carrying amount and sales proceed amount would be recognised in other comprehensive income and transferred to retained profits along with the amount previously recognised in other comprehensive income relating to that asset.

(iv) Offsetting financial instruments

Financial assets and liabilities are offset and the net amount reported in the statement of financial position when there is a legally enforceable right to offset and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously.

e) Investment in subsidiaries

In the Company's separate financial statements, unquoted equity investment in subsidiaries are stated at cost less any impairment. On disposal of investment in subsidiaries, the difference between the net disposal proceeds and the carrying amount of the investment is taken to profit or loss.

f) Impairment of non-financial assets

Investments in subsidiaries

Non-financial assets are tested for impairment whenever there is any objective evidence or indication that these assets may be impaired.

For the purpose of impairment testing, the recoverable amount (i.e. the higher of the fair value less cost to sell and the value-in-use) is determined on an individual asset basis unless the asset does not generate cash inflows that are largely independent of those from other assets. If this is the case, the recoverable amount is determined for the cash generating unit ("CGU") to which the asset belongs.

If the recoverable amount of the asset (or CGU) is estimated to be less than its carrying amount, the carrying amount of the asset (or CGU) is reduced to its recoverable amount.

The difference between the carrying amount and recoverable amount is recognised as an impairment loss in profit or loss. An impairment loss for an asset is reversed if, and only if, there has been a change in the estimates used to determine the asset's recoverable amount since the last impairment loss was recognised. The carrying amount of an asset is increased to its revised recoverable amount, provided that this amount does not exceed the carrying amount that would have been determined (net of any accumulated amortisation or depreciation) had no impairment loss been recognised for the asset in prior periods.

A reversal of impairment loss for an asset is recognised in profit or loss.

g) Financial liabilities

(i) Initial recognition and measurement

Financial liabilities are recognised when, and only when, the Company becomes a party to the contractual provisions of the financial instrument. The Company determines the classification of its financial liabilities at initial recognition.

All financial liabilities are recognised initially at fair value plus in the case of financial liabilities not at FVPL, directly attributable to transaction costs.

(ii) Subsequent measurement

After initial recognition, financial liabilities that are not carried at FVPL are subsequently measured at amortised cost using the effective interest method. Gains and losses are recognised in profit or loss when the liabilities are derecognised, and through the amortisation process.

(iii) Derecognition

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires. On derecognition, the difference between the carrying amounts and the consideration paid is recognised in profit or loss.

h) Provisions

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of past events, it is more likely than not that an outflow of resources will be required to settle the obligation and the amount has been reliably estimated.

Provisions are reviewed at the end of each reporting period and adjusted to reflect the current best estimation.

Provisions are measured at the present value of the expenditure expected to be required to settle the obligation using a pre-tax discount rate that reflects the current market assessment of the time value of money and the risks specific to the obligation. The increase in the provision due to the passage of time is recognised as finance expense.

Changes in the estimated timing or amount of the expenditure or discount rate are recognised in profit or loss when the changes arise.

i) Share capital

Ordinary shares are classified as equity. Incremental costs directly attributable to the issuance of new ordinary shares are deducted against the share capital account.

j) Cash and cash equivalents

Cash and cash equivalents comprise cash at banks which are subject to an insignificant risk of change in value.

k) Taxes

Current income tax for current and prior periods is recognised at the amount expected to be paid to or recovered from the tax authorities, using the tax rates and tax laws that have been enacted or substantively enacted by the end of the reporting period.

Deferred income tax is recognised for all temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements except when it affects neither the taxable profit nor the accounting profit at the time of the transaction.

A deferred income tax asset is recognised to the extent that it is probable that future taxable profit will be available against which the deductible temporary differences and tax losses can be utilized.

Deferred income tax is measured:

(i) at the tax rates that are expected to apply when the related deferred income tax asset is realised or the deferred income tax liability is settled, based on tax rates and tax laws that have been enacted or substantively enacted by the end of the reporting period; and

(ii) based on the tax consequence that will follow from the manner in which the Company expects, at the end of the reporting period, to recover or settle the carrying amounts of its assets and liabilities.

Current and deferred income taxes are recognised as income or expense in profit or loss except when they relate to items credited or debited outside profit or loss (either in other comprehensive income or directly in equity), in which case the tax is also recognised outside profit or loss (either in other comprehensive income or directly in equity, respectively).

Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST except:

- where the GST incurred on a purchase of assets or services is not recoverable from the taxation authority, in which case the GST is recognised as part of the cost of acquisition of the asset or as part of the expense item as applicable.

l) Revenue recognition

Revenue is measured based on the consideration to which the Company expects to be entitled in exchange for transferring promised goods or services to a customer, excluding amounts collected on behalf of third parties.

Revenue is recognised when the Company satisfies a performance obligation by transferring a promised good or services to the customer, which is when the customer obtains control of the good or services. A performance obligation is satisfied at a point in time. The amount of revenue recognised is the amount allocated to the satisfied performance obligation.

m) Related parties

A related party is defined as follows:

(i) A person or a close member of that person's family is related to the Company if that person:

(a) Has control or joint control over the Company;

(b) Has significant influence over the Company; or

(c) Is a member of the key management personnel of the Company or of a parent of the Company.

(ii) An entity is related to the Company if any of the following conditions applies:

(a) The entity and the Company are members of the same group (which means that each parent, subsidiary and fellow subsidiary is related to the others).

(b) One entity is an associate or joint venture of the other entity (or an associate or joint venture of a member of a group of which the other entity is a member).

(c) Both entities are joint ventures of the same third party.

(d) One entity is a joint venture of a third entity and the other entity is an associate of the third entity.

(e) The entity is a post-employment benefit plan for the benefit of employees of either the Company or an entity related to the Company. If the Company is itself such a plan, the sponsoring employers are also related to the Company;

(f) The entity is controlled or jointly controlled by a person identified in (i);

(g) A person identified in (i)(a) has significant influence over the entity or is a member of the key management personnel of the entity (or of a parent of the entity).

(h) The entity, or any member of a group of which it is a part, provides key management personnel services to the Company or to the parent of the Company.

3. CRITICAL ACCOUNTING ESTIMATES, ASSUMPTIONS AND JUDGEMENTS

The presentation of financial statements in conforming with FRS requires the use of certain critical accounting estimates, assumptions and judgements in applying the accounting policies. These estimates, assumptions and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Actual results may differ from these estimates.

The following are the critical accounting estimates, assumptions and judgements for the preparation of financial statements:

a) **Critical judgements in applying the entity's accounting policies**

In the process of applying the Company's accounting policies which are described in Note 2 above, management is of the opinion that there are no critical judgements involved, apart from those involving estimations that have a significant effect on the amounts recognised in the financial statements.

b) **Key sources of estimation uncertainty**

The key assumptions concerning the future and other key sources of estimation uncertainty at the end of the reporting period that may have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below:

(i) **Impairment of non-financial assets**

Investments in subsidiaries are tested for impairment whenever there is any objective evidence or indication that these assets may be impaired.

Determining whether the investments in subsidiaries are impaired requires an estimation of value-in-use of the investments in subsidiaries. The value-in-use calculation requires management to estimate the future cash flows and appropriate discount rate in order to calculate the present value of future cash flows. Management has evaluated such estimates and is confident that no allowance for impairment is necessary.

The carrying amount of the Company's investments in subsidiaries at the end of the reporting period is disclosed in Note 8 to the financial statements.

(ii) **Calculation of loss allowance**

When measuring Expected Credit Loss ("ECL"), the Company uses reasonable and supportable forward-looking information, which is based on assumptions for the future movement of different economic drivers and how these drivers will affect each other.

Loss given default is an estimate of the loss arising on default. It is based on the differences between the contractual cash flows due and those that the leader would expect to receive, taking into account cash flows from collateral and integral credit enhancements. Probability of default constitutes a key input in measuring ECL. Probability of default is an estimate of the likelihood of default over a given time horizon, the calculation of which includes historical data, assumptions and expectation of future conditions.

4. GOING CONCERN

As at 31 March 2020, the Company has a net current liabilities of US$471,556. Notwithstanding this, the directors are of the opinion that the going concern basis upon which the financial statements are prepared is appropriate in the circumstances. They believe that the Company will have sufficient liquidity through funding from its holding company to meet its financial obligations as and when they fall due.

5 CASH & CASH EQUIVALENTS

	2020		2019	
	US$	**₹ Million**	US$	₹ Million
Cash at Bank	**349,758**	**26.37**	647,721	44.80
	349,758	**26.37**	647,721	44.80

Cash and Cash equivalents are denominated in Singapore dollars.

6 OTHER RECEIVABLES

	2020		2019	
	US$	**₹ Million**	US$	₹ Million
Refundable deposits	**3,510**	**0.26**	3,688	0.26
Other receivable	**-**	**-**	570	0.04
	3,510	**0.26**	4,258	0.29

Other receivables are denominated in Singapore dollars.

7 LOAN TO SUBSIDIARIES

Loan to subsidiaries are non-trade in nature, unsecured, interest-free and repayable on demand.

Loan to subsidiaries are denominated in United States dollars.

8 INVESTMENT IN SUBSIDIARIES

	2020		2019	
	US$	**₹ Million**	US$	₹ Million
Unquoted equity investment, at cost				
Balance at beginning and end of the financial year	**14,838,080**	**1,118.58**	15,941,480	1,102.69
Reversal of investments in subsidiaries	**-**	**-**	(1,103,400)	(76.32)
	14,838,080	**1,118.58**	14,838,080	1,026.37

The details of the subsidiaries are as follows:

Name of subsidiaries	Country of incorporation	Financial year end	Principal activity	Proportion of ownership interest		Proportion of voting power hold	
				2020	2019	**2020**	2019
				%	%	**%**	%
PT Batu Bumi Persada	Indonesia	31 December	Providing mining support	**99.00**	99.00	**99.00**	99.00
PT Jangkar Prima	Indonesia	31 December	Coal mining	**99.88**	99.88	**99.88**	99.88

The above subsidiaries are audited by Gideon Adi & Rekan

The subsidiaries in Indonesia hold coal reserve mining rights. The directors believe that the assets value of the coal mine has not declined and will not decline over time, as the demand of coal as an energy source is very much significant today as well as in the future. Indonesia is the second largest exporter globally and main coal supplier to the Asian countries, therefore, it is one of the important source of revenue for Indonesia and accounts for 5 to 6% of the country's GDP, therefore, there is no substantial pressure on the mining industry that the Company is invested in, hence, impairment on investments in subsidiaries at this point in time, is not considered necessary.

9. AMOUNT OWING TO HOLDING COMPANY

Amount owing to holding company which is denominated in Singapore dollars, is non-trade in nature, unsecured, interest-free and repayable on demand.

10. OTHER PAYABLES

	2020		2019	
	US$	**₹ Million**	US$	₹ Million
Accruals for operating expenses	**14,769**	**1.11**	18,510	1.28
- Third Party	**270,000**	**20.35**	270,000	18.68
	284,769	**21.47**	288,510	19.96

Other payables are denominated in the following currencies:

	2020	2019
	US$	US$
Singapore dollars	**14,769**	18,510
United State dollars	**270,000**	270,000
	284,769	288,510

Other payables are non-trade in nature, unsecured, interest free and are repayable on demand.

11. SHARE CAPITAL

	2020		2019	
	US$	**₹ Million**	US$	₹ Million
As at beginning and end of financial year 27,001,000 (P.Y. 27,001,000) ordinary shares	**19,899,714**	**1,500.16**	19,899,714	1,376.49

All issued ordinary shares are fully paid. There are no par values for these ordinary shares.

The holder of ordinary shares is entitled to receive dividends as declared from time to time and is entitled to one vote per share at meeting of the Company. All shares rank equally with the regard to the Company's residual assets.

12. INCOME TAX EXPENSES

	2020		2019	
	US$	**₹ Million**	US$	₹ Million
Current income tax:				
Current year's provision	-	-	-	-
Deferred Taxation:				
Deferred income tax	-	-	918,939	63.56
	-	-	918,939	63.56

The current year's income tax varied from the amount of income tax determined by applicable Singapore statutory income tax rate of 17% (2019: 17%) to the profit before income tax as a result of the following differences:

	2020		2019	
	US$	**₹ Million**	US$	₹ Million
Profit/(Loss) before income tax	**34,118**	**2.57**	8,764	0.61
Income tax at statutory rate	**5,800**	**0.44**	1,490	0.10
Non taxable income	**(5,800)**	**(0.44)**	(1,490)	(0.10)
Over/(under) provision of deferred tax in prior years	-	-	918,939	63.56
	-	-	918,939	63.56

13. IMMEDIATE AND ULTIMATE HOLDING COMPANY

The Company's immediate and ultimate holding company is Bajaj Hindusthan Sugar Limited, a company incorporated in India and listed in Bombay Stock Exchange (BSE).

14. FINANCIAL RISK MANAGEMENT

Financial risk factors

The Company's activities expose it to market risks (including foreign currency risk and interest rate risk), credit risk and liquidity risk. The Company's overall risk management strategy seeks to minimise adverse effects from the unpredictability of financial markets on the Company's financial performance.

(a) Market risks

(i) Foreign currency risk

The Company is exposed to foreign currency risk on transactions that are denominated in currency other than the United States dollars such as Singapore dollars. However, the Company does not use any hedging instruments to protect against the volatility associated with foreign currency purchases and other assets and liabilities created in the normal course of business. The Company's currency exposure to the Singapore dollars based on the information provided to key management is as follows:

(i) Foreign currency risk	**2020**		2019	
	US$	**₹ Million**	US$	₹ Million
Financial Assets				
Cash and cash equivalents	**349,758**	**26.37**	647,721	44.80
Other receivables	**3,510**	**0.26**	4,258	0.29
	353,268	**26.63**	651,979	45.10
Financial liability				
Amount owing to holding company	**(1,684,565)**	**(126.99)**	(1,770,042)	(122.44)
Other payables	**(14,769)**	**(1.11)**	(18,510)	(1.28)
	(1,699,334)	**(128.11)**	(1,788,552)	(123.72)
Net currency exposure on financial liabilities	**(1,346,066)**	**(101.47)**	(1,136,573)	168.81

If against United States dollars, the Singapore dollars had strengthened/weakened by 5% (2019: 5%) with all other variables including tax rate being held constant, the Company's net profit for the financial year would have been higher/lower by approximately US$67,300 (2019: US$56,800) as a result of currency translation losses/gains.

(ii) Interest rate risk

The Company has no significant exposure to market risk for changes in interest rates. No sensitivity analysis has been make as no variable interest rate borrowing.

(b) Credit risk

Credit risk refers to the risk that the counterparty will default on its contractual obligations resulting in a loss to the Company. The Company's exposure to credit risk arises primarily from other receivables and loan to subsidiaries. For other financial assets (including cash and cash equivalents), the Company minimises credit risk by dealing exclusively with high credit rating counterparties.

The Company has adopted a policy of only dealing with creditworthy counterparties. The Company performs ongoing credit evaluation of its counterparties' financial condition and generally do not require a collateral.

The Company considers the probability of default upon initial recognition of asset and whether there has been a significant increase in credit risk on an ongoing basis throughout each reporting period.

Exposure to credit risk

The Company has no significant concentration of credit risk other than loan to subsidiaries. The Company has credit policies and procedures in place to minimise its credit risk exposure.

Other receivables and loan to subsidiaries

The Company assessed the latest performance and financial position of the counterparties, adjusted for the future outlook of the industry in which the counterparties operate in, and concluded that there has been no significant increase in the credit risk since the initial recognition of the financial assets. Accordingly, the Company measured the impairment loss allowance using 12-month ECL and determined that the ECL is insignificant.

(c) Liquidity risk

The Company monitors and maintains a level of cash and cash equivalents deemed adequate by the management to meet its liquidity requirement. Management believes that the Company will have sufficient funding from its holding company to meet its financial obligations as and when they fall due.

Non-derivative financial liabilities

The following table details the remaining contractual maturity for non-derivative financial liabilities. The table has been drawn up based on the undiscounted cash flows of financial liabilities based on the earliest date on which the Company can be required to pay.

(c) Liquidity risk	2020		2019	
	US$	₹ Million	US$	₹ Million
Less than 1 year				
Amount owing to holding company	**1,684,565**	**126.99**	1,770,042	122.44
Other payables	**284,769**	**21.47**	288,510	19.96
	1,969,334	**148.46**	2,058,552	142.39

(d) Fair value measurement

The carrying amounts of cash and cash equivalents, other receivables, loan to subsidiaries, amount owing to holding company and other payables approximate their fair values due to their short-term nature.

(e) Categories of financial instruments

The following table sets out the Company's financial instruments as at the end of the reporting period:

(e) Categories of financial instruments	2020		2019	
	US$	₹ Million	US$	₹ Million
Financial Assets				
Amortised cost				
Loans and receivables				
Cash and cash equivalents	**349,758**	**26.37**	647,721	44.80
Other receivables	**3,510**	**0.26**	4,258	0.29
Loan to subsidiaries	**1,144,510**	**86.28**	894,510	61.87
Financial liability				
Amortised cost				
Amount owing to holding company	**1,684,565**	**126.99**	1,770,042	122.44
Other payables	**284,769**	**21.47**	288,510	19.96

Figures for the year ended March 31, 2020 are converted at the exchange rate prevailing as on 31.03.2020 i.e 1 US$ = INR 75.3859 and as on 31.03.2019 i.e. 1 US$ = INR 69.1713.

15. CAPITAL RISK MANAGEMENT

The Company's objectives when managing capital are to safeguard the Company's ability to continue as a going concern and to maintain an optimal capital structure to maximise shareholder value. In order to maintain or achieve an optimal capital structure, the Company may adjust the amount of dividend payment, return capital to shareholders, issue new shares, buy back issued shares or obtain new borrowings.

The capital structure of the Company comprises issued capital and amount owing to holding company.

The Company is not subject to externally imposed capital requirements. There have been no changes to the Company's overall strategies during the financial years ended 31 March 2020 and 2019.

16. STANDARDS ISSUED BUT NOT YET EFFECTIVE

At the date of authorisation of these financial statements, the following FRS and amendments to FRS that are relevant to the Company were issued but not yet effective:

Description	**Effective for annual periods beginning on or after**
Amendments to References to the Conceptual Framework in FRS Standards	1 April 2020
Amendments to FRS 1 and FRS 8 *Definition of Material*	1 April 2020

The Company has not applied those FRSs and INT FRSs that have been issued but are effective only in next financial year. The Company expects the adoption of the standards will have no material effect on the financial statements in the period of initial application.

17. EVENT AFTER THE REPORTING DATE

The outbreak of COVID-19 and the subsequent quarantine measures imposed by the Singapore and other governments as well as the travel and trade restrictions imposed by Singapore and other countries in early 2020 have caused disruption to businesses and economic activity. The Company considers this to be a non-adjusting post balance sheet event and accordingly the financial effects of COVID-19 have not been reflected in the Company's financial statements as at 31 March 2020.

As the situation remains fluid (due to evolving changes in government policy and evolving business and customer reactions thereto) as at the date these financial statements are authorised for issue, the directors consider that the general economic impacts arising from COVID-19 on the impairment on investment in subsidiaries and amount owing by subsidiaries are not considered necessary at this point in time. Although the mining operation of these subsidiaries has been postponed to early 2021, the main reason is due to overall unfavourable market prices of coal in the current situation. The management is confident that the change in production plan is necessary but this will not affect the viability of the overall investment in coal mining as coal is the major fuel used for generating electricity worldwide. Furthermore, Indonesia is second largest coal producer in the world, therefore, the future prospects for the coal mining investment will be a cash generating unit for the Company.

The economic effects arising from the COVID-19 outbreak are not expected to materially affect the results of the Company for the full year of 2020.

No other matter or circumstance has occurred subsequent to year end that has significantly affected, or may significantly affect, the operations of the Company, the results of those operations or the state of affairs of the Company in subsequent financial year.

SCHEDULE OF OTHER OPERATING EXPENSES FOR THE FINANCIAL YEAR ENDED 31 MARCH 2020

	2020	2019
	US$	US$
Accounting Fees	**2,488**	760
Auditor's remuneration		
- current year	**8,423**	7,228
- under-provision in prior year	**2,005**	1,229
Bank charges	**200**	176
Printing and stationery	**0**	228
	13,116	9,621

The above schedule for opther operating expenses has been prepared for management purposes only and does not form part of the audited financial statements.

STATEMENT OF DIRECTORS REPORT ABOUT

RESPONSIBILITY TO THE FINANCIAL STATEMENT

PT BATU BUMI PERSADA
FOR THE YEAR ENDED DECEMBER 31, 2019 AND 2018

We, the undersigned:

1. Name : Praveen Bansal
   Office Address : Springhill Office Tower Unit 8G Jakarta
   Resident address : D-084 Windosr Park, Vaibhav Khand Indirapuram Ghaziabad, U.P. India
   Telephone :
   Position : President Director

We, the undersigned:

1. Name : Chandan Jain
   Office Address : Springhill Office Tower Unit 8G Jakarta
   Resident address : Apartemen The Mansion Blok Jasmine Town Home Aurora Unit 6TX, Jl Trembesi Blok D Kemayoran, Jakarta Utara 14410
   Telephone : 0812 - 1865 - 1196
   Position : Director

Declare that:

1. We are responsible for the preparation and presentation of PT Batu Bumi Persada ("the Company")
2. The Company's financial statements have been prepared and presented in accordance with Indonesian Financial Accounting Standards.

3a. All the information in the Company's financial statements have been disclosed in a completed and truthful manner.

3b. The Company's financial statements do not contain any incorred information or material facts, nor do they omit information or material facts.

4. We are responsible for the Company's internal control system.

We certify the accuracy of this statment

Chandan Jain
Director

Jakarta
January 21, 2020

Independent Auditors' Report

Report No.: 00004/1158/AU.1/05/1111-3/1/I/2020
Shareholders and Directors

PT BATU BUMI PERSADA

We have audited the accompanying financial statements of PT Batu Bumi Persada (“the Company”), which comprise the statement of financial position as of December 31, 2019, and the statement of comprehensive income, statement of capital deficiency, and statement of the cash flows for the year then ended, and a summary of significant accounting policies.

Management’s Responsibility For The Financial Statements

Management is responsible for the preparation and fair presentation of such financial statements in accordance with Indonesian Financial Accounting Standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on such financial statements based on our audit. We conducted our audit in accordance with Standards on Auditing established by the Indonesian Institute of Certified Public Accountants. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether such financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors’ judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditors consider internal control relevant to the entity’s preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity’s internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of PT Batu Bumi Persada as of December 31, 2019 and its financial performance and cash flows for the year then ended, in accordance with Indonesian Financial Accounting Standards.

Emphasis of Matter

- As disclosed in note 6, the Company has recorded costs incurred in operate as part of assets account. As of the date of report, the Company has not yet operated commercially and cannot be estimated whether the account has future benefits for the Company.
- We draw attention to note 14 to the financial statements which explain that as of December 31, 2019, the Company experienced a capital deficiency caused by the Company not yet operating commercially.

Our opinion is not modified in connection with these matters

Registered Public Accountants
Gideon Adi & Rekan

Bisner Sitanggang, CA., CPA
Public Accountant Registration No. AP.1111
Jakarta, January 21, 2020

STATEMENT OF FINANCIAL POSITION DECEMBER 31, 2019 AND 2018

Particulars	Note	2019 Amount in Indonesia Rupiah	2019 Amount in INR (₹ Million)	2018 Amount in Indonesia Rupiah	2018 Amount in INR (₹ Million)
ASSETS					
Current Assets					
Cash and bank	4	**165,336,034**	**0.75**	159,092,975	0.77
Telecommunication deposit		**3,000,000**	**0.01**	3,000,000	-
Prepaid Expenses	7	**21,333,333**	**0.10**	-	-
Total current assets		**189,669,367**	**0.86**	162,092,975	0.77
Non-current assets					
Fixed assets	5	**245,000,000**	**1.13**	245,000,000	1.20
Exploration and evaluation assets	6	**5,816,283,563**	**26.79**	5,816,283,563	28.28
Total non-current assets		**6,061,283,563**	**27.92**	6,061,283,563	29.48
TOTAL ASSETS		**6,250,952,930**	**28.78**	6,223,376,538	30.25
LIABILITIES AND EQUITY					
Current liabilities					
Due to related party	8	**6,839,294,460**	**31.50**	6,850,538,957	33.31
Tax Payables	9	**665,094**	**-**	-	-
Accrued expenses	10	**20,436,941**	**0.09**	34,552,036	0.17
Total current liabilities		**6,860,396,495**	**31.59**	6,885,090,993	33.48
Equity					
Share capital	11	**5,000,000,000**	**23.03**	5,000,000,000	24.31
Deficits		**(5,609,443,565)**	**(25.84)**	(5,661,714,455)	(27.54)
Total equity		**(609,443,565)**	**(2.81)**	(661,714,455)	(3.23)
TOTAL LIABILITIES AND EQUITY		**6,250,952,930**	**28.78**	6,223,376,538	30.25

The financial statements are translated at the exchange rate as on 31.03.2020 i.e. 1 USD = 1 IDR 16,367 and I USD = 1 INR 75.3859 and as on 31.03.2019 i.e. 1 USD = IDR 14228 and 1 USD = INR 69.1713.

STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED DECEMBER 31, 2019 AND 2018

Particulars	Note	2019 Amount in Indonesia Rupiah	2019 Amount in INR (₹ Million)	2018 Amount in Indonesia Rupiah	2018 Amount in INR (₹ Million)
Operating expense	12	**(219,881,643)**	**(1.01)**	(253,670,257)	(1.24)
Total operating expenses		**(219,881,643)**	**(1.01)**	(253,670,257)	(1.24)
Operating loss		**(219,881,643)**	**(1.01)**	(253,670,257)	(1.24)
Other income / (expenses)					
Foreign exchange	13	**272,093,820**	**1.25**	(431,524,908)	(2.10)
Interest Income	13	**58,713**	**-**	326,685	-
Total other income/ (expenses)		**272,152,533**	**1.25**	(431,198,223)	(2.10)
Profit/ (loss) before income tax		**52,270,890**	**0.24**	(684,868,479)	(3.34)
Income tax		**-**	**-**	-	-
Current		-	-	-	-
Deferred		-	-	-	-
Net Profit/ (Loss)		**52,270,890**	**0.24**	(684,868,479)	(3.34)

The financial statements are translated at the exchange rate as on 31.03.2020 i.e. 1 USD = 1 IDR 16,367 and I USD = 1 INR 75.3859 and as on 31.03.2019 i.e. 1 USD = IDR 14228 and 1 USD = INR 69.1713. .

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED DECEMBER 31, 2019 AND 2018

Particulars	Note	2019 Amount in Indonesia Rupiah	2019 Amount in INR (₹ Million)	2018 Amount in Indonesia Rupiah	2018 Amount in INR (₹ Million)
Cash flows from operating activities					
Net Profit / (Loss)		**52,270,890**	**0.24**	(684,868,479)	(3.34)
Received to related party		**-**	**-**	1,569,705,325	7.63
Increase in prepaid expenses		**(21,333,333)**	**(0.10)**	-	-
Accrued expenses		**(14,115,094)**	**(0.07)**	1,849,075	0.01
Advance against contract		**-**	**-**	(3,483,013,500)	(16.93)
Increse tax payables		**665,094**	**-**	-	-
Net cash (used) by operating activities		**17,487,557**	**0.07**	(2,596,327,579)	(12.63)
Cash flows provided (used) financing activities					
Due to related parties		**(11,244,498)**	**(0.05)**	2,650,658,957	12.89
Net Cash flows provided (used) for financing activities		**(11,244,498)**	**(0.05)**	2,650,658,957	12.89
Net increase / (decrease) in cash and bank		**6,243,059**	**0.02**	54,331,378	0.26
Cash and bank beginning of year		**159,092,975**	**0.73**	104,761,597	0.51
Cash and bank at end of year		**165,336,034**	**0.75**	159,092,975	0.77

The financial statements are translated at the exchange rate as on 31.03.2020 i.e. 1 USD = 1 IDR 16,367 and I USD = 1 INR 75.3859 and as on 31.03.2019 i.e. 1 USD = IDR 14228 and 1 USD = INR 69.1713.

STATEMENT OF CHANGE IN EQUITY FOR THE YEAR ENDED DECEMBER 31, 2019 AND 2018

Particulars	Amount in Indonesia Rupiah			Amount in INR (₹ Million)		
	Share Capital	Deficits	Total Equity	Share Capital	Deficits	Total Equity
Balance December 31, 2017	5,000,000,000	(4,976,845,976)	23,154,024	24.31	(24.20)	0.11
Net profit/ (loss) current year	-	(684,868,479)	(684,868,479)	-	(3.34)	(3.34)
Balance January 01, 2019	**5,000,000,000**	**(5,661,714,455)**	**(661,714,455)**	**23.03**	**(26.08)**	**(3.05)**
Net profit/ (loss) current year	**-**	**52,270,890**	**52,270,890**	**-**	**0.24**	**0.24**
Balance December 31, 2019	**5,000,000,000**	**(5,609,443,565)**	**(609,443,565)**	**23.03**	**(25.84)**	**(2.81)**

The financial statements are translated at the exchange rate as on 31.03.2020 i.e. 1 USD = 1 IDR 16,367 and I USD = 1 INR 75.3859 and as on 31.03.2019 i.e. 1 USD = IDR 14228 and 1 USD = INR 69.1713.

1. GENERAL

PT. BATU BUMI PERSADA (referred as the "company") domiciled with headquarters in Jakarta, Springhill Office Tower Lt 8G, Jl. Benyamin Suaeb Ruas 07 Blok D6, Pademangan Timur, Jakarta Utara 14410 was established in Republic of indonesia on January 3, 2005 based on the notarial deed of Ny. Masneri, SH. No. 01. The Company's articles of Association was approved by the Minister of Justice in a decision letter No. C-01913.HT.01.01.TH.2005 dated January 24, 2005.

The Company's Articles of Association has been amended for several times the latest amendment to the Deed of Shareholder Decision No. 10 dated 27 April 2011 prepared by Tintin Surtini, SH, replacement of notary Surjadi, SH Notarial in Jakarta, This changes had been approved by the Minister of Justice and Human Rights Republic of Indonesia in his Decree No. AHU-45912.AH.01.02. TH 2011 dated September 21, 2011.

The purpose and objective of the Company as per Memorandum of Association (MoA) and Articles of Association (AoA) (as amended till date) is to engage in the business of mining services, including consulting, planning, implementation and testing of equipment in the field of construction of mining (open pit, commissioning mine, mine ventilation, processing and purification, and the road mine), transport for mining and consultation, planning, and testing equipment in field of mining (stripping, loading and removal of rock cover, giving or demolition, excavation, loading and removal of coal or iron ore, nickel and manganese) and processing and purification, (coal processing iron ore, nickel and manganese).

Based on notarial deed of Tintin Surtini, SH, replacement of Surjadi, SH, Notarial in Jakarta No.01 dated April 27, 2011, and was changed with notarial deed of Suwanda, S.H., Notarial in Bogor No.24 dated October 17, 2016, composition of board of commissioners and the director of the Company as of December 31, 2019 and 2018 are as follows :

31 December 20019 and 2018	
Pradeep Parakh	President Commissioner
Alok Kumar Vaish	Commissioner
Praveen Bansal	President Director
Chandan Jain	Director

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Significant accounting policies applied by the Company in preparing the financial statements are as follows :

a. Changes to the Statements of Financial Accounting Standards And Interpretations of Statement of Financial Accounting Standards

The adoption of these new and amended standards and interpretations that are effective beginning January 1, 2018 did not result in substantial changes to the Company's accounting policies and had no material effect on the amounts reported for the current or prior financial years.

- **Amendment to SFAS 2 "Statement of cash flows"**

  The amendment requires entity to explain changes in their liabilities for which cash flows have been, or will be classified as financing activities in the statement of cash flows.

- **Amendment to SFAS 13 investment property"**

  The amendment clarified that to transfer to, or from, investment properties there must be a change in use.

  To conclude if a property has changed use, there should be an assessment of whether the property meets the definition of the investment property. This change must be supported by evidence. It is confirmed that a change in intention, in isolation, is not enough to support a transfer.

- **Amendment to SFAS 15 "Investment in associate and joint venture"**

  The amendment allows venture capital organisations, mutual funds, unit trusts and similar entities to elect measuring their investments in associates or joint ventures at fair value through profit or loss (FVTPL). The Board clarified that this election should be made separately for each associate or joint venture at initial recognition.

- **Amendment to SFAS 16 "Property, plant and equipment**

  The amendment provides the clarification that biological assets that meet the definition of bearer plants are accounted for as fixed assets; definition, recognition and measurement of the bearer plant shall be made in accordance with the relevant standard.

- **Amendment to SFAS 46 "Income taxes"**

  The amendments clarify the requirements for recognising deferred tax assets on unrealized losses.

  The amendments clarify the accounting for deferred tax where an asset is measured at fair value and that fair value is below the asset's tax base. The amendment also clarify certain other aspects of accounting for deferred tax assets.

- **Amendment to SFAS 53 "Share-based payment"**

  The amendment clarifies the measurement basis for cash-settled, share-based payments and the accounting for modifications that change an award from cashsettled to equity- settled. It also introduces an exception to the principles in SFAS 53 that wil require an award to be treated as if it was wholly equity-settled, where an employer is obliged to withhold an amount for the employee's tax obligation associated with a share-based payment and pay that amount to the tax authority.

- **Amendment to SFAS 67 "Disclosure of interests in other entities**"

  The amendment is applicable to interests in entities classified as held-for-sale except for summarised financial information. The objective of SFAS 67 was to provide information about the nature of interests in other entities, risks associated with these interests, and the effect of these interests on financial statements.

- **SFAS 69 "Agriculture"**

  The standard provides definition and recognition criteria for biological assets or agricultural produce. Those assets are measured at fair value less cost to sell with the changes in the carrying amounts recognized in the profit or loss.

  New standards, amendments and interpretations issued but effective for the financial year beginning 1 January 2019 are as folows:

-- **ISFAS 33 "Foreign currency transactions and advance consideration"**

-- **ISFAS 34 "Uncertainty over income tax treatments"**

Certain new accounting standards and interpretations have been published that are not mandatory for the year ended 31 December 2019 and have not been early adopted by the Company. The Company's has assessed the impact of these new standards and interpretations as set out follow:

- **SFAS 71 "Financial instruments"**

SFAF 71 addresses the classification, measurement and derecognition of financial assets and financial liabilities, introduces new rules for hedge accounting and a new impairment model for financial assets.

While the the Company has yet to undertake a detailed assessment of the classification and measurenment of financial assets, debt instruments currently classified as available- for-sale (AfS) financial assets would appear to satisfy the conditions for classification as at fair value through other comprehensive income (FVOCI) and hence there will be no change to the accounting treatment for these assets.

The new standard also introduces expanded disclosure requirements and changes in presentation. These are expected to change the nature and extent of the Company's disclosures about its financial instruments particularly in the year of the adoption of the new standard.

This standard must be applied for financial years commencing on or after 1 January 2020. Early adoption is permitted.

- **Amandment of SFAS 62 "Insurance contracts"**

This amendment is a consequential amendment due to the issuance of SFAS 71. The amended standard provides guidance for entity who's issuing insurance contract, especially insurance company, on how to implementing SFAS 71.

- **SFAS 72 "Revenue from contracts with customers"**

A new standard for the recognition of revenue has been issued. This will replace SFAS 23 which covers contracts for goods and services and SFAS 34 which covers construction contracts.

The new standard is based on the principle that revenue is recognised when control of a good or service transfers to a customer.

The standard permits either a full retrospective or a modified retrospective approach for the adoption.

Management is currently assessing the effects of applying the new standard on the Company's financial statements and has identified the following areas that are likely to be affected:

a. Accounting for the customer loyaltyprogramme – SFAS 23 requires that the total consideration received must be allocated to the points and goods based on relative stand-alone selling prices rather than based on the residual value method; this could result in different amounts being allocated to the goods sold and delay the recognition of a portion of the revenue.

b. Accounting for certain costs incurred infulfilling a contract – certain costs which are currently expensed may need to be recognised as an asset under SFAS 72.

c. Rights of return – SFAS 72 requires separate presentation on the statement of financial position of the right to recover the goods from the customer and the refund liability

This standard must be applied for financial years commencing on or after 1 January 2020. Early adoption is permitted.

- **SFAS 73 "Leases"**

SFAS 73 was issued in September 2017. It will result in almost all leases being recognised on the statement of financial position, as the distinction between operating and finance leases is removed. Under the new standard, an asset (the right to use the leased item) and a financial liability to pay rentals are recognised. The only exceptions are short-term and low value leases.

Some of the commitments may be covered by the exception for short-term and low-value leases and some commitments may relate to arrangements that will not qualify as leases under SFAS 73.

This standard must be applied for financial years commencing on or after 1 January 2020. Early adoption is permitted only for entities that apply SFAS 72. The Company does not intend to adopt the standard before its effective date.

The implementation of other new and amendment accounting do not have potential impact to its financial statements.

b. Basis of Preparation Of Financial Statements

The financial statements have been prepared in accordance with Indonesian Financial Accounting Standards in Indonesia (SAK) comprising of the Statements of Financial Accounting Standards (PSAK) and interpretation Financial Accounting Standards (ISAK) issued by the Board of Financial Accounting Standards of the Indonesian Institute of Accountants.

The Financial statements, except for the statements of cash flows, are prepared under the accrual basis of accounting. The measurement basis used is the historical cost, except for certain accounts which are measured on the bases described in the related accounting policies of each account.

The statements of cash flows have been prepared using indirect method by classifying cash flows into operating, investing and financing activities.

The reporting currency used in the financial statements is Rupiah

Effective January 1, 2014, the Company have adopted PSAK No. 1 (Revised 2014) regulates presentation of financial statements as to, among others, the objective, component of financial statements, fair presentation, materiality and aggregate, offsetting, distinction between current and non-current assets and short-term and long-term liabilities, comparative information, presentation consistency and introduces new disclosures such as, among others, key estimations and judgements, capital management, other comprehensive income, deviation from accounting standards and statement of compliance.

c. Transaction with Related Parties

The related parties are as follows:

1. Indirectly through one or more intermediaries, controls or is controlled by, or under the control along with the company;
2. Associated companies
3. Individuals owning, directly or indirectly, any voting rights in a company that has significant influence, and close relatives of such individuals who can affect or be affected by such individuals in their transactions with the company;
4. Key management persons having authority and responsibility for planning, directing and controlling the activities of which include members of the Board of Commissioners, Directors and Managers of companies and close family members of such individuals;
5. Companies in which a substantial interest in voting power is owned, directly or indirectly by any person described in clause (c) and (d), or the individuals have significant influence over these companies. This includes enterprises owned by members of the Board of Commissioners, Directors, Substantial Shareholders of the company, and companies that have a member of key management in common with the Company.

All transactions with related parties which are related either done or not interest rates or prices, terms and conditions as those conducted by outside parties. Parties that have a special relationship disclosed in the Financial Statements.

d. Cash and cash equivalents

Cash and cash equivalents consist of cash on hand, cash in banks and time deposits with maturity periods of three months or less at the time of placement that are not used as collateral or are not restricted.

The Company statements of cash flows have been prepared using the direct method by classifying the cash flows on the basis of operating, investing and financing activities.

e. Prepaid Expenses

Prepaid Expenses are amortized over their beneficial periods using the straight-line method.

f. Fixed Assets

Fixed assets are stated at cost less accumulated depreciation. Fixed assets, except land, are depreciated using the straight line method over their estimated useful lives as follows:

	Years
Building	10 – 20
Machinery and equipment	10
Transportation equipment	5
Tools and inventory	5

The cost of maintenance and repairs is charged to statements of income as incurred. Significant renewals and betterment are capitalized. When assets are retired or otherwise disposed, the carrying value and the related accumulated depreciation are removed from the accounts and any resulting gains or loss is reflected in the statement of income

g. Exploration and Evaluation Assets

The Company applied PSAK No. 64, “Exploration and Evaluation Assets”. Exploration and evaluation assets represent the expenses incurred in relation with the process of exploring coal mining concession.

h. Foreign Currency Translation

Transactions during the year related to foreign currencies are recorded at the exchange rate at the transaction date. At balance sheet date, all assets and liabilities denominated in foreign currencies are translated into the value of the rupiah exchange rate of Bank Indonesia prevailing on the balance sheet date. Profit or loss on foreign exchange are credited or charged to current operations.

On December 31, 2019 and 2018, Bank Indonesia middle rate used for Rp 13,901 and Rp 14,481 to US$ 1. Profit or loss on foreign exchange are credited or charged to current operations.

i. Net Sales and Expenses Recognized

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Revenue is measured at the fair value of the consideration received, excluding discounts, rebates and sales taxes (VAT).

Expenses are recognized as incurred on an accrual basis.

j. Share capital

Ordinary shares are classified as equity, and incremental costs directly attributable to the issuance of new shares are shown in equity as a deduction, net of tax, from the proceeds.

k. Income Tax

Income tax expense represents the sum of the corporate income tax currently payable and deferred tax.

Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from profit as reported in the statements of comprehensive income because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible.

l. Use of Estimates

The preparation of financial statements in conformity with general accepted accounting principles requires management to make estimates and assumption that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of the revenues and expenses during the reporting. Actual result could differ from those estimates.

m. Impairment of Assets

Management reviews any indication of impairment (recovery) value of assets on the balance sheet date and the possible reduction in the recoverable amount whenever events indicate impairment of assets.

The recoverable value is calculated based on value in use or net selling value, whichever is higher.

The impairment loss is recognized if the carrying amount exceeds the recoverable value. On the other hand, the recovery of impairment loss is recognized when there is indication that the impairment is no longer the case.

Impairment (recovery) value of assets is recognized as an expense (income) in the income statement for the year.

n. Financial Instruments

The Company applies PSAK No. 50 (2014 Revision), "Financial Instruments: Presentation", PSAK No. 55 (2014 Revision), Financial Instruments: Recognition and Measurement ”and PSAK No. 60 (2014 Revision), "Financial Instruments: Disclosures", including PSAK No. 60 (2016 adjustment)

PSAK 50 (Revised 2014) describes the accounting requirements for the presentation of financial instruments, especially for the classification of those instruments in financial assets, financial liabilities and equity instruments. This standard also provides guidance on classifications related to interest rates, dividends and profit / loss, and when financial assets and financial liabilities can be offset.

i) Financial assets

Initial recognition and measurement

The principles in this standard complement the principles for recognizing and measuring financial assets and financial liabilities in PSAK No. 55 (2014 Revision), "Financial Instruments: Recognition and Measurement", and to disclose information about financial instruments in PSAK No. 60 (2014 Revision), "Financial Instruments: Disclosures".

PSAK No. 55 (2014 Revision) deals with, inter alia, initial recognition of financial assets and liabilities, measurement after initial recognition, impairment, derecognition and hedge accounting.

PSAK No. 60 (2014 Revision) requires quantitative and qualitative disclosures in financial statements that enable users to evaluate the significance of financial instruments for financial position and performance, and the nature and level of risk arising from financial instruments in which the entity is exposed during the period and at the end of the reporting period. and how the entity manages those risks. In addition, this standard explains the requirements for disclosure of liquidity risk.

When financial assets are recognized initially, they are measured at fair value, and in the case of financial assets not at fair value through statements of comprehensive income, plus directly attributable transaction costs with acquisition of that financial assets.

Subsequent measurement

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. After initial recognition, such financial assets are carried at amortized cost using the effective interest method, and the related gains and losses are recognized in the statements of comprehensive income when the loans and receivables are derecognized or impaired, as well as through the amortization process.

An allowance is made for uncollectible amounts when there is objective evidence that the Company will not be able to collect the debt Bad debts are written off when identified.

The detail of the accounting policies concerning the impairment of financial assets are disclosed as below.

De-recognition

The financial assets, or which applicable as part of financial assets or part of a Company of similar financial assets, will be de-recognized at the time of:

- The contractual rights to receive cash flows from the financial asset have expired; or
- The Company has transferred its contractual rights to receive cash flows from the financial asset or has assumed an obligation to pay them in full without material delay to a third party under a "pass-through" arrangement and either (a) has transferred all the risks and rewards of the financial asset substantially, or (b) has neither substantially transferred nor retained all the risks and rewards of the financial asset, but has transferred control of the financial asset.

Continuing involvement that fakes the form of a guarantee over the transferred asset is measured at the lowest of the original carrying amount of the asset and the maximum amount of consideration that the Company could be required to repay.

On de-recognition of a financial asset in ifs entirety, the difference between the carrying amount and the sum of (i) the consideration received, including any new asset obtained less any new liability assumed; and (ii) any cumulative gain or loss that has been recognized directly in equity is recognized in the statements of comprehensive income.

Impairment

The Company assesses at each statement of financial position date whether there is any objective evidence that a financial asset or a Company of financial assets is impaired. A financial asset or a Company of financial assets is deemed to be impaired if, and only if, them is objective evidence of impairment as a result of one or more events that has occurred after the initial recognition of the asset (an incurred "loss event), and that loss event has an impact on the estimated future cash flows of the financial asset or the Company of financial assets that can be reliably estimated.

Evidence of impairment may include indications that the debtors or a Company of debtors is experiencing significant financial difficulty, default or delinquency in interest or principal payments, the probability that they will enter bankruptcy or other financial reorganization and when observable data indicate that there is a measurable decrease in the estimated future cash flows, such as changes in arrears or economic conditions that correlate with defaults.

Financial assets carried at amortized cost

For loans and receivables carried at amortized cost, the Company firstly assesses individually whether objective evidence relating impairment for individually significant assets exists, or collectively for financial assets that are not individually significant.

When there is objective evidence that an impairment loss has been incurred, the amount of the loss is measured as the difference between the asset's carrying amount and the present value of estimated future cash flows (excluding future credit losses that have not been incurred). The carrying amount of the asset is reduced through the use of an allowance for impairment account and the amount of the loss is directly recognized in the statements of comprehensive income.

Interest income continues to be accrued on the reduced carrying amount based on the original effective interest rate of asset. Loans together with the associated allowance are written off when there is no realistic prospect of future recovery and all collateral, if any, has been realized or has been transferred to the Company.

If, in the subsequent year, the amount of the estimated impairment loss increases or decreases because of event occurring after the impairment was recognized, the previously recognized impairment loss is increased or reduced by adjusting the allowance for impairment account. The reversal shall not result in an excessive amount of carrying amount of the financial assets over what the amortized cost would have been had the impairment not been recognized at the date the impairment is reversed. The recovery of financial assets is recognized in the statements of comprehensive income.

The present value of the estimated future cash flows is discounted at the financial assets' original effective interest rate. If a loan has a variable interest rate, the discount rate for measuring any impairment loss is the prevailed effective interest rate.

ii) Financial liabilities

Initial recognition and measurement

Financial liabilities within the scope of SFAS No. 55 (Revised 2014) are classified as financial liabilities at fair value through statements of comprehensive income or loans and borrowings. The Company determines the classification of its financial liabilities at initial recognition.

Financial liabilities are initially recognized at their fair values, and in case of loans and borrowings, include directly attributable transaction costs.

As at the statements of financial position date, the Company has no other financial liabilities other than those classified as loans and borrowings.

Subsequent measurement

The Company's financial liabilities include others payable to third parties and accrued expenses.

Liabilities for others payable to third parties and accrued expenses was stated at carrying amounts (notional amounts), which approximate their fair values.

De-recognition

A financial liability is derecognized when it is extinguished, that is when the obligation specified in the contract is discharged or cancelled or expires.

When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing financial liability are substantially modified, such an exchange or modification is treated as de-recognition of the original financial liability and recognition of a new financial liability, and the difference in the respective carrying amounts is recognized in the statements of comprehensive income.

iii) Offsetting of financial instruments

Financial assets and financial liabilities are offset and the net amount reported in the statements of financial position if, and only if, there is a currently enforceable legal right to offset the recognized amounts and there is an intention to settle on a net basis, or to realize the assets and settle the liabilities simultaneously.

iv) Fair value of financial instruments

The fair value of financial instruments that are traded in active markets at each reporting date is determined by referring to quoted market prices at the end of the reporting period, without any deduction for transaction costs.

For financial instruments where there is no active market, the fair value is determined using the appropriate valuation techniques permitted by SFAS No. 55 (Revised 2014) such as using recent arm's length market transactions; referring to the current fair value of another instrument that is substantially the same; discounted cash flow analysis or other valuation models.

3. SOURCES OF ESTIMATED UNCERTAINTIES

The preparation on the Company's financial statements requires management to make Judgments; estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the disclosure of contingent liabilities, at the end of the reporting period. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjusment to the carrying amount of the asset and liability affected in future periods.

The following judgments are made by management in the process of applying the Company's accounting policies that have the most significant effects on the amounts recognized in the financial statements.

Classification of financial assets and liabilties

The Company determines the classifications of certain assets and liabilities as financial assets and financial liabilities by judging if they meet the definition set forth in PSAK No. 55 (Revised 2014).

Estimates and assumptions

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date that have a significant risk of causing a material adjusment to the carrying amounts of assets and liabilities with in the next financial year are disclosed below. The Company based its assumptions and estimates on parameters available when the financial statements were prepared. Existing circumstances and assumptions about future development May change due to market changes or circumstances arising beyond the control of the Company. Such changes are reflected in the assumptions when they occur.

Depreciation of fixed asset

The costs of fixed assets are depreciated on a straight-line method over estimated useful lives. Management estimates the useful lives of these fixed assets to be with in 3 to 20 years. These are common life expectandes applied in the industries where in the Company conducts its businesses. Changes in the expected level of usage and technological development could impact the economic useful lives and the residual value of these assets, and there for future depreciation charges could be revised.

Financial instruments

The Company carries certain financial assets and liabilities at fair values, which requires the use of accounting estimates. While significant componenets of fair value measurement were determined using verifiable objective evidences, the amount of changes in fair values would differ if the Company utilized different valuation methodology. Any changes in fair values of these financial assets and liabilities would affect directly the Company's income or loss.

Income tax

Significant judgment is involved in determining the provision for corporate income tax. There are certain transactions and computation for which the ultimate tax determination is uncertain during the ordinary course of business. The Company recognizes liabilities for expected corporate income tax issues based on estimates of whether additional corporate income tax will be due.

4 CASH AND CASH EQUIVALENT

	2019		2018	
	Amount in Indonesia Rupiah	**Amount in INR (₹ million)**	Amount in Indonesia Rupiah	Amount in INR (₹ million)
Cash on hand	**12,717**	**-**	12,717	-
Bank Mandiri IDR	**25,429,024**	**0.11**	23,251,953	0.11
Bank Mandiri USD	**139,894,293**	**0.64**	135,828,305	0.66
Total cash and cash equivalent	**165,336,034**	**0.75**	159,092,975	0.77

5 FIXED ASSETS

Amount in Indonesia Rupiah

	2019			
	Beginning balance	**Addition**	**Disposal**	**Ending balance**
At cost				
Land of coal stockpile (jetty land)	**245,000,000**	**-**	**-**	**245,000,000**
Book value	**245,000,000**	**-**	**-**	**245,000,000**

Amount in INR (₹ million)

	2019			
	Beginning balance	**Addition**	**Disposal**	**Ending balance**
Land of coal stockpile (jetty land)	**1.13**	**-**	-	**1.13**
Book value	**1.13**	**-**	-	**1.13**

Amount in Indonesia Rupiah

	2018			
	Beginning balance	Addition	Disposal	Ending balance
At cost				
Land of coal stockpile (jetty land)	245,000,000	-	-	245,000,000
Book value	245,000,000	-	-	245,000,000

At cost	Amount in INR (₹ million)			
Land of coal stockpile (jetty land)	1.20	-	-	1.20
Book value	1.20	-	-	1.20

6 EXPLORATION AND EVALUATION ASSETS

	2019		2018	
	Amount in Indonesia Rupiah	**Amount in INR (₹ Million)**	Amount in Indonesia Rupiah	Amount in INR (₹ Million)
Operational cost at site & geologist	**1,231,050,000**	**5.67**	1,231,050,000	5.98
Boring	**1,108,456,555**	**5.11**	1,108,456,555	5.39
Topography and geology	**1,074,863,500**	**4.95**	1,074,863,500	5.23
Rental Office	**1,004,135,714**	**4.63**	1,004,135,714	4.88
Consession's handling	**595,575,000**	**2.74**	595,575,000	2.90
Boring and exploration	**391,503,225**	**1.80**	391,503,225	1.90
Travel on duty	**177,982,676**	**0.82**	177,982,676	0.87
Renovation	**101,244,000**	**0.47**	101,244,000	0.49
Overhead	**11,634,000**	**0.05**	11,634,000	0.06
Others	**119,838,893**	**0.55**	119,838,893	0.58
Total	**5,816,283,563**	**26.79**	5,816,283,563	28.28

Exploration and evaluation assets represent the expenses incurred during the exploration stage of the mining concession.

7 PREPAID EXPENSES

	2019		2018	
	Amount in Indonesia Rupiah	**Amount in INR (₹ Million)**	Amount in Indonesia Rupiah	Amount in INR (₹ Million)
Office Rent	**21,333,333**	**0.10**	-	-
Total	**21,333,333**	**0.10**	-	-

As of December 31, 2019 and 2018, the company has an Prepaid expenses for rent office amounted to Rp 21.333.333 and nil.

8 DUE TO RELATED PARTY

	2019		2018	
	Amount in Indonesia Rupiah	**Amount in INR (₹ Million)**	Amount in Indonesia Rupiah	Amount in INR (₹ Million)
Bajaj Hindusthan (Singapore) Pte. Ltd.	**5,310,183,910**	**24.46**	5,242,122,000	25.49
Global Power Projects (Singapore) Pte. Ltd.	**1,529,110,550**	**7.04**	1,592,910,000	7.74
PT Jangkar Prima	**-**	**-**	15,506,957	0.08
Total	**6,839,294,460**	**31.50**	6,850,538,957	33.31

As of December 31, 2019, the company has a due to related parties, Bajaj Hindusthan Singapore Pte. Ltd and Global Power Projects Singapore Pte. Ltd amounted to US$ 382,000 and US$ 110,000.

The loans has no interest and no specific term of payment.

9 TAX PAYABLE

	2019		2018	
	Amount in Indonesia Rupiah	**Amount in INR (₹ Million)**	Amount in Indonesia Rupiah	Amount in INR (₹ Million)
Withholding tax art 23	**665,094**	**-**	-	-
Total	**665,094**	**-**	-	-

10 ACCRUED EXPENSES

	2019		2018	
	Amount in Indonesia Rupiah	**Amount in INR (₹ Million)**	Amount in Indonesia Rupiah	Amount in INR (₹ Million)
Professional fee	**16,200,000**	**0.07**	30,250,000	0.15
Electricity and Service charges	**4,236,941**	**0.02**	4,302,036	0.02
Total	**20,436,941**	**0.09**	34,552,036	0.17

11 SHARE CAPITAL

Based on Notarial Deed Aryanti Artisari, S.H, M.Kn Number 74 dated February 21, 2017, the composition of the shareholder as of December 31, 2019 and 2018 are as follows:

2019				
Name of shareholders	**Stock**	**% of ownership**	**Nominal value (in Indonesia Rupiah)**	**Amount (in Indonesia Rupiah)**
Bajaj Hindusthan (Singapore) Pte. Ltd.	**49,500**	**0.99**	**100,000**	**4,950,000,000**
Global Power Projects Singapore Pte. Ltd	**500**	**0.01**	**100,000**	**50,000,000**
Total	**50,000**	**1.00**		**5,000,000,000**

2019				
Name of shareholders	**Stock**	**% of ownership**	**Nominal value (in Indonesia Rupiah)**	**Amount in INR (₹ Million))**
Bajaj Hindusthan (Singapore) Pte. Ltd.	**49,500**	**0.99**	**100,000.00**	**22.80**
Global Power Projects Singapore Pte. Ltd	**500**	**0.01**	**100,000.00**	**0.23**
Total	**50,000**	**1.00**		**23.03**

2018				
Name of shareholders	Stock	% of ownership	Nominal value (in Indonesia Rupiah)	Amount (in Indonesia Rupiah)
Bajaj Hindusthan (Singapore) Pte. Ltd.	49,500	0.99	100,000	4,950,000,000
Global Power Projects Singapore Pte. Ltd	500	0.01	100,000	50,000,000
Total	50,000	1.00		5,000,000,000

2018				
Name of shareholders	Stock	% of ownership	Nominal value (in Indonesia Rupiah)	Amount in INR (₹ Million)
Bajaj Hindusthan (Singapore) Pte. Ltd.	49,500	0.99	100,000.00	24.07
Global Power Projects Singapore Pte. Ltd.	500	0.01	100,000.00	0.24
Total	50,000	1.00		24.31

12. OPERATING EXPENSES

	2019		2018	
	Amount in Indonesia Rupiah	**Amount in INR (₹ Million)**	Amount in Indonesia Rupiah	Amount in INR (₹ Million)
Rent expenses	**106,666,667**	**0.49**	124,840,000	0.61
Professional services	**33,000,000**	**0.15**	41,050,000	0.20
Internet and service charge	**62,905,687**	**0.29**	63,512,097	0.31
Bank charges	**2,150,860**	**0.01**	6,613,175	0.03
Tax	**15,014,256**	**0.07**	15,702,239	0.08
Others	**144,173**	**-**	1,952,746	0.01
Total	**219,881,643**	**1.01**	253,670,257	1.24

13. OTHER INCOME (EXPENSES)

	2019		2018	
	Amount in Indonesia Rupiah	**Amount in INR (₹ Million)**	Amount in Indonesia Rupiah	Amount in INR (₹ Million)
Gain (loss) foreign exchange	**272,093,820**	**1.25**	(431,524,908)	(2.10)
Interest Income	**58,713**	**-**	326,685	-
Total	**272,152,533**	**1.25**	(431,198,223)	(2.10)

The financial statements are translated at the exchange rate as on 31.03.2020 i.e. 1 USD = 1 IDR 16,367 and I USD = 1 INR 75.3859 and as on 31.03.2019 i.e. 1 USD = IDR 14228 and 1 USD = INR 69.1713.

14. FINANCIAL RISK MANAGEMENT

The Company principal financial assets comprise cash on hand, banks, and due from related parties. The Company also has various financial liabilities such due to related parties and accrued expenses.

The Company policy is not to undertake hedging transactions for its financial instruments.

The main risks arising from the Company's financial instruments are foreign currency risk and liquidity risk. The Director reviews and approves policies for managing each of these risks, which are described in more details as follows:

Fair value and cash flow interest rate risk

Currently, the Company does not have a formal hedging policy for interest rate exposures.

As of December 31, 2019 and 2018, the Company does not have financial liabilities that are exposed to interest rate risk.

Foreign currency risk

The Company's reporting currency is in Rupiah. The Company faces foreign exchange risk as its cash on hand and in banks, and due to related parties are either denominated in foreign currency (mainly the US Dollar) or whose price is significantly influenced by their benchmark price movements in foreign currencies. Currently, the Company does not have a formal hedging policy for foreign currency exposures. As of December 31, 2019 and 2018, the Company has net liabilities position of monetary assets and liabilities denominated in foreign currency.

As disclosed in note 8, the company has due to related parties is US$ Dollar. But this loans has no interest and no specific term of payment.

Liquidity risk

The Company manages its liquidity profile to be able to finance its capital expenditures and service its maturing debts by maintaining sufficient cash and cash equivalents, and the availability of funding through an adequate amount of committed credit facilities.

The Company regularly evaluates its projected and actual cash flow information and continuously assesses conditions in the financial markets for opportunities.

15. TRANSACTIONS WITH OTHER RECEIVABLE

	2019		2018	
	Percentage to total liabilities		Percentage to total liabilities	
Due to related Parties	**Amount in Indonesia Rupiah**	**%**	Amount in INR (₹ Million)	%
Bajaj Hindusthan Singapore Pte. Ltd	**5,310,183,910**	**77.40%**	5,242,122,000	76.14%
Global Power Projects Singapore Pte. Ltd	**1,529,110,550**	**22.29%**	1,592,910,000	23.14%
PT Jangkar Prima	**-**	**-**	15,506,957	0.23%
Total	**6,839,294,460**	**99.69%**	6,850,538,957	99.50%

Related parties	Relationship with the group	Transactions
Bajaj Hindusthan (Singapore) Pte. Ltd	Holding Company	Due to related parties
Global Power Projects Singapore Pte. Ltd	Holding Company	Due to related parties
PT Jangkar Prima	Entity under common control	Due to related parties

16. GOING CONCERN

The Company is in a capital deficiency poisition as of December 31, 2019 and 2018 amounting to Rp. 5,609,443,565 and Rp 5,661,714,455. This condition is caused by the company not yet in operation because PT Jangkar Prima as the Principal has not yet produced.

In relation to this, Management will implement a cost control policy.

17 . APPROVALS OF FINANCIAL STATEMENTS

The accompanying financial statements have been approved by the Management Company to be issued on January, 21 2020.

STATEMENT OF DIRECTORS REPORT ABOUT

RESPONSIBILITY TO THE FINANCIAL STATEMENT

PT. JANGKAR PRIMA
FOR THE YEAR ENDED DECEMBER 31, 2019 AND 2018

We, the undersigned:

1.	Name	:	Praveen Bansal
	Office Address	:	Springhill Office Tower Unit 8G Jakarta
	Resident address	:	D-084 Windosr Park, Vaibhav Khand Indirapuram Ghaziabad, U.P. India
	Telephone	:	
	Position	:	President Director

We, the undersigned:

1.	Name	:	Chandan Jain
	Office Address	:	Springhill Office Tower Unit 8G Jakarta
	Resident address	:	Apartemen The Mansion Blok Jasmine Town Home Aurora Unit 6TX, JI Trembesi Blok D Kemayoran, Jakarta Utara 14410
	Telephone	:	0812 - 1865 - 1196
	Position	:	Director

Declare that:

1. We are responsible for the preparation and presentation of PT Jangkar Prima ("the Company")
2. The Company's financial statements have been prepared and presented in accordance with Indonesian Financial Accounting Standards.

3a. All the information in the Company's financial statements have been disclosed in a completed and truthful manner.

3b. The Company's financial statements do not contain any incorred information or material facts, nor do they omit information or material facts.

4. We are responsible for the Company's internal control system.

We certify the accuracy of this statment

Chandan Jain
Director

Jakarta

January 21, 2020

Independent Auditors' Report

Report No.: 00003/1158/AU.1/02/1111-3/1/I/2020
Shareholders and Directors

PT JANGKAR PRIMA

We have audited the accompanying financial statements of PT Jangkar Prima ("the Company"), which comprise the statement of financial position as of December 31, 2019, and the statement of comprehensive income, statement of capital deficiency, and statement of the cash flows for the year then ended, and a summary of significant accounting policies.

Management's Responsibility For The Financial Statements

Management is responsible for the preparation and fair presentation of such financial statements in accordance with Indonesian Financial Accounting Standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on such financial statements based on our audit. We conducted our audit in accordance with Standards on Auditing established by the Indonesian Institute of Certified Public Accountants. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether such financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditors consider internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of PT Jangkar Prima as of December 31, 2019 and its financial performance and cash flows for the year then ended, in accordance with Indonesian Financial Accounting Standards.

Emphasis of Matter

We draw attention to note 16 to the financial statements which explain that the Company has not yet operated commercially until coal prices stabilize.
Our opinion is not modified in connection with these matters.

Registered Public Accountants
Gideon Adi & Rekan

Bisner Sitanggang, CA., CPA
Public Accountant Registration No. AP.1111
Jakarta, January 21, 2020

STATEMENT OF FINANCIAL POSITION AS AT DECEMBER 31, 2019 AND 2018

Particulars	Note	2019 Amount in Indonesia Rupiah	2019 Amount in INR (₹ Million)	2018 Amount in Indonesia Rupiah	2018 Amount in INR (₹ Million)
ASSETS					
Current assets					
Cash and cash equivalent	4	**392,678,868**	**1.81**	1,572,657,153	7.66
Due from related partries	16	**-**	**-**	15,506,957	0.08
Advance operation	5	**8,239,937**	**0.04**	28,207,928	0.14
Total current assets		**400,918,805**	**1.85**	1,616,372,038	7.88
Non current assets					
Deposite to Government	7	**1,152,502,533**	**5.31**	-	-
Fixed assets	6	**35,556,026**	**0.17**	14,448,526	0.06
Work in progress	6	**500,000,000**	**2.30**	-	-
Exploration and evaluation assets	8	**1,879,904,060**	**8.66**	1,586,004,060	7.71
Total non-current assets		**3,567,962,619**	**16.44**	1,600,452,586	7.77
TOTAL ASSETS		**3,968,881,424**	**18.29**	3,216,824,624	15.65
LIABILITIES AND CAPITAL DEFICIENCY					
Current liabilities					
Taxes Payable	9	**7,896,722**	**0.04**	4,335,300	0.02
Accrued expenses	11	**39,234,808**	**0.18**	55,712,935	0.27
Total current liabilities		**47,131,530**	**0.22**	60,048,235	0.29
Non-Current liabilities					
Due to related party	10	**17,939,385,963**	**82.63**	15,357,245,310	74.66
Total non-current liabilities		**17,939,385,963**	**82.63**	15,357,245,310	74.66
TOTAL LIABILITIES		**17,986,517,493**	**82.85**	15,417,293,545	74.95
Equity					
Share capital	12	**5,000,000,000**	**23.03**	5,000,000,000	24.31
Deficits		**(19,017,636,068)**	**(87.59)**	(17,200,468,921)	(83.61)
Total equity		**(14,017,636,068)**	**(64.56)**	(12,200,468,921)	(59.30)
TOTAL LIABILITIES AND EQUITY		**3,968,881,424**	**18.29**	3,216,824,624	15.65

The financial statements are translated at the exchange rate as on 31.03.2020 i.e. 1 USD = 1 IDR 16,367 and I USD = 1 INR 75.3859 and as on 31.03.2019 i.e. 1 USD = IDR 14228 and 1 USD = INR 69.1713.

STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED DECEMBER 31, 2019 AND 2018

Particulars	Note	2019 Amount in Indonesia Rupiah	2019 Amount in INR (₹ Million)	2018 Amount in Indonesia Rupiah	2018 Amount in INR (₹ Million)
Operating expenses	13	**2,462,207,304**	**11.34**	2,376,568,730	11.54
Total operating expenses		**2,462,207,304**	**11.34**	2,376,568,730	11.54
Other expenses / (income)	14				
Others		**(645,040,156)**	**(2.97)**	806,123,362	3.92
Total other expenses / (income)		**(645,040,156)**	**(2.97)**	806,123,362	3.92
Loss before income tax		**1,817,167,148**	**8.37**	3,182,692,092	15.46
Income tax		**-**	**-**	-	-
COMPRHENSIVE LOSS		**1,817,167,148**	**8.37**	3,182,692,092	15.46

The financial statements are translated at the exchange rate as on 31.03.2020 i.e. 1 USD = 1 IDR 16,367 and I USD = 1 INR 75.3859 and as on 31.03.2019 i.e. 1 USD = IDR 14228 and 1 USD = INR 69.1713.

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED DECEMBER 31, 2019 AND 2018

Particulars	2019 Amount in Indonesia Rupiah	2019 Amount in INR (₹ Million)	2018 Amount in Indonesia Rupiah	2018 Amount in INR (₹ Million)
Cash flows from operating activities				
Net Profit/ (Loss)	**(1,817,167,148)**	**(8.37)**	(3,182,692,092)	(15.46)
Depreciation	**6,412,500**	**0.03**	4,757,147	0.02
Advances	**19,967,992**	**0.09**	(27,143,136)	(0.13)
Accrued expenses	**(16,478,127)**	**(0.08)**	(181,396,733)	(0.88)
Tax Payable	**3,561,422**	**0.02**	4,335,300	0.02
Increase in Exploration and evalutaion assets	**(293,900,000)**	**(1.35)**	-	-
Net Cash used by operating activities	**(2,097,603,361)**	**(9.66)**	(3,382,139,514)	(16.43)
Cash flows from investing activities				
Addition of fixed assets	**(527,520,000)**	**(2.43)**	(6,840,000)	(0.03)
Net Cash flows used by investing activities	**(527,520,000)**	**(2.43)**	(6,840,000)	(0.03)
Cash flows from financing activities				
Due to related parties	**2,582,140,653**	**11.89**	4,920,373,985	23.92
Due from related parties	**15,506,957**	**0.08**	(15,506,957)	(0.08)
Deposit to Government	**(1,152,502,533)**	**(5.31)**	-	-
Net Cash flows provided by financing activities	**1,445,145,077**	**6.66**	4,904,867,028	23.84
Net increase/ (Decrese) in cash and bank	**(1,179,978,284)**	**(5.43)**	1,515,887,514	7.38
Cash and bank beginning of the year	**1,572,657,152**	**7.24**	56,769,638	0.28
Cash and bank at end of the year	**392,678,868**	**1.81**	1,572,657,152	7.66

The financial statements are translated at the exchange rate as on 31.03.2020 i.e. 1 USD = 1 IDR 16,367 and I USD = 1 INR 75.3859 and as on 31.03.2019 i.e. 1 USD = IDR 14228 and 1 USD = INR 69.1713.

STATEMENT OF CHANGES IN CAPITAL DEFICIENCY FOR THE YEAR ENDED DECEMBER 31, 2019 AND 2018

Particulars	Amount in Indonesia Rupiah			Amount in INR (₹ Million)		
	Share Capital	Deficits	Total Equity	Share Capital	Deficits	Total Equity
Balance January 01, 2018	5,000,000,000	(14,017,776,829)	(9,017,776,829)	24.31	(68.15)	(43.84)
Profit/ (Loss) for the year	-	(3,182,692,092)	(3,182,692,092)	-	(15.46)	(15.46)
Balance January 01, 2019	**5,000,000,000**	**(17,200,468,921)**	**(12,200,468,921)**	**23.03**	**(79.22)**	**(56.19)**
Profit/ (Loss) for the year	**-**	**(1,817,167,148)**	**(1,817,167,148)**	**-**	**(8.37)**	**(8.37)**
Balance December 31, 2019	**5,000,000,000**	**(19,017,636,068)**	**(14,017,636,068)**	**23.03**	**(87.59)**	**(64.56)**

The financial statements are translated at the exchange rate as on 31.03.2020 i.e. 1 USD = 1 IDR 16,367 and I USD = 1 INR 75.3859 and as on 31.03.2019 i.e. 1 USD = IDR 14228 and 1 USD = INR 69.1713.

NOTES TO FINANCIAL STATEMENTS DECEMBER 31, 2019

1. GENERAL

PT. JANGKAR PRIMA (referred as the "company") domiciled with headquarters in Jl Pelita V RT 035 RW 04 Gg. 35-II Buntok Kota, Kec Dusun Selatan, Barito Selatan, Central Borneo was established based on the notarial deed No. 5 dated April 20, 2002, of Tini Rusdhihatie, S.H., a notary in Buntok and are registered in the southern district court Buntok with Number 86/CV/2004 dated August 30, 2004.

The Company's Articles of Association has been amended for several times the latest amendment to the Deed of Shareholder Decision No. 11 dated 11 February 2011 of Notary Tintin Surtini, S.H., Substitute Notary Surjadi, S.H., in Jakarta and was approved by the Minister of Justice and Human Rights Republic of Indonesia in his Decree No. AHU-16148.AH.01.01. TH 2011 dated March 30, 2011.

The company is engaged in mining, Under Decree No, 343 , 2004 Regent Barito, The Company has obtained permission in mining exploration, transport, mining, washing / processing, storage, transportation, and marketing of all products from the mining area of 4,148 Ha of mining area located in Kecamatan Gunung Bintang Awai, South Barito District.

Deed No. 38 of the Notary Surjadi, SH, Notary in Jakarta on 13 January 2012 and has obtained approval from the Minister of Justice and Human Rights Republic of Indonesia, AHU-0558.AH.01.02 2012 on February 2, 2012, concerning paid-in capital and change management.

The company is still in developing stage and has not yet commerce its commerce activities.

Composition of Board of Commissioners and Board of Directors in accordance with notarial deed of Suwanda, S.H., Notarial in Bogor, No. 7 dated January 19, 2017, as of December 31, 2019 and 2018 are as follows:

31 December 2019 and 2018	
President Commissioner	Pradeep Parakh
Commissioner	Alok Kumar Vaish
President Director	Praveen Bansal
Director	Chandan Jain

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

a. Changes to Statements of Financial Accounting Standards (“SFAS”) and Interpretations of Financial Accounting Standards (“IFAS”)

The adoption of the following new interpretations, amendment and annual improvements to accounting standards which are effective from 1 January 2019 did not result in substantial changes to the Company’s accounting policies and had no material effect on the amounts reported in the financial statements for the current period:

- IFAS No. 33, “Foreign Currency Transactions and Advance Consideration”
- IFAS No. 34, “Uncertainty over Income Tax Treatments”
- Amendment to SFAS No. 24, “Employee Benefits - Plan Amendment, Curtsilment or Settlement”
- Amendment to SFAS No. 22, “Business Combinations”
- Amendment to SFAS No. 26, “Borrowing Costs”
- Amendment to SFAS No. 46, “Income Taxes”
- Amendment to SFAS No. 66, “Joint Arrangements”

New standards, amendments, annual improvements and interpretations issued but not yet effective for the financial year beginning 1 January 2019 are as follows:

- SFAS No. 71, “Financial Instruments”
- SFAS No. 72, “Revenue from Contracts with Customers”
- SFAS No. 73, “Leases”
- SFAS No. 112, “Accounting for Endowments”
- Amendment to SFAS No. 1, “Presentation of Financial Statements Concerning the Title of Financial Statements”
- Amendment to SFAS No. 15, “Investments in Associates and Joint Ventures”
- Amendment to SFAS No. 22, “Business Combinations
- Amendment to SFAS No. 25, “Accounting Policies, Accounting Estimates and Errors”
- Amendment to SFAS No. 62, “Insurance Contracts”
- Amendment to SFAS No. 71, “Financial Instruments - Prepayment Features with Negative Compensation”
- Annual improvement to SFAS No. 1, “Presentation of Financial Statements”
- IFAS No. 35, “Presentation of Non-profit Oriented Entity Financial Statements”

The above new standards, amendments, annual improvements and interpretations are effective beginning 1 January 2020, except for SFAS No. 112 and Amendment to SFAS No. 22 which are effective from 1 January 2021.

Early adoption of the above standards is permitted except for IFAS No. 35, Amendment to SFAS No. 1 and SFAS No. 1, while early adoption of SFAS No. 73 is permitted only upon the early adoption of SFAS No. 72.

As at the issuance date of these financial statements, the Company is evaluating the potential impact of these new standards and amendments, annual improvements and interpretations on the Company’s financial statements.

b. Cash and Cash Equivalent

Cash and cash equivalents consist of cash on hand, cash in banks and time deposits with maturity periods of three months or less at the time of placement that are not used as collateral or are not restricted.

The statements of cash flows have been prepared using the direct method by classifying the cash flows on the basis of operating, investing and financing activities.

c. Transaction with Related Parties

The related parties are as follows:

1. Indirectly through one or more intermediaries, controls or is controlled by, or under the control along with the company;
2. Associated companies;
3. Individuals owning, directly or indirectly, any voting rights in a company that has significant influence, and close relatives of such individuals who can affect or be affected by such individuals in their transactions with the company;
4. Key management persons having authority and responsibility for planning, directing and controlling the activities of which include members of the Board of Commissioners, Directors and Managers of companies and close family members of such individuals;
5. Companies in which a substantial interest in voting power is owned, directly or indirectly by any person described in clause (c) and (d), or the individuals have significant influence over these companies, This includes enterprises owned by members of the Board of Commissioners, Directors, Substantial Shareholders of the company, and companies that have a member of key management in common with the Company.

All transactions with related parties which are related either done or not interest rates or prices, terms and conditions as those conducted by outside parties. Parties that have a special relationship disclosed in the Financial Statements.

d. Fixed Assets and Depreciation

Fixed assets are stated at cost less accumulated depreciation. Fixed assets, except land, are depreciated using the straight line method over their estimated useful lives as follows:

	Years
Building	10 – 20
Machinery and equipment	10
Transportation equipment	5
Tools and inventory	5

The cost of maintenance and repairs is charged to statements of income as incurred. Significant renewals and betterment are capitalized. When assets are retired or otherwise disposed, the carrying value and the related accumulated depreciation are removed from the accounts and any resulting gains or loss is reflected in the statement of income.

e. Exploration and Evaluation Assets

Exploration and evaluation activity involves searching for mineral resources after the Company has obtained legal rights to explore in a specific area, determining the technical feasibility and assessing the commercial viability of an identified resource.

Exploration and evaluation expenditure includes costs that are directly attributable to:

- acquisition of rights to explore;
- topographical, geological, geochemical and geophysical studies;
- exploratory drilling;
- trenching and sampling;
- activities involved in evaluating the technical feasibility and commercial viability of extracting of mineral resources.

Exploration and evaluation expenditure related to an area of interest is written off as incurred, unless it is capitalised and carried forward, on an area of interest basis, provided that one of the following conditions is met:

(i) the tenure rights of an area are current and it is considered probable that the costs will be recouped through the successful development and exploitation of the area of interest or, alternatively, through its sale; or

(ii) exploration activities in the area of interest have not yet reached a stage which permits a reasonable assessment of the existence or otherwise of economically recoverable reserves and active and significant operations in or in relation to the area of interest are ongoing.

Capitalised costs include costs directly related to exploration and evaluation activities in the relevant area of interest, and exclude physical assets which are recorded in fixed assets. General and administrative costs are allocated to exploration or evaluation assets only to the extent that those costs can be related directly to operational activities in the relevant area of interest.

Capitalised exploration and evaluation expenditure is written off where the above conditions are no longer satisfied.

Identifiable exploration and evaluation assets acquired in a business combination are recognised initially as assets at fair value upon acquisition, and subsequently at cost less impairment charges. Exploration and evaluation expenditure incurred subsequent to the acquisition of an exploration asset in a business combination is accounted for in accordance with the policy outlined above.

As the exploration and evaluation assets are not available for use, they are not depreciated.

Exploration and evaluation assets are assessed for impairment if facts and circumstances indicate that impairment may exist. Exploration and evaluation assets are also tested for impairment once commercial reserves are found, before the assets are transferred to “mining properties - mines under development”.

Expenditure incurred before the entity has obtained the legal right to explore a specific area is expensed as incurred.

f. Foreign Currency Translation

Ordinary shares are classified as equity, and incremental costs directly attributable to the issuance of new shares are shown in equity as a deduction, net of tax, from the proceeds.

Transactions during the year related to foreign currencies are recorded at the exchange rate at the transaction date. At balance sheet date, all assets and liabilities denominated in foreign currencies are translated into the value of the rupiah exchange rate of Bank Indonesia prevailing on the balance sheet date.

On December 31, 2019 and 2018, Bank Indonesia middle rate used for Rp 13,901 and Rp 14,481 to US$ 1. Profit or loss on foreign exchange are credited or charged to current operations.

g. Revenue and Expenses Recognized

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Revenue is measured at the fair value of the consideration received, excluding discounts, rebates and sales taxes (VAT).

Expenses are recognized as incurred on an accrual basis.

h. Income Tax

Income tax expense represents the sum of the corporate income tax currently payable and deferred tax.

Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from profit as reported in the statements of comprehensive income because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible.

The Company's liability for current corporate income tax is calculated using tax rates based on tax laws that have been enacted or substantively enacted as at the reporting dates.

i. Work in process

Cost inccured in connection with the Company’s on going work in process are classified as work in process. The expenses will be capitalized to the corresponding projects upon their realization or written-off if the work are abonded.

j. Use of Estimates

The preparation of financial statements in conformity with general accepted accounting principles requires management to make estimates and assumption that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of the revenues and expenses during the reporting, Actual result could differ from those estimates.

k. Impairment of Assets

Management reviews any indication of impairment (recovery) value of assets on the balance sheet date and the possible reduction in the recoverable amount whenever events indicate impairment of assets.

The recoverable value is calculated based on value in use or net selling value, whichever is higher.

The impairment loss is recognized if the carrying amount exceeds the recoverable value, On the other hand, the recovery of impairment loss is recognized when there is indication that the impairment is no longer the case.

Impairment (recovery) value of assets is recognized as an expense (income) in the income statement for the year.

l. Financial Instruments

The company applies PSAK No. 50 (2014 Revision), "Financial Instruments: Presentation", PSAK No. 55 (2014 Revision), Financial Instruments: Recognition and Measurement ”and PSAK No. 60 (2014 Revision), "Financial Instruments: Disclosures", including PSAK No. 60 (2016 adjustment)

PSAK 50 (Revised 2014) describes the accounting requirements for the presentation of financial instruments, especially for the classification of those instruments in financial assets, financial liabilities and equity instruments. This standard also provides guidance on classifications related to interest rates, dividends and profit / loss, and when financial assets and financial liabilities can be offset.

i) Financial assets

Initial recognition and measurement

The principles in this standard complement the principles for recognizing and measuring financial assets and financial liabilities in PSAK No. 55 (2014 Revision), "Financial Instruments: Recognition and Measurement", and to disclose information about financial instruments in PSAK No. 60 (2014 Revision), "Financial Instruments: Disclosures".

PSAK No. 55 (2014 Revision) deals with, inter alia, initial recognition of financial assets and liabilities, measurement after initial recognition, impairment, derecognition and hedge accounting.

PSAK No. 60 (2014 Revision) requires quantitative and qualitative disclosures in financial statements that enable users to evaluate the significance of financial instruments for financial position and performance, and the nature and level of risk arising from financial instruments in which the entity is exposed during the period and at the end of the reporting period. and how the entity manages those risks. In addition, this standard explains the requirements for disclosure of liquidity risk.

When financial assets are recognized initially, they are measured at fair value, and in the case of financial assets not at fair value through statements of comprehensive income, plus directly attributable transaction costs with acquisition of that financial assets.

Subsequent measurement

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. After initial recognition, such financial assets are carried at amortized cost using the effective interest method, and the related gains and losses are recognized in the statements of comprehensive income when the loans and receivables are derecognized or impaired, as well as through the amortization process.

An allowance is made for uncollectible amounts when there is objective evidence that the Company will not be able to collect the debt Bad debts are written off when identified.

The detail of the accounting policies concerning the impairment of financial assets are disclosed as below.

De-recognition

The financial assets, or which applicable as part of financial assets or part of a Company of similar financial assets, will be de-recognized at the time of:

- The contractual rights to receive cash flows from the financial asset have expired; or
- The Company has transferred its contractual rights to receive cash flows from the financial asset or has assumed an obligation to pay them in full without material delay to a third party under a "pass-through" arrangement and either (a) has transferred all the risks and rewards of the financial asset substantially, or (b) has neither substantially transferred nor retained all the risks and rewards of the financial asset, but has transferred control of the financial asset.

Continuing involvement that fakes the form of a guarantee over the transferred asset is measured at the lowest of the original carrying amount of the asset and the maximum amount of consideration that the Company could be required to repay.

On de-recognition of a financial asset in ifs entirety, the difference between the carrying amount and the sum of (i) the consideration received, including any new asset obtained less any new liability assumed; and (ii) any cumulative gain or loss that has been recognized directly in equity is recognized in the statements of comprehensive income.

Impairment

The Company assesses at each statement of financial position date whether there is any objective evidence that a financial asset or a Company of financial assets is impaired, A financial asset or a Company of financial assets is deemed to be impaired if, and only if, them is objective evidence of impairment as a result of one or more events that has occurred after the initial recognition of the asset (an incurred "loss event), and that loss event has an impact on the estimated future cash flows of the financial asset or the Company of financial assets that can be reliably estimated.

Evidence of impairment may include indications that the debtors or a Company of debtors is experiencing significant financial difficulty, default or delinquency in interest or principal payments, the probability that they will enter bankruptcy or other financial reorganization and when observable data indicate that there is a measurable decrease in the estimated future cash flows, such as changes in arrears or economic conditions that correlate with defaults.

Financial assets carried at amortized cost

For loans and receivables carried at amortized cost, the Company firstly assesses individually whether objective evidence relating impairment for individually significant assets exists, or collectively for financial assets that are not individually significant.

When there is objective evidence that an impairment loss has been incurred, the amount of the loss is measured as the difference between the asset's carrying amount and the present value of estimated future cash flows (excluding future credit losses that have not been incurred). The carrying amount of the asset is reduced through the use of an allowance for impairment account and the amount of the loss is directly recognized in the statements of comprehensive income.

Interest income continues to be accrued on the reduced carrying amount based on the original effective interest rate of asset. Loans together with the associated allowance are written off when there is no realistic prospect of future recovery and all collateral, if any, has been realized or has been transferred to the Company.

If, in the subsequent year, the amount of the estimated impairment loss increases or decreases because of event occurring after the impairment was recognized, the previously recognized impairment loss is increased or reduced by adjusting the allowance for impairment account. The reversal shall not result in an excessive amount of carrying amount of the financial assets over what the amortized cost would have been had the impairment not been recognized at the date the impairment is reversed, The recovery of financial assets is recognized in the statements of comprehensive income.

The present value of the estimated future cash flows is discounted at the financial assets' original effective interest rate. If a loan has a variable interest rates, the discount rate for measuring any impairment loss is the prevailed effective interest rate.

Initial recognition and measurement

Financial liabilities are classified as financial liabilities at fair value through statements of comprehensive income or loans and borrowing. The Company determines the classification of its financial liabilities at initial recognition.

Financial liabilities are initially recognized at their fair values, and in case of loans and borrowings, include directly attributable transaction costs.

As at the statements of financial position date, the Company has no other financial liabilities other than those classified as loans and borrowings.

Subsequent measurement

The Company's financial liabilities include others payable to third parties and accrued expenses.

Liabilities for others payable to third parties and accrued expenses was stated at carrying amounts (notional amounts), which approximate their fair values.

De-recognition

A financial liability is derecognized when it is extinguished, that is when the obligation specified in the contract is discharged or cancelled or expires.

When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing financial liability are substantially modified, such an exchange or modification is treated as de-recognition of the original financial liability and recognition of a new financial liability, and the difference in the respective carrying amounts is recognized in the statements of comprehensive income.

iii) Offsetting of financial instruments

Financial assets and financial liabilities are offset and the net amount reported in the statements of financial position if, and only if, there is a currently enforceable legal right to offset the recognized amounts and there is an intention to settle on a net basis, or to realize the assets and settle the liabilities simultaneously.

iv) Fair value of financial instruments

The fair value of financial instruments that are traded in active markets at each reporting date is determined by referring to quoted market prices at the end of the reporting period, without any deduction for transaction costs.

For financial instruments where there is no active market, the fair value is determined using the appropriate such as using recent arm's length market transactions; referring to the current fair value of another instrument that is substantially the same; discounted cash flow analysis or other valuation models.

3. SOURCES OF ESTIMATED UNCERTAINTIES

The preparation on the Company's financial statements requires management to make Judgments; estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the disclosure of contingent liabilities, at the end of the reporting period. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjusment to the carrying amount of the asset and liability affected in future periods.

The following judgments are made by management in the process of applying the Company's accounting policies that have the most significant effects on the amounts recognized in the financial statements.

Classification of financial assets and liabilties

The Company determines the classifications of certain assets and liabilities as financial assets and financial liabilities by judging if they meet the definition set forth in PSAK No. 55 (Revised 2014).

Estimates and assumptions

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date that have a significant risk of causing a material adjusment to the carrying amounts of assets and liabilities with in the next financial year are disclosed below. The Company based its assumptions and estimates on parameters available when the financial statements were prepared. Existing circumstances and assumptions about future development May change due to market changes or circumstances arising beyond the control of the Company. Such changes are reflected in the assumptions when they occur.

Depreciation of fixed asset

The costs of fixed assets are depreciated on a straight-line method over estimated useful lives. Management estimates the useful lives of these fixed assets to be with in 3 to 20 years. These are common life expectandes applied in the industries where in the Company conducts its businesses. Changes in the expected level of usage and technological development could impact the economic useful lives and the residual value of these assets, and there for future depreciation charges could be revised.

Financial instruments

The Company carries certain financial assets and liabilities at fair values, which requires the use of accounting estimates. While significant componenets of fair value measurement were determined using verifiable objective evidences, the amount of changes in fair values would differ if the Company utilized different valuation methodology. Any changes in fair values of these financial assets and liabilities would affect directly the Company's income or loss.

Income tax

Significant judgment is involved in determining the provision for corporate income tax. There are certain transactions and computation for which the ultimate tax determination is uncertain during the ordinary course of business. The Company recognizes liabilities for expected corporate income tax issues based on estimates of whether additional corporate income tax will be due.

4. CASH AND CASH EQUIVALENT

	2019		2018	
	Amount in Indonesia Rupiah	**Amount in INR (₹ Million)**	Amount in Indonesia Rupiah	Amount in INR (₹ Million)
Cash and bank				
Cash on hand	**4,187,358**	**0.02**	337,805	-
Banks				
- Bank Mandiri (Indonesian Rupiah)	**60,460,459**	**0.28**	75,604,459	0.37
- Bank Mandiri (USD)	**328,031,051**	**1.51**	1,496,714,889	7.28
Total	**392,678,868**	**1.81**	1,572,657,153	7.66

5. Advance

	2019		2018	
	Amount in Indonesia Rupiah	**Amount in INR (₹ Million)**	Amount in Indonesia Rupiah	Amount in INR (₹ Million)
Advance operation	**8,239,937**	**0.04**	28,207,928	0.14
Total	**8,239,937**	**0.04**	28,207,928	0.14

6. FIXED ASSET

Amount in Indonesia Rupiah

	2019			
	Beginning balance	Addition	Disposal	Ending balance
At Cost				
Motor cycle	18,122,000	21,930,000	(18,122,000)	21,930,000
Office equipment	49,832,000	5,590,000	-	55,422,000
	67,954,000	27,520,000	(18,122,000)	77,352,000
Accumulated Depreciation				
Motor cycle	18,122,000	1,096,500	(18,122,000)	1,096,500
Office equipment	35,383,474	5,316,000	-	40,699,474
	53,505,474	6,412,500	(18,122,000)	41,795,974
Book value	14,448,526			35,556,026
Capital work in progress	-	500,000,000	-	500,000,000

Amount in INR (₹ Million)

	2019			
	Beginning balance	Addition	Disposal	Ending balance
At Cost				
Motor cycle	0.08	0.10	(0.08)	0.10
Office equipment	0.23	0.03	-	0.26
	0.31	0.13	(0.08)	0.36
Accumulated Depreciation				
Motor cycle	0.08	0.01	(0.08)	0.01
Office equipment	0.16	0.02	-	0.18
	0.24	0.03	(0.08)	0.19
Book value	0.07	0.10	-	0.17
Capital work in progress	-	2.30	-	2.30

Amount in Indonesia Rupiah

	2018			
	Beginning balance	Addition	Disposal	Ending balance
At Cost				
Motor cycle	18,122,000	-	-	18,122,000
Office equipment	42,992,000	6,840,000	-	49,832,000
	61,114,000	6,840,000	-	67,954,000
Accumulated Depreciation				
Motor cycle	16,848,563	1,273,437	-	18,122,000
Office equipment	31,899,762	3,483,712	-	35,383,474
	48,748,325	4,757,149	-	53,505,474
Book value	12,365,675			14,448,526

Amount in INR (₹ Million)

	2018			
	Beginning Balance	Addition	Disposal	Ending Balance
At Cost				
Motor cycle	0.09	-	-	0.09
Office equipment	0.21	0.03	-	0.24
	0.30	0.03	-	0.33
Accumulated Depreciation				
Motor cycle	0.08	0.01	-	0.09
Office equipment	0.16	0.02	-	0.18
	0.24	0.03	-	0.27
Book value	0.06			0.06

As of December 31, 2019, the Company had assets in progress amounting to Rp 500,000,000. Asset in progress is the work of installing the boundary markings PT. Jangkar Prima covering an area of 4,148 hectares in the area of Gunung Bintang Awai District, South Barito Regency, Central Kalimantan Province, which is still in the process of being finalized.

7. RESTRICTED TIME DEPOSITS

This account is a deposit placement in PT Bank Pembangunan Kalteng. The deposit is a guarantee for reclamation and post-mining. As of December 31, 2019, the Deposit balance was Rp 1,152,502,533 with an interest rate of 6.00%.

8. EXPLORATION AND EVALUATION ASSETS

	2019		2018	
	Amount in Indonesia Rupiah	Amount in INR (₹ Million)	Amount in Indonesia Rupiah	Amount in INR (₹ Million)
Lease assets	625,000,000	2.88	625,000,000	3.04
License/ permit	903,705,760	4.16	609,805,760	2.96
Overheads	135,200,000	0.62	135,200,000	0.66
Travelling	90,898,300	0.42	90,898,300	0.44
Exploration	23,800,000	0.11	23,800,000	0.12
Others	101,300,000	0.47	101,300,000	0.49
Total	1,879,904,060	8.66	1,586,004,060	7.71

Exploration and evaluation assets represent the expenses incurred during the exploration stage of the mining concession.

9. TAXES PAYABLES

	2019		2018	
	Amount in Indonesia Rupiah	Amount in INR (₹ Million)	Amount in Indonesia Rupiah	Amount in INR (₹ Million)
Withholding tax art 21	4,596,722	0.02	-	-
Withholding tax art 23	3,300,000	0.02	4,335,300	0.02
Total	7,896,722	0.04	4,335,300	0.02

10. DUE TO RELATED PARTY

	2019		2018	
	Amount in Indonesia Rupiah	**Amount in INR (₹ Million)**	Amount in Indonesia Rupiah	Amount in INR (₹ Million)
Global Power Projects Singapore Pte. Ltd.	**7,339,730,640**	**33.81**	7,645,968,000	37.17
Bajaj Hindusthan(Singapore) Pte Ltd.	**10,599,655,323**	**48.82**	7,711,277,310	37.49
Total	**17,939,385,963**	**82.63**	15,357,245,310	74.66

As of December 31, 2019, the company has a due to related parties, Global Power Projects Singapore Pte, Ltd amounted to US$ 528,000 Bajaj Hindusthan (Singapore) Pte, Ltd, amounted to US$ 762.510.

The loans has no interest and no maturity limit.

11. ACCRUED EXPENSES

	2019		2018	
	Amount in Indonesia Rupiah	**Amount in INR (₹ Million)**	Amount in Indonesia Rupiah	Amount in INR (₹ Million)
Professional fee	**39,234,808**	**0.18**	52,750,000	0.26
Salary Expenses	**-**	**-**	2,962,935	0.01
Total	**39,234,808**	**0.18**	55,712,935	0.27

12. SHARE CAPITAL

Based on Notarial Deed of Suwanda, SH., Mkn, Number 07 dated July 19, 2016 the composition of shareholder and percentage of ownership of the Company as of December 31, 2019 and 2018 are as follow:

	2019			
Name of Share Holders	**Stock**	**% of owner-ship**	**Nominal value (in indonesia Rupiah)**	**Amount (in indonesia Rupiah)**
Bajaj Hindusthan (Singapore) Pte. Ltd.	**49,940**	**99.88**	**100,000**	**4,994,000,000**
Global Power Projects Singapore Pte. Ltd.	**60**	**0.12**	**100,000**	**6,000,000**
	50,000	**100.00**		**5,000,000,000**

	2019			
Name of Share Holders	**Stock**	**% of owner-ship**	**Nominal value (in indonesia Rupiah)**	**Amount in INR (₹ Million)**
Bajaj Hindusthan (Singapore) Pte. Ltd.	**49,940**	**99.88**	**100,000**	**23.00**
Global Power Projects Singapore Pte. Ltd.	**60**	**0.12**	**100,000**	**0.03**
	50,000	**100.00**		**23.03**

	2018			
Name of Share Holders	Stock	% of ownership	Nominal value (in indonesia Rupiah)	Amount (in indonesia Rupiah)
Bajaj Hindusthan (Singapore) Pte. Ltd.	49,940	99.88	100,000	4,994,000,000
Global Power Projects Singapore Pte. Ltd.	60	0.12	100,000	6,000,000
	50,000	100.00		5,000,000,000

	2018			
Name of Share Holders	Stock	% of ownership	Nominal value (in indonesia Rupiah)	Amount in INR (₹ Million)
Bajaj Hindusthan (Singapore) Pte. Ltd.	49,940	99.88	100,000	24.28
Global Power Projects Singapore Pte. Ltd.	60	0.12	100,000	0.03
	50,000	100.00		24.31

13. OPERATING EXPENSES

	2019		2018	
	Amount in Indonesia Rupiah	**Amount in INR (₹ Million)**	Amount in Indonesia Rupiah	Amount in INR (₹ Million)
Management services	**1,266,003,300**	**5.83**	-	-
Salaries	**318,616,992**	**1.47**	229,512,826	1.12
Office rental	**20,000,000**	**0.09**	12,500,000	0.06
Professional services	**33,000,000**	**0.15**	74,800,000	0.36
General expense	**74,780,645**	**0.34**	52,013,177	0.25
Travelling	**87,950,618**	**0.41**	29,660,325	0.14
Internet, electricity and office phone	**13,043,600**	**0.06**	14,952,345	0.07
Depreciation	**6,412,500**	**0.03**	4,757,149	0.02
Technical services	**-**	**-**	1,258,981,500	6.12
Others	**642,399,649**	**2.96**	699,391,408	3.40
Total	**2,462,207,304**	**11.34**	2,376,568,730	11.54

14. Other Income (Expenses)

	2019		2018	
	Amount in Indonesia Rupiah	**Amount in INR (₹ Million)**	Amount in Indonesia Rupiah	Amount in INR (₹ Million)
Gain/(loss) foreign exchange	**635,374,771**	**2.92**	2,990,744	0.01
Gain from selling assets	**7,800,000**	**0.04**	-	-
Interest income	**5,593,149**	**0.03**	-	-
Bank charges	**(3,727,763)**	**(0.02)**	(809,114,106)	(3.93)
	645,040,157	**2.97**	(806,123,362)	(3.92)

The financial statements are translated at the exchange rate as on 31.03.2020 i.e. 1 USD = 1 IDR 16,367 and I USD = 1 INR 75.3859 and as on 31.03.2019 i.e. 1 USD = IDR 14228 and 1 USD = INR 69.1713.

15. FINANCIAL RISK MANAGEMENT

The Company principal financial assets comprise cash on hand, banks and due from related party. The Company also has various financial liabilities such as due to related party and accrued expenses.

The Company policy is not to undertake hedging transactions for its financial instruments.

The main risks arising from the Company's financial instruments are foreign currency risk and liquidity risk, The Director reviews and approves policies for managing each of these risks, which are described in more details as follows:

Fair value and cash flow interest rate risk

Currently, the Company does not have a formal hedging policy for interest rate exposures.

As of December 31, 2019 and 2018, the Company does not have financial liabilities that are exposed to interest rate risk.

Foreign currency risk

The Company's reporting currency is in Rupiah. The Company faces foreign exchange risk as its cash on hand and in banks, receivables and payables to related parties are denominated in foreign currency (mainly the US Dollar) and whose price is significantly influenced by their benchmark price movements in foreign currencies.

Currently, the Company does not have any formal hedging policy for foreign currency exposures. As of December 31, 2019 and 2018, the Company has net assets position of monetary assets and liabilities denominated in foreign currency.

As disclosed in note 10, the company has due to related party is US$ Dollar. But this loans has no interest and no specific term of payment.

Liquidity risk

The Company manages its liquidity profile to be able to finance its capital expenditures and service its maturing debts by maintaining sufficient cash and bank, and the availability of funding through an adequate amount of committed credit facilities.

The Company regularly evaluates its projected and actual cash flow information and continuously assesses conditions in the financial markets for opportunities.

16. TRANSACTIONS WITH RELATED PARTIES

Significant transactions with related parties are as follows:

a. Due from Related Parties

	2019		
	Amount in Indonesia Rupiah	**Amount in INR (₹ Millio)n**	**Percentage to total Assets %**
Due from related Parties			
PT Batu Bumi Persada	-	-	-

	2018		
	Amount in Indonesia Rupiah	Amount in INR (₹ Millio)n	Percentage to total Assets %
Due from related Parties			
PT Batu Bumi Persada	15,506,957	0.08	0.48

b. Due to Related Parties

	2019		
	Amount in Indonesia Rupiah	**Amount in INR (₹ Millio)n**	**Percentage to total Assets %**
Global Power Projects Singapore Pte. Ltd	**7,339,730,640**	**33.81**	**40.81**
Bajaj Hindusthan (Singapore) Pte. Ltd	**10,599,655,323**	**48.82**	**58.93**
	17,939,385,963	**82.63**	**99.74**

	2018		
	Amount in Indonesia Rupiah	Amount in INR (₹ Millio)n	Percentage to total Assets %
Global Power Projects Singapore Pte. Ltd	7,645,968,000	37.17	49.59
Bajaj Hindusthan (Singapore) Pte. Ltd	7,711,277,310	37.49	50.02
	15,357,245,310	74.66	99.61

Related parties	**Relationship with the group**	**Transactions**
Global Power Projects Singapore Pte. Ltd	Holding Company	Due to Related Parties
Bajaj Hindusthan (Singapore) Pte. Ltd	Holding Company	Due to Related Parties
PT Jangkar Prima	Entity under common control	Due from Related Parties

17. MANAGEMENT PLAN

Based on Management Plan Letter No.01 / PTJP-MNGT / I / 2020 dated January 10, 2020, it states that the Company has obtained the necessary statutory permissions to start mining activities located in South Barito, Central Kalimantan. However, seeing the unstable coal prices make the Company plan not to conduct commercial coal mining operations in 2020. Management will continue to monitor market dynamics and will start commercial production if coal prices have improved. As long as the Company has not yet commenced its commercial production activities, Shareholders will support the Company's operations using additional capital or loans. Once the Company starts production when the coal price is stable, the Company will repay the funds received previously, starting income from production.

18. APPROVAL OF FINANCIAL STATEMENTS

The accompanying financial statements have been approved by the Management Company to be issued on January 21, 2020.

NOTES

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REPORTS AND ACCOUNTS OF SUBSIDIARY COMPANIES 2019 - 2020