G. D. Singhal & Associates
Chartered Accountants
Malwal Road, Ferozepur City,
Punjab 152002, India

Walker Chandiok & Co LLP
Chartered Accountants
21st floor, DLF Square,
DLF Phase II, Gurugram 122002

Independent Auditor's Report

To the Members of SAEL Industries Limited

Report on the Audit of the Standalone financial statements

Opinion

1. We have audited the accompanying standalone financial statements of SAEL Industries Limited ('the Company'), which comprise the Standalone Balance Sheet as at 31 March 2024, the Standalone Statement of Profit and Loss (including Other Comprehensive Income), the Standalone Statement of Cash Flow and the Standalone Statement of Changes in Equity for the year then ended, and notes to the standalone financial statements, including material accounting policy information and other explanatory information.

2. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone 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 Indian Accounting Standards ('Ind AS') specified under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015 and other accounting principles generally accepted in India, of the state of affairs of the Company as at 31 March 2024, and its loss (including other comprehensive income), its cash flows and the changes in equity for the year ended on that date.

Basis for Opinion

3. We conducted our audit in accordance with the Standards on Auditing 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 Standalone financial statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ('ICAI') together with the ethical requirements that are relevant to our audit of the 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 opinion.

Information other than the financial statements and Auditor's Report thereon

4. The Company's Board of Directors are responsible for the other information. Other information does not include the standalone financial statements and our auditor's report thereon.

   Our opinion on the standalone 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 standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

   The Director Report is not made available to us at the date of this auditor's report. We have nothing to report in this regard.

G. D. SINGHAL & ASSOCIATES FRN : 017648N FEROZEPUR CITY CHARTERED ACCOUNTANTS

WALKER CHANDIOK & CO LLP CHARTERED ACCOUNTANTS

Responsibilities of Management and Those Charged with Governance for the Standalone financial statements

5. The accompanying standalone financial statements have been approved by the Company's Board of Directors. The Company's Board of Directors are responsible for the matters stated in section 134(5) of the Act with respect to the preparation and presentation of these standalone 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 Ind AS specified under section 133 of the Act and other accounting principles generally accepted in India. 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.

6. 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.

7. The Board of Directors is also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Standalone financial statements

8. 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 Standards on Auditing 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.

9. As part of an audit in accordance with Standards on Auditing, specified under section 143(10) of the Act 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 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 Board of Directors' 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; and

- 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.

10. 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.

Report on Other Legal and Regulatory Requirements

11. As required by section 197(16) of the Act based on our audit, we report that the Company has paid remuneration to its directors during the year in accordance with the provisions of and limits laid down under section 197 read with Schedule V to the Act.

12. As required by the Companies (Auditor's Report) Order, 2020 ('the Order') issued by the Central Government of India in terms of section 143(11) 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.

13. Further to our comments in Annexure A, as required by section 143(3) of the Act based on our audit, we report, to the extent applicable, 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 purpose of our audit of the accompanying standalone financial statements;

    b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books except for the matters stated in paragraph 13(h)(vi) below on reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 (as amended);

    c) The standalone financial statements dealt with by this report are in agreement with the books of account;

    d) In our opinion, the aforesaid standalone financial statements comply with Ind AS specified under section 133 of the Act;

    e) On the basis of the written representations received from the directors and taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2024 from being appointed as a director in terms of section 164(2) of the Act;

    f) The modification relating to the maintenance of accounts and other matters connected therewith are as stated in paragraph 13(b) above on reporting under section 143(3)(b) of the Act and paragraph 13(h)(vi) below on reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 (as amended);

    g) With respect to the adequacy of the internal financial controls with reference to financial statements of the Company as on 31 March 2024 and the operating effectiveness of such controls, refer to our separate report in Annexure B wherein we have expressed an unmodified opinion; and

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 (as amended), 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 litigation which would impact its financial position as at 31 March 2024;

ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses as at 31 March 2024

iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company during the year ended 31 March 2024.

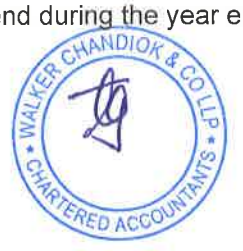
iv.

a. The management has represented that, to the best of its knowledge and belief, other than as disclosed in note 39 to the standalone financial statements, no funds have been advanced or loaned or invested (either from borrowed funds or securities premium or any other sources or kind of funds) by the Company to or in any person(s) or entity(ies), including foreign entities ('the intermediaries'), with the understanding, whether recorded in writing or otherwise, that the intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ('the Ultimate Beneficiaries') or provide any guarantee, security or the like on behalf the Ultimate Beneficiaries;

b. The management has represented that, to the best of its knowledge and belief, other as disclosed in note 39 to the standalone financial statements, no funds have been received by the Company from any person(s) or entity(ies), including foreign entities ('the Funding Parties'), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ('Ultimate Beneficiaries') or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and

c. Based on such audit procedures performed as considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the management representations under sub-clauses (a) and (b) above contain any material misstatement.

v. The Company has not declared or paid any dividend during the year ended 31 March 2024.





G. D. Singhal & Associates
Chartered Accountants
Malwal Road, Ferozepur City,
Punjab 152002, India

Walker Chandiok & Co LLP
Chartered Accountants
21st floor, DLF Square,
DLF Phase II, Gurugram 122002

vi. As stated in note 42 to the standalone financial statements and based on our examination which included test checks, except for instance mentioned below, the Company, in respect of financial year commencing on 1 April 2023, has used an accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has been operated throughout the year for all relevant transactions recorded in the software. Further, during the course of our audit we did not come across any instance of audit trail feature being tampered with, other than the consequential impact of the exception given below.

Nature of exception noted	Details of exception
Instances of accounting software for maintaining books of account for which the feature of recording audit trail (edit log) facility was not operated throughout the year for all relevant transactions recorded in the software	The audit trail feature was not enabled at the database level for accounting software to log any direct data changes, used for maintenance of all accounting records by the Company.

For **G. D. Singhal & Associates**
Chartered Accountants
Firm registration no.: 017648N

Gagan Deep Singhal
Partner
Membership no: 098947
UDIN: 24098947BKFCVT3634

Place: New Delhi
Date: 28 May 2024

For **Walker Chandiok & Co LLP**
Chartered Accountants
Firm registration no: 001076N/ N50013

Tarun Gupta
Partner
Membership no: 507892
UDIN: 24507892BKEITS1349

Place: New Delhi
Date: 28 May 2024

Annexure A referred to in Paragraph 12 of the Independent Auditor's Report of even date to the members of SAEL Industries Limited on the standalone financial statements for the year ended 31 March 2024

In terms of the information and explanations sought by us and given by the Company and the books of account and records examined by us in the normal course of audit, and to the best of our knowledge and belief, we report that:

(i) (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of property, plant and equipment and right of use assets.

(B) The Company does not have any intangible assets and accordingly, reporting under clause 3(i)(a)(B) of the Companies (Auditor's Report) Order, 2020 (hereinafter referred to as 'the Order') is not applicable to the Company.

(b) The Company has a regular programme of physical verification of its property, plant and equipment and capital work-in-progress and relevant details of right-of-use assets under which the assets are physically verified in a phased manner over a period of three years, which in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. In accordance with this programme, certain property, plant and equipment were verified during the year and no material discrepancies were noticed on such verification.

(c) The Company does not own any immovable property(other than properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee). Accordingly, reporting under clause 3(i)(c) of the Order is not applicable to the Company.

(d) The Company has adopted cost model for its Property, Plant and Equipment (including right-of-use assets) and intangible assets. Accordingly, reporting under clause 3(i)(d) of the Order is not applicable to the Company.

(e) No proceedings have been initiated or are pending against the Company for holding any benami property under the Prohibition of Benami Property Transactions Act, 1988 (as amended) and rules made thereunder.

(ii) (a) The management has conducted physical verification of inventory at reasonable intervals during the year, except for goods-in-transit. In our opinion, the coverage and procedure of such verification by the management is appropriate and no discrepancies of 10% or more in the aggregate for each class of inventory were noticed as compared to book records.

(b) As disclosed in note 39(x) to the standalone financial statements, the Company has been sanctioned a working capital limit in excess of Rs. 50.00 million by banks based on the security of current assets. The quarterly returns, in respect of the working capital limits have been filed by the Company with such banks and such statements are in agreement with the books of account of the Company for the respective periods, which were not subject to audit/ review.

(iii) The Company has not made investments in, provided any guarantee or security or granted any loans or advances in the nature of loans to firms and limited liability partnerships during the year. The Company has not provided any security or granted any advances in the nature of loans to companies during the year.
Further, the Company has made investments in and granted unsecured loans to companies, during the year, in respect of which:

G. D. SINGHAL & ASSOCIATES * CHARTERED ACCOUNTANTS * FRN : 017648N FEROZEPUR CITY

WALKER CHANDIOK & CO LLP * CHARTERED ACCOUNTANTS *

Annexure A referred to in Paragraph 12 of the Independent Auditor's Report of even date to the members of SAEL Industries Limited on the standalone financial statements for the year ended 31 March 2024 (continued)

(a) The Company has provided loans to subsidiaries during the year as per details given below:

Particulars	Loans (Rs. In million)
Aggregate amount provided during the year - Subsidiaries (including step down subsidiaries) - Others	14,357.81 -
Balance outstanding as at balance sheet date in respect of above cases: - Subsidiaries(including step down subsidiaries)* - Others	9,478.94 -

*This amount excludes the amount considered as deemed investment as per Ind AS 109 but includes interest accrued.

(b) In our opinion, and according to the information and explanations given to us, the investments made by the Company are not prejudicial to the Company's interest. However, according to the information and explanations given to us and based on the audit procedures performed by us, we are of the opinion that the terms and conditions of loans granted by the Company to its subsidiaries, total loan amount granted Rs. 14,357.81 million and balance outstanding as at balance sheet date Rs. 9,478.94 million, are, prima facie, prejudicial to the Company's interest on account of the fact that the loans have been granted at interest free which is significantly lower than the cost of funds to the company and also lower than the prevailing yield of government security closest to the tenor of the loan.

(c) In respect of loans by the Company, the schedule of repayment of principal and payment of interest has been stipulated and principal amount is not due for repayment currently. Further, no interest is receivable on such loans.

(d) There is no overdue amount in respect of loans or advances in the nature of loans granted to such companies.

(e) The Company has not granted any loans which has fallen due during the year. Further, no fresh loans were granted to any party to settle the overdue loans that existed as at the beginning of the year.

(f) The Company has not granted any loans which are repayable on demand or without specifying any terms or period of repayment.

(iv) In our opinion, and according to the information and explanation given to us, the Company has complied with the provisions of section 185 of the Act. As the Company is engaged in providing infrastructural facilities as specified in Schedule VI of the Act, provisions of section 186 except sub-section (1) of the Act are not applicable to the Company. In our opinion, and according to the information and explanations given to us, the Company has complied with the provisions of sub-section (1) of section 186 of the Act in respect of investments, as applicable.

(v) In our opinion, and according to the information and explanations given to us, the Company has not accepted any deposits or there are no amounts which have been deemed to be deposits within the meaning of sections 73 to 76 of the Act and the Companies (Acceptance of Deposits) Rules, 2014 (as amended). Accordingly, reporting under clause 3(v) of the Order is not applicable to the Company.





Annexure A referred to in Paragraph 12 of the Independent Auditor's Report of even date to the members of SAEL Industries Limited on the standalone financial statements for the year ended 31 March 2024 (continued)

(vi) The Central Government has not specified maintenance of cost records under sub-section (1) of section 148 of the Act, in respect of Company's business activities. Accordingly, reporting under clause 3(vi) of the Order is not applicable.

(vii)(a) In our opinion, and according to the information and explanations given to us, undisputed statutory dues including goods and services tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and other material statutory dues, as applicable, have generally been regularly deposited with the appropriate authorities by the Company, though there have been slight delays in a few cases. Further, no undisputed amounts payable in respect thereof 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 statutory dues referred to in subclause (a) above that have not been deposited with the appropriate authorities on account of any dispute.

(viii) According to the information and explanations given to us, no transactions were surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961) which have not been previously recorded in the books of accounts.

(ix) (a) According to the information and explanations given to us, loans amounting to Rs. 2,632.26 million are repayable on demand and terms and conditions for payment of interest thereon have not been stipulated. Further, such loans and interest thereon have not been demanded for repayment as on date.

(b) According to the information and explanations given to us and representation received from the management of the Company, and on the basis of our audit procedures, we report that the Company has not been declared a willful defaulter by any bank or financial institution or government or any government authority.

(c) In our opinion and according to the information and explanations given to us, the Company has not raised any money by way of term loans during the year and did not have any term loans outstanding at the beginning of the current year. Accordingly, reporting under clause 3(ix)(c) of the Order is not applicable to the Company.

(d) In our opinion and according to the information and explanations given to us, and on an overall examination of the financial statements of the Company, funds raised by the Company on short term basis have, prima facie, not been utilised for long term purposes except for the borrowings amounting to Rs. 6,141.50 million which has been utilised for granting long term loans to subsidiaries.





Annexure A referred to in Paragraph 12 of the Independent Auditor's Report of even date to the members of SAEL Industries Limited on the standalone financial statements for the year ended 31 March 2024 (continued)

(e) In our opinion and according to the information and explanations given to us and on an overall examination of the financial statements of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, except for the following:

Nature of fund taken	Name of lender	Amount involved (Rs. In million)	Name of the subsidiary	Relation	Nature of transaction for which funds were utilised	Remarks, if any
Compulsory Convertible Preference Shares	Norfund	5,456.46	SAEL Limited	Subsidiary	Granting of further loans to subdiaries of SAEL Limited	
Compulsory Convertible Preference Shares	Norfund	241.00	Sunfree Energy RJP1 Private Limited	Step down subsidiary	Capital Expenditure	

(f) According to the information and explanations given to us, the Company has not raised any loans during the year on the pledge of securities held in its subsidiaries (including step down subsidiaries).

(x) (a) The Company has not raised any money by way of initial public offer or further public offer (including debt instruments), during the year. Accordingly, reporting under clause 3(x)(a) of the Order is not applicable to the Company.

(b) During the year, the Company has made preferential allotment of shares. In our opinion and according to the information and explanations given to us, the Company has complied with the requirements of section 42 and section 62 of the Act and the Rules framed thereunder with respect to the same. Further, no amounts have been raised from the preferential allotment of shares during the period as the allotment was the consideration towards subsidiary acquisition by the Company.

Further, the Company has made private placement of compulsory convertible preference shares. In our opinion and according to the information and explanations given to us, the Company has complied with the requirements of section 42 and section 62 of the Act and the Rules framed thereunder with respect to the same. Further, the amounts so raised were used for the purposes for which the funds were raised, though idle/surplus funds which were not required for immediate utilisation have been invested in readily realisable liquid investments.

(xi) (a) To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company or no fraud on the Company has been noticed or reported during the period covered by our audit.

(b) According to the information and explanations given to us including the representation made to us by the management of the Company, no report under sub-section 12 of section 143 of the Act has been filed by the auditors in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014, with the Central Government for the period covered by our audit

(c) According to the information and explanations given to us including the representation made to us by the management of the Company, there are no whistle-blower complaints received by the Company during the year.

(xii) The Company is not a Nidhi Company and the Nidhi Rules, 2014 are not applicable to it. Accordingly, reporting under clause 3(xii) of the Order is not applicable to the Company.

Annexure A referred to in Paragraph 12 of the Independent Auditor's Report of even date to the members of SAEL Industries Limited on the standalone financial statements for the year ended 31 March 2024 (continued)

(xiii) In our opinion and according to the information and explanations given to us, all transactions entered into by the Company with the related parties are in compliance with sections 177 and 188 of the Act, where applicable. Further, the details of such related party transactions have been disclosed in the standalone financial statements, as required under Indian Accounting Standard (Ind AS) 24, Related Party Disclosures specified in Companies (Indian Accounting Standards) Rules 2015 as prescribed under section 133 of the Act.

(xiv) (a) In our opinion and according to the information and explanations given to us, the Company has an internal audit system which is commensurate with the size and nature of its business as required under the provisions of section 138 of the Act.

(b) We have considered the reports issued by the Internal Auditors of the Company till date for the period under audit.

(xv) According to the information and explanation given to us, the Company has not entered into any non-cash transactions with its directors or persons connected with its directors and accordingly, reporting under clause 3(xv) of the Order with respect to compliance with the provisions of section 192 of the Act are not applicable to the Company.

(xvi) (a) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, reporting under clauses 3(xvi)(a), (b) and (c) of the Order are not applicable to the Company.

(d) Based on the information and explanations given to us and as represented by the management of the Company, the Group (as defined in Core Investment Companies (Reserve Bank) Directions, 2016) does not have any CIC.

(xvii) The Company has not incurred cash losses in the current financial year but had incurred cash losses amounting to Rs. 146.53 million in the immediately preceding financial year.

(xviii) There has been no resignation of the statutory auditors during the year. Accordingly, reporting under clause 3(xviii) of the Order is not applicable to the Company.

(xix) According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information in the standalone financial statements, our knowledge of the plans of the Board of Directors and management and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.

(xx) According to the information and explanations given to us, the Company does not meet the criteria as specified under sub-section (1) of section 135 of the Act read with the Companies (Corporate Social Responsibility Policy) Rules, 2014 and according, reporting under clause 3(xx) of the Order is not applicable to the Company.

WALKER CHANDIOK & CO LLP • CHARTERED ACCOUNTANTS •

G. D. SINGHAL & ASSOCIATES FRN : 017846N FEROZEPUR CITY CHARTERED ACCOUNTANTS

Annexure A referred to in Paragraph 12 of the Independent Auditor's Report of even date to the members of SAEL Industries Limited on the standalone financial statements for the year ended 31 March 2024 (continued)

(xxi) The reporting under clause 3(xxi) of the Order is not applicable in respect of audit of standalone financial statements of the Company. Accordingly, no comment has been included in respect of said clause under this report.

For **G. D. Singhal & Associates**
Chartered Accountants
Firm registration no.: 017648N



Gagan Deep Singhal
Partner
Membership no: 098947
UDIN: 24098947BKFCVT3634

Place: New Delhi
Date: 28 May 2024

For **Walker Chandiok & Co LLP**
Chartered Accountants
Firm registration no: 001076N/ N50013



Tarun Gupta
Partner
Membership no: 507892
UDIN: 24507892BKEITS1349

Place: New Delhi
Date: 28 May 2024

Annexure B to the Independent Auditor's Report of even date to the members of SAEL Industries Limited on the standalone financial statements for the year ended 31 March 2024

Independent Auditor's Report on the internal financial controls with reference to the standalone financial statements under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ('the Act')

1. In conjunction with our audit of the standalone financial statements of SAEL Industries Limited ('the Company') as at and for the year ended 31 March 2024, we have audited the internal financial controls with reference to standalone financial statements of the Company as at that date.

Responsibilities of Management and Those Charged with Governance for Internal Financial Controls

2. The Company's Board of Directors is 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 component 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. 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 the Company's business, including adherence to the Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditor's Responsibility for the Audit of the Internal Financial Controls with Reference to Financial Statements

3. 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 Standards on Auditing issued by the Institute of Chartered Accountants of India ('ICAI') prescribed under Section 143(10) of the Act, to the extent applicable to an audit of internal financial controls with reference to financial statements, and the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting ('the Guidance Note') issued by the ICAI. 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 if such controls operated effectively in all material respects.

4. 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 includes 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 standalone financial statements, whether due to fraud or error.

5. 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 .

WALKER CHANDIOK & CO LLP * CHARTERED ACCOUNTANTS *

G.D. SINGHAL & ASSOCIATES * CHARTERED ACCOUNTANTS * FRN - 017648N FEROZEPUR CITY

Annexure B to the Independent Auditor's Report of even date to the members of SAEL Industries Limited on the standalone financial statements for the year ended 31 March 2024(continued)

Meaning of Internal Financial Controls with Reference to Financial Statements

6. 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 standalone 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 standalone 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 standalone financial statements.

Inherent Limitations of Internal Financial Controls with Reference to Financial Statements

7. 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.

Opinion

8. In our opinion, the Company has, in all material respects, adequate internal financial controls with reference to financial statements and such controls were operating effectively as at 31 March 2024, 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.

For **G. D. Singhal & Associates**
Chartered Accountants
Firm registration no.: 017648N

Gagan Deep Singhal
Partner
Membership no: 098947
UDIN: 24098947BKFCVT3634

Place: New Delhi
Date: 28 May 2024

For **Walker Chandiok & Co LLP**
Chartered Accountants
Firm registration no: 001076N/ N50013

Tarun Gupta
Partner
Membership no: 507892
UDIN: 24507892BKEITS1349

Place: New Delhi
Date: 28 May 2024

SAEL Industries Limited
CIN - U40106PB2022PLC055755
Standalone Balance Sheet as at 31 March 2024

In Rs. million unless otherwise stated

Particulars	Notes	As at 31 March 2024	As at 31 March 2023
Assets			
Non current assets			
Property, plant and equipment	3	25.72	-
Right-of-use assets	3	186.92	-
Financial assets			
Investments	4	12,744.35	6,918.31
Loans	12	9,478.26	-
Other financial assets	5	134.61	155.50
Deferred tax assets (net)	6	1,495.16	60.96
Non-current tax assets (net)	7	143.67	0.63
		24,208.69	**7,135.40**
Current assets			
Inventories	8	278.54	-
Financial assets			
Trade receivables	9	449.76	-
Cash and cash equivalents	10	247.50	434.84
Bank balances other than cash and cash equivalents	11	685.99	282.42
Loans	12	-	4,306.28
Other financial assets	13	230.73	3.01
Other current assets	14	1,655.62	405.19
Total current assets		**3,548.14**	**5,431.74**
Total assets		**27,756.83**	**12,567.14**
Equity and liabilities			
Equity			
Equity share capital	15	461.29	461.29
Other equity	16	5,661.50	6,308.72
		6,122.79	**6,770.01**
Liabilities			
Non current liabilities			
Financial liabilities			
Lease liabilities	17	135.28	-
Other financial liability (CCPS)	18	10,294.76	3,318.80
Provisions	19	19.23	-
		10,449.27	**3,318.80**
Current liabilities			
Financial liabilities			
Borrowings	20	3,018.57	2,448.11
Lease liabilities	17	85.44	-
Trade payables			
Total outstanding dues of micro enterprises and small enterprises		-	-
Total outstanding dues of creditors other than micro enterprises and small enterprises	21	1,717.06	6.24
Other financial liabilities	22	11.15	5.61
Other current liabilities	23	6,336.42	18.37
Provisions	24	16.13	-
Total current liabilities		**11,184.77**	**2,478.33**
Total equity and liabilities		**27,756.83**	**12,567.14**
Summary of material accounting policies	2		

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

As per our report of even date

For **G.D. Singhal & Associates**
Chartered Accountants
Firm's Registration No.: 017648N

Gagan Deep Singhal
Partner
Membership No. 098917

Place: New Delhi
Date: 28 May 2024

For **Walker Chandiok & Co LLP**
Chartered Accountants
Firm's Registration No.: 001076N/N500013

Tarun Gupta
Partner
Membership No. 507892

Place: New Delhi
Date: 28 May 2024

For and on behalf of the Board of Directors

Jasbir Singh
Managing Director
DIN No- 01668231

Sukhbir Singh
Director
DIN No - 01785240

Dushyant Kumar
Chief Financial Officer

Place: New Delhi
Date: 22 May 2024

Vishal Garg
Company Secretary
Membership No. F6867

Place: New Delhi
Date: 22 May 2024

SAEL Industries Limited
CIN - U40106PB2022PLC055755
Standalone Statement of Profit and Loss for the year ended 31 March 2024

In Rs. million unless otherwise stated

Particulars	Notes	For the year ended 31 March 2024	For the period ended from 25 April 2022 to 31 March 2023
Revenue			
Revenue from operations	25	6,891.87	-
Other income	26	688.78	9.21
Total revenue		**7,580.65**	**9.21**
Expenses			
Cost of materials consumed	27	6,175.79	-
Employee benefits expense	28	491.50	7.21
Finance costs	29	82.01	13.61
Depreciation and amortisation expense	30	45.18	-
Other expenses	31	1,296.75	197.72
Total expense		**8,091.23**	**218.54**
Loss before tax		**(510.58)**	**(209.34)**
Tax expense			
Deferred tax	6	145.85	(60.96)
Total tax expense		**145.85**	**(60.96)**
Loss for the year		**(656.43)**	**(148.37)**
Other comprehensive income			
Items that will not be reclassified to profit and loss			
Remeasurements of defined benefit plans		12.99	-
Income tax relating to items that will not be reclassified to profit or loss		(3.78)	-
Total other comprehensive loss		**9.21**	-
Total comprehensive income		**(647.22)**	**(148.37)**
Loss per share	36		
Basic loss per share		(14.23)	(4.35)
Diluted loss per share		(14.23)	(4.35)

Summary of material accounting policies 2
The accompanying notes are an integral part of the standalone financial statements

As per our report of even date

For G.D. Singhal & Associates
Chartered Accountants
Firm's Registration No.: 017648N

Gagan Deep Singhal
Partner
Membership No. 098947

Place: New Delhi
Date: 28 May 2024

For Walker Chandiok & Co LLP
Chartered Accountants
Firm's Registration No.: 001076N/N500013

Tarun Gupta
Partner
Membership No. 507892

Place: New Delhi
Date: 28 May 2024

For and on behalf of the Board of Directors

Jasbir Singh
Managing Director
DIN No- 01668231

Sukhbir Singh
Director
DIN No - 01785240

Dushyant Kumar
Chief Financial Officer

Place: New Delhi
Date: 22 May 2024

Vishal Garg
Company Secretary
Membership No. F6867

Place: New Delhi
Date: 22 May 2024

SAEL Industries Limited
CIN - U40101PB1999PLC023197
Standalone Statement of Cash Flows for the year ended 31 March 2024

In Rs. million unless otherwise stated

Particulars	For the year ended 31 March 2024	For the period from 25 April 2023 to 31 March 2023
A CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before tax	(510.58)	(209.33)
Adjustments for:		
Depreciation and amortisation expense	45.18	-
Finance costs	82.01	13.61
Interest income on bank deposits	(94.02)	(6.30)
Interest income on on related party loans (refer note 26)	(559.45)	-
Fair value changes on financial instruments	957.96	62.80
Unwinding of other financial assets (security deposit)	(2.13)	-
Gain on sale of mutual fund	(32.17)	-
Operating profit/ loss before working capital changes	**(113.18)**	**(139.22)**
Movement in working capital		
Increase in trade receivables	(449.76)	-
Increase in inventories	(278.54)	-
Increase in other current and non-current financial assets	(127.69)	(3.01)
Increase in other current and non-current assets	(1,252.21)	(405.19)
Increase in trade payables	1,710.83	6.24
Increase in other current and non-current financial liabilities	5.55	5.61
Increase in other current and non-current liabilities	6,318.05	18.37
Increase in provisions	48.34	
Cash flows generated from /(used in) operating activities post working capital changes	**5,861.39**	**(517.20)**
Income tax paid (net)	(143.05)	(0.63)
Net cash generated from/(used in) operating activities (A)	**5,718.34**	**(517.83)**
B CASH FLOWS FROM INVESTING ACTIVITIES		
Payment made for property, plant and equipment (including capital advances)	(33.52)	-
Interest received	94.02	6.30
Investment in shares	(1,970.90)	-
Non current loans given	(14,357.82)	-
Receipt of current loans/ current loans given to related parties	4,306.28	(4,306.28)
Fixed deposits made during the year/period	(473.89)	(437.92)
Gain on sale of mutual funds	32.17	-
Net cash used in investing activities (B)	**(12,403.66)**	**(4,737.90)**
C CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of shares	0.04	0.07
Proceeds from issue of compulsory convertible preference shares	6,018.00	3,256.00
Proceeds from current borrowings (net)	570.46	2,448.11
Finance costs paid	(82.01)	(13.61)
Payment of lease liabilities	(8.51)	-
Net cash generated from financing activities (C)	**6,497.97**	**5,690.57**
Increase in cash and cash equivalents (A+B+C)	(187.34)	434.84
Cash and cash equivalents at the beginning of the year/period	434.84	-
Cash and cash equivalents at the end of the year/period	247.50	434.84

Refer note 32 for reconciliation of liabilities from financing activities
The above Cash flow statement has been prepared under the "Indirect Method" as set out in Indian Accounting Standard-7, "Statement of Cash Flows".

Summary of material accounting policies
The accompanying notes are an integral part of the standalone financial statements

As per our report of even date

For **G.D. Singhal & Associates**
Chartered Accountants
Firm's Registration No.: 017648N

Gagan Deep Singhal
Partner
Membership No. 098947

Place: New Delhi
Date: 28 May 2024

For **Walker Chandiok & Co LLP**
Chartered Accountants
Firm's Registration No.: 001076N/N500013

Tarun Gupta
Partner
Membership No. 507899

Place: New Delhi
Date: 28 May 2024

For and on behalf of the Board of Directors

Jasbir Singh
Managing Director
DIN No- 01668231

Sukhbir Singh
Director
DIN No - 01785240

Dushyant Kumar
Chief Financial Officer

Vishal Garg
Company Secretary
Membership No. F6867

Place: New Delhi
Date: 22 May 2024

Place: New Delhi
Date: 22 May 2024

SAEL Industries Limited
CIN - U40106PB2022PLC055755
Standalone Statement of Changes in Equity for the year ended 31 March 2024

A Equity share capital — **In Rs. million unless otherwise stated**

Particulars	Balance as at 25 April 2022	Issue of equity share capital during the period	Balance as at 31 March 2023	Issue of equity share capital during the year *	Balance as at 31 March 2024
Equity share capital	-	461.29	461.29	0.00	461.29

* Amount less than Rs. 0.01 million on account of the issue of 100 equity shares having face value of Rs. 10 each

B Other equity — **In Rs. million unless otherwise stated**

Particulars	Reserve and surplus		Total
	Securities premium	Retained earnings	
Balance as at 25 April 2022	-	-	-
Loss during the period	-	(148.37)	(148.37)
Addition during the period	6,457.09	-	6,457.09
Balance as at 31 March 2023	**6,457.09**	**(148.37)**	**6,308.72**
Loss for the year	-	(656.43)	(656.43)
Other comprehensive loss	-	9.21	9.21
Balance as at 31 March 2024	**6,457.09**	**(795.59)**	**5,661.50**

Summary of material accounting policies 2
The accompanying notes are an integral part of the standalone financial statements

As per our report of even date

For **G.D. Singhal & Associates**
Chartered Accountants
Firm's Registration No.: 017648N

Gagan Deep Singhal
Partner
Membership No. 093947

Place: New Delhi
Date: 28 May 2024

For **Walker Chandiok & Co LLP**
Chartered Accountants
Firm's Registration No.: 001076N/N500013

Tarun Gupta
Partner
Membership No. 507892

Place: New Delhi
Date: 28 May 2024

For and on behalf of the Board of Directors

Jasbir Singh
Managing Director
DIN No- 01668231

Dushyant Kumar
Chief Financial Officer

Place: New Delhi
Date: 22 May 2024

Sukhbir Singh
Director
DIN No - 01785240

Vishal Garg
Company Secretary
Membership No. F6867

Place: New Delhi
Date: 22 May 2024

SAEL Industries Limited
CIN: U40106PB2022PLC055755
Notes to standalone financial Statements for the year ended 31 March 2024

1 i) Corporate information

The Company 'SAEL Industries Limited was incorporated as of 25 April 2022 under the Companies Act, 2013. The Company is domiciled in India with its registered office situated at H.No.44, Model Town, Faridkot Road, Guruharsahai, Distt. Ferozepur, Punjab. During the financial year 2023, all the shareholders of SAEL Limited contributed their shares in a partnership firm, HSA & Sons and partnership firm got succeeded in SAEL Industries Limited by entering into a succession agreement. Pursuant to the succession on 04 July 2022, SAEL Industries Limited became the Holding Company of the SAEL Limited.

The Company, together with its subsidiaries, are engaged in the business of establishing, commissioning, setting up, operating and maintaining power generation using solar, fossil and alternate source of energy and act as owners, manufacturers, engineers, procurers, buyers, sellers, distributors, dealers and contractors for setting up of power plant using glass bases mirrors, photo voltaic, boilers, turbines and/or other equipments for generating, distribution and supplying of electricity and other products using solar, fossil and alternate source of energy under conditions of direct ownership or through its affiliates, associates or subsidiaries.

The financial statements have been autorised for issue by the Board of Directors on 22 May 2024.

ii) Amended Accounting Standards (Ind AS) and interpretations effective during the year

- Ind AS 12 Income Taxes: The amendments clarified that lease transactions give rise to equal and offsetting temporary differences and financial statements should reflect the future tax impacts of these transactions through recognizing deferred tax assets/liabilities on gross basis.
- Ind AS 1 Presentation of Financial Statements: The amendments require to disclose 'material accounting policies' instead of 'significant accounting policies' and related guidance to determine whether the policy is material or not.
- Ind AS 8 Accounting Policies, Changes in Accounting Estimates and Errors: Definition of accounting estimates have now been included in the standard enabling distinction between change in accounting estimates from change in accounting policies.

The Group has adopted these amendments effective 1 April 2023, and the adoption did not have any material impact on the Financial Statements

2 Material accounting policies

2.01 Basis of preparation

The standalone financial statement ('financial statements') have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under Section 133 read with Companies (Indian Accounting Standards) Rules, 2015 (as amended from time to time), Companies (Indian Accounting Standards) (Amendment) Rules, 2016 and the relevant provisions of the Act. 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. Refer 1 (ii) above for certain amendments to the standards which have become effective for annual periods beginning on or after 1 April 2023.

The financial statements are presented in INR and all values are rounded to the nearest million with two decimals except where otherwise indicated.

Historical cost convention

The financial statements have been prepared on the historical cost basis, except for the following assets and liabilities which have been measured at fair value:

• Certain financial assets and liabilities (including derivatives instruments) at fair value, if any.

2.02 Use of estimates

The preparation of financial statement in conformity with Ind AS requires the 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. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.

2.03 Foreign currency translation

Transactions in foreign currencies are initially recorded by the Company at its functional currency spot rates at the date the transaction first qualifies for recognition. All monetary assets and liabilities denominated in foreign currencies are translated into the functional currency at the exchange rate at the reporting date. Non-monetary assets and liabilities that are measured at fair value in a foreign currency are translated into the functional currency at the exchange rate when the fair value was determined. Non-monetary assets and liabilities if any that are measured based on historical cost in a foreign currency are translated at the exchange rate at the date of the transaction. All exchange differences, except those relating to long-term monetary foreign currency items, are dealt with in the Statement of Profit and Loss.

2.04 Revenue

Revenue from contracts with customers is recognised when control of the goods or services are transferred to the customer at an amount that reflects the consideration to which the Company expects to be entitled in exchange for those goods or services.

A) Engineering, procurement and construction contract

Construction revenue and costs are recognised by reference to the stage of completion of the construction activity at the balance sheet date, as measured by the proportion that contract costs incurred for work performed to date bear to the estimated total contract costs. Where the outcome of the construction cannot be estimated reliably, revenue is recognised to the extent of the construction costs incurred if it is probable that they will be recoverable. When the outcome of the contract is ascertained reliably, contract revenue is recognised at cost of work performed on the contract plus proportionate margin, using the percentage of completion method i.e. over the period of time. The estimated outcome of a contract is considered reliable when all the following conditions are satisfied:

i) The amount of revenue can be measured reliably,
ii) It is probable that the economic benefits associated with the contract will flow to the Company,
iii) The stage of completion of the contract at the end of the reporting period can be measured reliably,
iv) The costs incurred or to be incurred in respect of the contract can be measured reliably.

Provision is made for all losses incurred to the balance sheet date. Variations in contract work, claims and incentive payments are recognised to the extent that it is probable that they will result in revenue and they are capable of being reliably measured. Expected loss, if any, on a contract is recognised as expense in the period in which it is foreseen, irrespective of the stage of completion of the contract. For contracts where progress billing exceeds the aggregate of contract costs incurred to-date and recognised profits (or recognised losses, as the case may be), the surplus is shown as the amount due to customers. Amount received before the related work is performed are disclosed in the financial statement as a liability towards advance received. Amounts billed for work performed but yet to be paid by the customers are disclosed in the financial statement as trade receivables. Work performed but yet not billed to the Customer are disclosed as unbilled revenue.

WALKER CHANDIOK & CO LLP * CHARTERED ACCOUNTANTS *

G.D. SINGHAL & ASSOCIATES * CHARTERED ACCOUNTANTS * FRN : 017648N FEROZEPUR CITY

SAEL Industries Limited

B) Interest income

Interest income is recorded using the effective interest rate (EIR). EIR is the rate that exactly discounts the estimated future cash payments or receipts over the expected life of the financial instrument or a shorter period, where appropriate, to the gross carrying amount of the financial asset or to the amortized cost of the financial liability. When calculating the effective interest rate, the Company estimates the expected cash flows by considering all the contractual terms of the financial instrument but does not consider the expected credit losses. Interest income is included in other income in the Statement of Profit and Loss.

2.05 Borrowing costs

Borrowing costs directly attributable to the acquisitions, construction or production of a qualifying asset are capitalised during the period of time that is necessary to complete and prepare the asset for its intended use or sale. Other borrowing costs are expensed in the period in which they are incurred and reported in finance costs.

2.06 Property, plant and equipment

Property, plant and equipments are carried at cost less accumulated depreciation. The cost of items of the property, plant and equipment comprises its purchase price net of any trade discount and rebate, any import duties and other taxes (other than those subsequently recoverable from tax authorities), any directly attributable expenditure on making the asset ready for its intended use, other incidental expenses and interest on borrowings attributable to acquisition of qualifying property, plant and equipment upto the date the asset is ready for its intended use.

Whenever significant parts of the property, plant and equipment are required to be replaced at intervals, the Company depreciates them separately based on their specific useful lives. All other repair and maintenance costs are recognised in statement of Profit and Loss as incurred.

Based on technical assessment made by technical expert and management estimate, the Company have assessed the estimated useful lives of certain property, plant and equipment that are different from the useful life prescribed in Schedule II to the Companies Act, 2013. The management believes that these estimated useful lives are realistic and reflect fair approximation of the period over which the assets are likely to be used.
The residual values, useful lives and methods of depreciation of property, plant and equipment are reviewed at each financial year end and adjusted prospectively.

Depreciation on assets provided as follows:-

Estimated useful life

Asset category	Estimated useful life (in years)
Furniture and fittings	10
Office equipments	5
Computer equipments	3

Method of depreciation

- Depreciation is provided on written down value

Management reveiews its estimate of the useful lives of depreciable assets at each reporting date, based on the expected utility of the assets.

De-Recognition

An item of property, plant and equipment and any significant part initially recognised is de-recognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on the de-recognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the Statement of Profit and Loss when the asset is derecognised

2.07 Leases

The lease asset classes primarily consist of leases for lands. The Company assesses whether a contract contains a lease, at inception of a contract. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified asset, the Company assesses whether: (i) the contract involves the use of an identified asset (ii) the Company has substantially all of the economic benefits from use of the asset through the period of the lease and (iii) the Group has the right to direct the use of the asset. At the date of commencement of the lease, the Company recognises a right-of-use asset ("ROU") and a corresponding lease liability for all lease arrangements in which it is a lessee, except for leases with a term of twelve months or less (short-term leases) and low value leases. For these short-term and low value leases, the Company recognises the lease payments as an operating expense on a straight-line basis over the term of the lease.

The right-of-use assets are initially recognised at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or prior to the commencement date of the lease plus any initial direct costs less any lease incentives. They are subsequently measured at cost less accumulated amortisation and impairment losses. Right-of-use assets are amortised from the commencement date on a straight-line basis over the shorter of the lease term and useful life of the underlying asset. Right of use 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 amortised cost at the present value of the future lease payments. The lease payments are discounted using the incremental borrowing rates. Lease liabilities are remeasured with a corresponding adjustment to the related right of use asset if the Compnay changes its assessment as to whether it will exercise an extension or a termination option.
Lease liability and ROU asset have been separately presented in the balance sheet and lease payments have been classified as financing activity in statement of cash flows.

WALKER CHANDIOK & CO LLP CHARTERED ACCOUNTANTS

G.D. SINGHAL & ASSOCIATES FRN : 017648N FEROZEPUR CITY CHARTERED ACCOUNTANTS

SAEL Industries Limited

2.08 Impairment of non-financial assets

For impairment assessment purposes, assets are grouped at the lowest levels for which there are largely independent cash inflows (cash-generating units). As a result, some assets are tested individually for impairment and some are tested at cash-generating unit level. All individual assets or cash-generating units are tested for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable.

An impairment loss is recognised for the amount by which the asset's (or cash-generating unit's) carrying amount exceeds its recoverable amount, which is the higher of fair value less costs of disposal and value-in-use. To determine the value-in-use, management estimates expected future cash flows from each cash-generating unit and determines a suitable discount rate in order to calculate the present value of those cash flows. The date used for impairment testing procedures are directly linked to the Company's latest approved budget, adjusted as necessary to exclude the effects of future reorganisations and asset enhancements. Discount factors are determined individually for each cash-generating unit and reflect current market assessments of the time value of money and asset-specific risk factors.

Impairment losses are charged in the Statement of Profit and Loss. Further, impairment loss is reversed if the asset's or cash-generating unit's recoverable amount exceeds its carrying amount. The reversal is limited so that the carrying of the asset does not exceed its recoverable amount, nor exceed the carrying amount that would have been determined, net of depreciation, had no impairment loss been recognised for the asset in prior period.

2.09 Financial instruments

Recognition, initial measurement and derecognition

Financial assets and financial liabilities are recognised when the Company becomes a party to the contractual provisions of the financial instrument, and, except for trade receivables which do not contain a significant financing component, these are measured initially at:

a) fair value, in case of financial instruments subsequently carried at fair value through Profit and Loss (FVTPL);

b) fair value adjusted for transaction costs, in case of all other financial instruments.

Financial assets are derecognised when the contractual rights to the cash flows from the financial asset expire, or when the financial asset and substantially all the risks and rewards are transferred. A financial liability is derecognised when the underlying obligation specified in the contract is discharged, cancelled or expires.

Classification and subsequent measurement of financial assets

Different criteria to determine impairment are applied for each category of financial assets, which are described below.

For purposes of subsequent measurement, financial assets are classified in three categories:

- Financial assets at amortised cost
- Financial assets at fair value through other comprehensive income (FVOCI)
- Financial assets, derivatives and equity instruments at FVTPL

(1) Financial assets at amortised cost

Classification and subsequent measurement of financial assets

Financial Assets

The financial assets is measured at the amortised cost if both the following conditions are met:

(a) The asset is held within a business model whose objective is to hold assets for collecting contractual cash flows, and

(b) 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 finance income in the Profit and Loss. When the financial asset is derecognised or impaired, the gain or loss is recognised in the statement of Profit and Loss.

De- Recognition of financial assets

Financial assets (or where applicable, a part of financial asset or part of a Group of similar financial assets) are derecognised from the balance sheet when the contractual rights to receive the cash flows from the financial asset have expired, or when the financial asset and substantially all the risks and rewards are transferred. The Group also derecognises the financial asset if it has both transferred the financial asset and the transfer qualifies for derecognition

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 for financial assets carried at amortised cost.

ECL is the difference between all contractual cash flows that are due to the Company in accordance with the contract and all the cash flows that the Company expects to receive. When estimating the cash flows, the Company is required to consider :

- All contractual terms of the financial assets (including prepayment and extension) over the expected life of the assets.
- Cash flows from the sale of collateral held or other credit enhancements that are integral to the contractual terms.

Trade receivables

The Company applies simplified approach permitted by Ind AS 109 Financial Instruments, which requires expected lifetime losses to be recognised from initial recognition of receivables.

Other financial assets

For recognition of impairment loss on other financial assets and risk exposure, the Company determines whether there has been a significant increase in the credit risk since initial recognition and if credit risk has increased significantly, life time impairment loss is provided otherwise provides for 12 month expected credit losses.

Classification and subsequent measurement of financial liabilities

Financial liabilities are measured subsequently at amortised cost using the effective interest method except for derivatives and financial liabilities designated at FVTPL, which are carried subsequently at fair value with gains or losses recognised in profit or loss.

Compound financial instruments

Compound financial instruments are separated into liability and equity components based on the terms of contract. On the issuance of compound financial instruments, the fair value of liability component is determined using a market rate for an equivalent instrument. This amount is classified as a financial liability measured at amortised cost (net of transaction costs) until it is extinguished on conversion or redemption. The equity component is classified under other equity.

WALKER CHANDIOK & CO LLP * CHARTERED ACCOUNTANTS *

G.D. SINGHAL & ASSOCIATES * FRN : 017648N FEROZEPUR CITY * CHARTERED ACCOUNTANTS *

SAEL Industries Limited

(2) Financial assets at fair value through other comprehensive income (FVOCI)

Financial assets at fair value through other comprehensive income (FVOCI). Financial assets that meet the following conditions are measured initially as well as at the end of each reporting date at fair value, recognised in other comprehensive income (OCI).

a) The objective of the business model is achieved both by collecting contractual cash flows and selling the financial assets, and

b) The contractual terms of the asset give rise on specified dates to cash flows that represent solely payment of principal and interest.

(3) Financial assets at fair value through Profit and Loss (FVTPL)

Financial assets at fair value through profit or loss (FVTPL). Financial assets that do not meet the amortised cost criteria or FVTOCI criteria are measured at FVTPL. Financial assets at FVTPL are measured at fair value at the end of each reporting period, with any gains or losses arising on remeasurement recognised in profit or loss. The net gain or loss recognised in profit or loss incorporates any dividend or interest earned on the financial asset.

(4) Financial Liability

The Company's financial liabilities include borrowings, lease liability, trade and other payables and other financial liabilities.

Financial liabilities are classified as measured at amortised cost or FVTPL. A financial liability is classified as at FVTPL if it is classified as held-for-trading, or it is a derivative or it is designated as such on initial recognition. Financial liabilities at FVTPL are measured at fair value and net gains and losses, including any interest expense, are recognised in profit or loss. Other financial liabilities are subsequently measured at amortised cost using the effective interest method. Interest expense and foreign exchange gains and losses are recognised in profit or loss. Any gain or loss on derecognition is also recognised in profit or loss. Fees paid on the establishment of loan facilities are recognised as transaction costs of the loan to the extent that it is probable that some or all of the facility will be drawn down.

For trade and other payables maturing with in one year from the Balance Sheet date, the carrying amounts approximate fair value due to the short maturity os these instruments.

De-Recognition of financial liability

A financial liability is de-recognised when the obligation under the liability is discharged or cancelled or expired. 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 de-recognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in Statement of Profit and Loss.

Offsetting of financial assets and financial liabilities

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.

2.10 Current versus non-current classification

The Company presents assets and liabilities in the balance sheet based on current/ noncurrent classification.

An asset is treated as current when it is:

- Expected to be realised or intended to be sold or consumed in normal operating cycle
- Held primarily for the purpose of trading
- Expected to be realised within twelve months after the reporting year, or
- Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period All other assets are classified as non-current.

A liability is current when:

- It is expected to be settled in normal operating cycle
- It is held primarily for the purpose of trading
- It is due to be settled within twelve months after the reporting year, or
- There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period

The Company classifies all other liabilities as non-current.

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

Operating cycle

Based on the nature of the operations and the time between the acquisition of assets for processing and their realisation in cash or cash equivalents, the Company has ascertained its operating cycle as twelve months for the purpose of current/non-current classification of assets and liabilities.

2.11 Contract assets

A contract asset is recognised for the right to consideration in exchange for services transferred to the customer if receipt of such consideration is conditional on completion of further activities/ services, i.e., the Company does not have an unconditional right to receive consideration.

Contract liabilities

A contract liability is the obligation to transfer services to a customer for which the Company has received consideration (or an amount of consideration is due) from the customer. If a customer pays consideration before the Company transfers services to the customer, a contract liability is recognized when the payment is made or the payment is due (whichever is earlier). Contract liabilities are recognized as revenue when the Company performs under the contract.

G.D. SINGHAL & ASSOCIATES FRN : 017648N FEROZEPUR CITY CHARTERED ACCOUNTANTS

WALKER CHANDIOK & CO LLP CHARTERED ACCOUNTANTS

SAEL Industries Limited

2.12 Income taxes

Tax expense comprises current and deferred tax. Tax expense is recognised in profit or loss except to the extent that it relates to items recognised directly in equity or other comprehensive income, in which case it is recognised in equity or in other comprehensive income.

Current tax

Current tax comprises the expected tax payable on the taxable income for the year. The amount of current tax payable is the best estimate of the tax amount expected to be paid that reflects uncertainty related to income taxes, if any. It is measured using tax rates enacted or substantively enacted at the reporting date. Current tax assets and liabilities are offset only if certain criteria is met. Current Income tax related to items recognised in other comprehensive income or directly in equity is recognised in other comprehensive income or in equity as the case may be.

Deferred tax

Deferred tax is recognised in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and tax base i.e. amounts used for taxation purposes.

A deferred tax asset is recognised for unused tax losses, unabsorbed depreciation, deductible temporary differences, to the extent that it is probable that future taxable profits will be available against which they can be utilized. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realised. A deferred tax liability is recognised in respect of taxable temporary differences.

Deferred tax is measured at the tax rates that are expected to be applied to temporary differences when they reverse, based on the laws that have been enacted or substantively enacted by the reporting date. Deferred tax assets and liabilities are offset if there is a legally enforceable right to offset current tax liabilities and assets and they relate to income taxes levied by the same tax authority on the same taxable entity or on different tax entities, but they intend to settle current tax liabilities and assets on a net basis or their tax assets and liabilities will be realized simultaneously.

Deferred tax relating to items recognised outside profit or loss is recognised outside profit or loss. Deferred tax items are recognised in correlation to the underlying transaction either in other comprehensive income or directly in equity.

2.13 Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and demand deposits, together with other short-term, highly liquid investments maturing within 90 days from the date of acquisition. Cash and cash equivalent are readily convertible into known amounts of cash and are subject to an insignificant risk of changes in value.

2.14 Provisions, contingent assets and contingent liabilities

Provisions are recognized only when there is a present obligation, as a result of past events, and measured at the estimated expenditure required to settle the present obligation, based on the most reliable evidence available at the reporting date, including the risks and uncertainties associated with the present obligations as a whole.

Any reimbursement that the entities forming part of Company is virtually certain to collect from a third party with respect to the obligation is recognised as a separate asset. However, this asset may not exceed the amount of the related provision.

No liability is recognised if an outflow of economic resources as a result of present obligations is not probable. Such situations are disclosed as contingent liabilities unless the outflow of resource is remote.

Contingent liabilities are disclosed by way of note unless the possibility of outflow is remote. Contingent assets are neither recognized nor disclosed. However, when realization of income is virtually certain, related asset is recognized.

2.15 Employee benefits

Short-term employee benefits

Liabilities for wages and salaries, including nonmonetary benefits that are expected to be settled wholly within 12 months after the end of the period in which the employees render the related service are classified as short-term employee benefits. These benefits include salaries and wages, short-term bonus, pension, incentives etc. These are measured at the amounts expected to be paid when the liabilities are settled. The liabilities are presented as current employee benefit obligations in the balance sheet.

Post-employment benefits plans

The Company provides post-employment benefits through various defined contribution and defined benefit plans.

Defined contribution plans

The Company pays fixed contribution into independent entities in relation to several state plans and insurances for individual employees. The Company has no legal or constructive obligations to pay contributions in addition to its fixed contributions, which are recognised as an expense in the period that related employee services are received.

Defined benefit plans

Under the Company's defined benefit plans, the amount of benefit that an employee will receive on retirement is defined by reference to the employee's length of service and final salary. The legal obligation for any benefits remains with the entities forming part of company.

The liability recognised in the balance sheet for defined benefit plans is the present value of the defined benefit obligation (DBO) at the reporting date.

Management estimates the DBO annually with the assistance of independent actuaries. Actuarial gains/losses resulting from re-measurements of the liability/asset are included in other comprehensive income.

Service cost of the Company's defined benefit plan is included in employee benefits expense. Employee contributions, all of which are independent of the number of years of service, are treated as a reduction of service cost. Net interest expense on the net defined benefit liability is included in Profit and Loss. Gains and losses resulting from re-measurements of the net defined benefit liability are included in other comprehensive income.

G.D. SINGHAL & ASSOCIATES * CHARTERED ACCOUNTANTS * FRN : 017648N FEROZEPUR CITY

WALKER CHANDIOK & CO LLP * CHARTERED ACCOUNTANTS *

SAEL Industries Limited

Compensated absences

Accumulated compensated absences, which are expected to be availed or encashed within 12 months from the end of the year and are treated as short term employee benefit. The obligation towards the same is measured at the expected cost of accumulating compensated absences as the additional amount expected to be paid as a result of the unused entitlement as at the year end. Accumulated compensated absences, which are expected to be available or encashed beyond 12 months from the end of the year are treated as other long term employee benefits. The Company's liability is actuarially determined (using the Projected Unit Credit method) at the end of each year. The present value of the defined benefit obligation is determined by discounting the estimated future cash outflows using market yields on Government securities. Re-measurement gains and losses arising from experience adjustments and changes in actuarial assumptions are recognised in the statement of profit and loss in the period in which they arise. Past-service costs are recognised immediately in the statement of profit and loss. The Company presents the entire leave as a current liability in the balance sheet, since it does not have an unconditional right to defer its settlement for 12 months after the reporting date.

2.16 Valuation of Inventories

Inventory Raw materials, stores and spares and packing materials

Raw materials, stores and spares and packing materials are valued at lower of cost and net realizable value. However, these items are considered to be realizable at cost if the finished products, in which they will be used, are expected to be sold at or above cost. The cost is calculated on weighted average cost method and it comprises all costs incurred in bringing the inventories to their present location and condition and includes, where applicable, appropriate overheads based on normal level of activity. Obsolete, slow moving and defective inventories are identified at the time of physical verification and wherever necessary a provision is made.

2.16 Material management judgement in applying accounting policies

The preparation of Financial statement 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. Estimates and assumptions are continuously evaluated and are based on management's experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. 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 particular, the Company has identified the following areas where material judgements, estimates and assumptions are required. Further information on each of these areas and how they impact the various accounting policies are described below and also in the relevant notes to the Financial statements. Changes in estimates are accounted for prospectively.

Judgements

Judgements In the process of applying the Company's accounting policies, management has made the following judgements, which have the most significant effect on the amounts recognised in the Financial statement.

(a) Revenue recognition

For performance obligation satisfied over time, the revenue recognition is done by measuring the progress towards complete satisfaction of performance obligation. The progress is measured in terms of a proportion of actual cost incurred to-date, to the total estimated cost attributable to the performance obligation

(b) Income tax and deferred tax assets

The Company uses estimates and judgements based on the relevant rulings in the areas of allocation of revenue, costs, allowances and disallowances which is exercised while determining the provision for income tax. A deferred 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 utilised. Accordingly, the Company exercises its judgement to reassess the carrying amount of deferred tax assets at the end of each reporting period.

Estimate and assumptions

(a) Fair value measurement

Management uses valuation techniques to determine the fair value of financial instruments (where active market quotes are not available) and non-financial assets. This involves developing estimates and assumptions consistent with how market participants would price the instrument. Management bases its assumptions on observable data as far as possible but this is not always available. In that case management uses the best information available. Estimated fair values may vary from the actual prices that would be achieved in an arm's length transaction at the reporting date.

(b) Employee benefits

The cost of the employee benefit and other post-employment benefits and the present value of such obligation are determined using actuarial valuations. an actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, future salary increases, mortality rates and future pension increases. In view of the complexities involved in the valuation and its long-term nature, employee benefit is highly sensitive to

2.17 Earnings per share and diluted earning per share

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders (after deducting attributable taxes) by the weighted average number of equity shares outstanding during the period. Partly paid equity shares are treated as a fraction of an equity share to the extent that they are entitled to participate in dividends relative to a fully paid equity share during the reporting period. The weighted average number of equity shares outstanding during the period is adjusted for events such as bonus issue, bonus element in a rights issue, share split and reverse share split (consolidation of shares) that have changed the number of equity shares outstanding, without a corresponding change in resources.

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

2.18 Investment in subsidiary

The Company has elected to recognize its investments in subsidiaries at cost in accordance with the option available in Ind AS 27, 'Separate Financial Statements', less accumulated impairment loss, if any. Cost represents amount paid for acquisition of the said investments.

The Company has elected to continue with the carrying value for all of its investments in subsidiaries as recognised in the financial statements. On disposal of an investment, the difference between the net disposal proceeds and the carrying amount is charged or credited to profit or loss. Investment in equity shares of subsidiaries and in CCPS' which are entirely in the nature of equity, are carried at cost.

2.19 Amendment to Accounting Standards (Ind AS) issued but not yet effective

Ministry of Corporate Affairs ("MCA") notifies new standards or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. There are no such recently issued standards or amendments to the existing standards for which the impact on the Restated Consolidated Financial Information is required to be disclosed.

G.D. SINGAL & ASSOCIATES CHARTERED ACCOUNTANTS FRN : 017643N FEROZEPUR CITY

WALKER CHANDIOK & CO LLP CHARTERED ACCOUNTANTS

SAEL Industries Limited

3 Property, plant and equipment

In Rs. million unless otherwise stated

Particulars	Furniture and fittings	Office equipments	Computer equipment	Total	Right of use asset (ROU)
Gross block					
Balance as at 25 April 2022	-	-	-	-	-
Addition during the period	-	-	-	-	-
Disposal/ adjustment	-	-	-	-	-
Balance as at 31 March 2023	-	-	-	-	-
Addition during the year	5.07	8.96	19.48	33.51	224.32
Disposal/ adjustment	-	-	-	-	-
Balance as at 31 March 2024	**5.07**	**8.96**	**19.48**	**33.51**	**224.32**
Accumulated depreciation					
Balance as at 25 April 2022	-	-	-	-	-
Charge during the period	-	-	-	-	-
Disposal/ adjustment	-	-	-	-	-
Balance as at 31 March 2023	-	-	-	-	-
Charge during the year	0.84	0.25	6.70	7.79	**37.38**
Disposal/ adjustment					
Balance as at 31 March 2024	**0.84**	**0.25**	**6.70**	**7.79**	**37.38**
Net block					
Balance as at 31 March 2023	-	-	-	-	-
Balance as at 31 March 2024	**4.23**	**8.71**	**12.78**	**25.72**	**186.94**

(This space has been intentionally left blank)

G.D. SINGHAL & ASSOCIATES * CHARTERED ACCOUNTANTS * FRN : 017648N FEROZEPUR CITY

WALKER CHANDIOK & CO LLP * CHARTERED ACCOUNTANTS *

SAEL Industries Limited

In Rs. million unless otherwise stated

Particulars	As at 31 March 2024	As at 31 March 2023
4 Non-current Investments		
Investment in subsidiaries		
Investment in equity instruments (at cost)		
SAEL Limited 221,543,484 (31 March 2023: 221,543,484) shares of face value of Rs. 10 each	5,885.26	5,885.26
SAEL Solar P5 Private Limited 9,060,000 (31 March 2023: nil) shares of face value of Rs.10 each	1,810.10	-
SAEL Solar P6 Private Limited 410,000 (31 March 2023: nil) shares of face value of Rs.10 each	160.10	-
SAEL Solar MHP1 Private Limited 10,000 (31 March 2023: nil) shares of face value of Rs.10 each	0.10	-
SAEL Solar MHP2 Private Limited 10,000 (31 March 2023: nil) shares of face value of Rs.10 each	0.10	-
SAEL Solar P4 Private Limited 10,000 (31 March 2023: nil) shares of face value of Rs.10 each	0.10	-
SAEL Solar P7 Private Limited 10,000 (31 March 2023: nil) shares of face value of Rs.10 each	0.10	-
SAEL Solar P8 Private Limited 10,000 (31 March 2023: nil) shares of face value of Rs.10 each	0.10	-
SAEL Solar P9 Private Limited 10,000 (31 March 2023: nil) shares of face value of Rs.10 each	0.10	-
SAEL Solar P10 Private Limited 10,000 (31 March 2023: nil) shares of face value of Rs.10 each	0.10	-
	7,856.16	**5,885.26**
Investment in compulsory convertible preference shares (CCPS) (at amortised cost)		
SAEL Limited 16,066,550 preference shares of face value of Rs. 10 each#	1,033.05	1,033.05
	1,033.05	**1,033.05**
Investment in equity instruments (net of tax) (at amortised cost)*		
SAEL Limited	1,818.75	
SAEL Solar P6 Private Limited	196.14	-
SAEL Solar RJP1 Private Limited	69.04	-
SAEL Solar MFG Private Limited	63.14	-
SAEL Solar P4 Private Limited	182.71	-
SAEL Solar MHP1 Private Limited	37.08	-
SAEL Solar MHP2 Private Limited	34.12	-
SAEL Solar P5 Private Limited	1,454.16	-
	3,855.14	-
	12,744.35	**6,918.31**

 # Terms and conditions of conversion of Compulsorily convertible Preference Shares (CCPS)

The Company has investment in 20 years 0.1% Compulsory Convertible Preference Shares of SAEL Limited having a par value of Rs. 10 per share. Each CCPS will compulsorily be converted in one equity share of the SAEL Limited. Investment in instruments have been classified as carried at amortised cost as per IND AS 109, since no ancillary transaction cost has been incurred on issue of such compound financial instruments. Accordingly, amortised cost is equal to the cost of such instruments.

* These are interest-free loans and have been accounted at fair value as per Ind AS 109 " Financial Instruments". Pursuant to this accounting, the difference between gross proceeds and fair value has been shown as an "Investment in equity instrument (at amortised cost)" (refer note 12).

5 Other financial assets - non current		
(unsecured, consider good unless otherwise stated)		
Fixed deposits with banks having maturity beyond 12 months	85.19	155.50
Security deposits	49.42	-
	134.61	**155.50**

G.D. SINGHAL & ASSOCIATES * CHARTERED ACCOUNTANTS * FRN : 017648N FEROZEPUR CITY

WALKER CHANDIOK & CO LLP * CHARTERED ACCOUNTANTS *

SAEL Industries Limited

In Rs. million unless otherwise stated

Particulars	As at 31 March 2024	As at 31 March 2023
6 Deferred tax assets/liabilities (net)		
Deferred tax assets arising on:		
Brought forward losses	53.75	60.96
Lease liabilities	64.27	-
Employee benefits	10.30	
Fair value of investment	1,420.92	-
Property, plant and equipment	0.35	-
Deferred tax liabilities arising on:		
Right of use assets	54.43	-
Deferred tax (net)	**1,495.16**	**60.96**
Deferred tax assets	1,495.16	60.96
Deferred tax liabilities	-	-

Particulars (2023-24)	As at 31 March 2023	Recognised on account of investment	(Expenses)/ benefit recognised in statement of profit and loss	Recognised in other comprehensive income/ other equity	As at 31 March 2024
Assets					
Brought forward losses	60.96	-	(7.21)	-	53.75
Lease liabilities	-	-	64.27	-	64.27
Employee benefits		-	14.08	(3.78)	10.30
Fair value of investment		1,583.83	(162.91)		1,420.92
Right of use assets	-	-	(54.43)	-	(54.43)
Property, plant and equipment	-	-	0.35	-	0.35
Total	**60.96**	**1,583.83**	**(145.85)**	**(3.78)**	**1,495.16**

Particulars (2022-23)	As at 25 April 2022	(Expenses)/ benefit recognised in statement of profit and loss	Recognised in other comprehensive income/ other equity	As at 31 March 2023
Assets				
Brought forward losses	-	60.96	-	60.96
Total	-	**60.96**	-	**60.96**

Effective tax reconciliation

Particulars	For the period ended 31 March 2024	For the period ended 31 March 2023
Loss before tax	(510.58)	(209.34)
Applicable tax rate	29.12%	29.12%
Expected tax expense [A]	**(148.68)**	**(60.96)**
Expenses not considered in determining taxable profit	297.25	-
Others	(2.72)	-
Total adjustments [B]	**294.53**	-
Actual tax expense [C=A+B]	**145.85**	**(60.96)**
Total tax incidence	145.85	(60.96)
Tax expense recognized in statement of profit and loss [D]	**145.85**	**(60.96)**

The applicable tax rate is the domestic tax rate applicable to the Company - 29.12% (31 March 2023 : 29.12%)

WALKER CHANDIOK & CO LLP * CHARTERED ACCOUNTANTS *

G.D. SINGHAL & ASSOCIATES * FRN : 017648N FEROZEPUR CITY * CHARTERED ACCOUNTANTS *

SAEL Industries Limited

In Rs. million unless otherwise stated

Particulars	As at 31 March 2024	As at 31 March 2023
7 Non-current tax assets (net)		
Advance income tax (net of provision)	143.67	0.63
	143.67	**0.63**
8 Inventories		
(valued at lower of cost or net realisable value)		
Raw Material		
- Goods-in-transit	278.54	-
	278.54	-
9 Trade receivables		
(unsecured, consider good unless otherwise stated)		
Considered good	449.76	-
	449.76	-

This includes trade receivable from related parties. (refer note 33)
Trade receivable ageing schedule as at 31 March 2024

	Outstanding for following periods from the due date of payment					
31 March 2024	**Unbilled**	**Not due**	**Less than 6 months**	**6 months to 1 years**	**1-2 years**	**Total**
Undisputed trade receivable						
Considered good	-	-	449.76	-	-	**449.76**
Credit impaired	-	-	-	-	-	-
Disputed trade receivable						
Considered goods	-	-	-	-	-	-
Credit impaired	-	-	-	-	-	-
	-	-	**449.76**	-	-	**449.76**
Less:- Allowance for doubtful trade receivable						-
Total trade receivable						**449.76**

10 Cash and cash equivalents		
Cash on hand	0.01	0.07
Balances with bank - current accounts	205.49	32.73
Fixed deposit with original maturity of less than three months	42.00	402.04
	247.50	**434.84**
11 Bank balances other than cash and cash equivalents		
Fixed deposits with remaining maturity more than 3 months and less than 12 months	685.99	282.42
	685.99	**282.42**
12 Loans		
Non-current financial asset		
Loans to related parties* (refer note 33)	9,478.26	-
Current financial asset		
Loans to related parties**	-	4,306.28
	9,478.26	**4,306.28**

*During the year, the Company has given loan to its subsidiaries company amounting to Rs. 14,345.58 millions (31 March 2023: Rs. Nil) which is receivable after the expiry of 5 years.
These are interest-free loans and have been accounted at fair value as per Ind AS 109 " Financial Instruments". Pursuant to this accounting, the difference between gross proceeds and fair value has been shown as an "Investment in equity instrument (at amortised cost)"(refer note 4).

** *Loan given to related parties are for business purpose and interest free and repayable on demand.*

WALKER CHANDIOK & CO LLP * CHARTERED ACCOUNTANTS *

G.D. SINGHAL & ASSOCIATES * CHARTERED ACCOUNTANTS * FRN : 017648N FEROZEPUR CITY

SAEL Industries Limited

In Rs. million unless otherwise stated

Particulars	As at 31 March 2024	As at 31 March 2023

Details of loans or advances in the nature of loans granted to promoter, directors, KMPs and the related parties (as defined under Companies Act, 2013), either severally or jointly with any other person, that are:
(a) repayable on demand; or
(b) without specifying any terms or period of repayment

As at 31 March 2024

Type of borrower	Amount of loan or advance in the nature of loan outstanding	Percentage to the total loans and advances in the nature of loans
Promoter	-	-
Directors	-	-
KMPs	-	-
Related parties	-	-

As at 31 March 2023

Type of borrower	Amount of loan or advance in the nature of loan outstanding	Percentage to the total loans and advances in the nature of loans
Promoter	-	-
Directors	-	-
KMPs	-	-
Related parties	4,306.28	100.00%

13 Other financial assets

(unsecured, consider good and measured at amortised cost unless otherwise stated)		
Security deposits	-	3.01
Fixed deposits with banks (having remaining maturity less than 12 months)	230.73	-
	230.73	**3.01**

14 Other current assets

(unsecured, consider good unless otherwise stated)		
Advance to vendors	1,444.00	377.52
Balances with government authorities	167.93	27.60
Prepaid expenses	9.89	0.07
Others	33.80	-
	1,655.62	**405.19**

G.D. SINGHAL & ASSOCIATES * CHARTERED ACCOUNTANTS * FRN : 017648N FEROZEPUR CITY

WALKER CHANDIOK & CO LLP * CHARTERED ACCOUNTANTS *

SAEL Industries Limited

15 Equity share capital

The financial statements represent a legal entity structure. The share capital of the company as below.

In Rs. million unless otherwise stated

Particulars	As at 31 March 2024		As at 31 March 2023	
	Number of shares	Amount	Number of shares	Amount
Authorised (Equity Share Capital)	6,60,00,000	660.00	6,60,00,000	660.00
Authorised (Preference Share Capital)	3,11,40,000	311.40	1,23,80,000	123.80
	9,71,40,000	**971.40**	**7,83,80,000**	**783.80**

Reconciliation of authorised equity share capital outstanding at the beginning and at the end of the reporting year

Particulars	As at 31 March 2024		As at 31 March 2023	
	Number of shares	Amount	Number of shares	Amount
At the beginning of the year	6,60,00,000	660.00	-	-
Additional shares created during the year	-	-	6,60,00,000	660.00
Outstanding at the end of the year	6,60,00,000	660.00	6,60,00,000	660.00

Reconciliation of authorised preference share capital outstanding at the beginning and at the end of the reporting year

Particulars	As at 31 March 2024		As at 31 March 2023	
	Number of shares	Amount	Number of shares	Amount
At the beginning of the year	1,23,80,000	123.80	-	-
Additional shares created during the year	1,87,60,000	187.60	1,23,80,000	123.80
Outstanding at the end of the year	3,11,40,000	311.40	1,23,80,000	123.80

Particulars	As at 31 March 2024		As at 31 March 2023	
	Number of shares	Amount	Number of shares	Amount
Issued and subscribed and fully paid up (equity share capita	4,61,29,297	461.29	4,61,29,197	461.29
Issued and subscribed and fully paid up (preference share ca	2,31,84,888	231.85	81,39,990	81.40
Total	**6,93,14,185**	**693.14**	**5,42,69,187**	**542.69**
Less : Amount presented as financial liability (refer note 18	2,31,84,888	231.85	81,39,990	81.40
Total	**4,61,29,297**	**461.29**	**4,61,29,197**	**461.29**

1 **Reconciliation of equity share capital outstanding at the beginning and at the end of the reporting year**

Particulars	As at 31 March 2024		As at 31 March 2023	
	Number of shares	Amount	Number of shares	Amount
At the beginning of the year	4,61,29,197	461.29	-	-
Shares issued during the year	100	0.00	4,61,29,197	461.29
Outstanding at the end of the year	4,61,29,297	461.29	4,61,29,197	461.29

Reconciliation of preference share capital outstanding at the beginning and at the end of the reporting

Particulars	As at 31 March 2024		As at 31 March 2023	
	Number of shares	Amount	Number of shares	Amount
At the beginning of the year	81,39,900	81.40	-	-
Shares issued during the year	1,50,44,988	150.45	81,39,900	81.40
Outstanding at the end of the year	2,31,84,888	231.85	81,39,900	81.40

WALKER CHANDIOK & CO LLP * CHARTERED ACCOUNTANTS *

G.D. SINGHAL & ASSOCIATES * FRN : 017648N FEROZEPUR CITY * CHARTERED ACCOUNTANTS

SAEL INDUSTRIES LIMITED

2 Number of shares held by each shareholder holding more than 5% Shares in the Company

(i) Details of equity shares held by shareholders holding more than 5% of the aggregate shares in the Company

Particulars	As at 31 March 2024		As at 31 March 2023	
	No. of Shares	% of holding	No. of Shares	% of holding
Jasbir Singh	1,28,79,458	27.92	1,07,03,415	23.20
Sukhbir Singh	1,07,83,816	23.38	1,07,83,816	23.38
Palki Awla	50,48,468	10.94	50,48,468	10.94
Seema Awla	44,20,511	9.58	44,20,511	9.58
Total	**3,31,32,253**	**71.83**	**3,09,56,210**	**67.10**

(ii) Details of preference shares held by shareholders holding more than 5% of the aggregate shares in the Company

Particulars	As at 31 March 2024		As at 31 March 2023	
	No. of Shares	% of holding	No. of Shares	% of holding
Norfund	1,59,23,802	69%	81,39,900	100%
U.S. International Development Finance Corporation (DFC)	72,61,086	31%	-	-
Total	**2,31,84,888**	**100%**	**81,39,900**	**100%**

3 Terms/rights attached to equity shares

The Company have only one class of equity shares having par value of Rs.10 per share. Each holder of equity shares is entitled to one vote per share. If declared, the Company will pay dividends in Indian rupees.

In the event of liquidation of Company, the holders of equity shares of such Company will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders of the Company.

4 Aggregate number of shares issued for consideration other than cash

During 2023, Company has allotted 46,122,097 equity shares of Rs 10 each at a premium of Rs 140 on the acquisition of 100% controlling interest in SAEL Limited on 04 July 2022.

5 The Company has not issued any bonus shares nor has there been any buy-back of shares in the current year and previous period.

(This space has been intentionally left blank)

WALKER CHANDIOK & CO LLP * CHARTERED ACCOUNTANTS *

G.D. SINGHAL & ASSOCIATES * FRN : 017648N FEROZEPUR CITY * CHARTERED ACCOUNTANTS

SAEL INDUSTRIES LIMITED

SAEL Industries Limited
CIN - U40106PB2022PLC055755
Notes to standalone financial Statements for the year ended 31 March 2024

15.1 Disclosure of shareholdings of promoters as follows

S.No	Promoter Name	Shareholding at the end of the year				% change in shareholding during the year
		As at 31 March 2024		As at 31 March 2023		
		No. of Shares	% of total Shares of the holding Company	No. of Shares	% of total Shares of the holding Company	
1	Jasbir Singh	1,28,79,458	27.92	1,07,03,415	23.20	4.72
2	Sukhbir Singh	1,07,83,816	23.38	1,07,83,816	23.38	-
3	Jatin Awla	-	-	21,71,710	4.71	(4.71)
4	Seema Awla	44,20,511	9.58	44,20,511	9.58	-
5	Palki Awla	50,48,468	10.94	50,48,468	10.94	-
6	Laxit Awla	12,63,600	2.74	12,63,600	2.74	-
7	Harsh Awla	11,93,073	2.59	11,93,073	2.59	-
8	Sukhbir Singh HUF	14,49,270	3.14	14,49,270	3.14	-
9	Jasbir Singh & Sons HUF	16,00,368	3.47	16,00,368	3.47	-
10	Gobind Dham Renewble Energy Private Limited	20,13,600	4.37	20,13,600	4.37	-
11	Sukhbir Solar Energy Private Limited	8,23,870	1.79	8,23,870	1.79	-
12	Govind Infra Private Limited	8,10,653	1.76	8,10,653	1.76	-
13	Sukhbir Logistics Private Limited	16,06,000	3.48	16,06,000	3.48	-
14	Sael Overseas Limited	7,20,000	1.56	7,20,000	1.56	-
15	Harjagat Infra Private Limited	13,05,333	2.83	13,05,333	2.83	-
16	Sindh Renewable Power Private Limited	2,07,744	0.45	2,07,744	0.45	-
17	Govind Awla	-	-	4,333	0.01	(0.01)
18	Harjagat Awla	3,333	0.01	3,333	0.01	-
	Total	**4,61,29,097**	**100.00**	**4,61,29,097**	**100.00**	-

WALKER CHANDIOK & CO LLP * CHARTERED ACCOUNTANTS *

G.D. SINGHAL & ASSOCIATES * FRN : 017646N FEROZEPUR CITY * CHARTERED ACCOUNTANTS

SAEL INDUSTRIES LIMITED

SAEL Industries Limited
CIN - U40106PB2022PLC055755
Notes to standalone financial Statements for the year ended 31 March 2024

Particulars	In Rs. million unless otherwise stated As at 31 March 2024	 As at 31 March 2023
16 Other equity		
Securities premium		
Opening balance	6,457.09	-
Addition during the year/period	-	6,457.09
Balances at the end of the year	**6,457.09**	**6,457.09**
Retained earnings		
Opening balance	(148.37)	-
Loss for the year/period	(656.43)	(148.37)
Remeasurement of post-employment benefit obligation during the year/period	12.99	-
Tax effect on remeasurement during the year/period	(3.78)	-
Balances at the end of the year	**(795.60)**	**(148.37)**
Total other equity	**5,661.50**	**6,308.72**

Securities premium
Securities premium reserve represents premium received on issue of shares. The reserve can be utilised in accordance with the provisions of the Companies Act, 2013.

Retained earnings
All the profits or losses made by the Company are transferred to retained earnings from statement of profit and loss. Remeasurement of defined benefit plans represents the actuarial gains/ (losses) recognised in the other comprehensive income.

WALKER CHANDIOK & CO LLP CHARTERED ACCOUNTANTS

G.D. SINGHAL & ASSOCIATES FRN : 017646N FEROZEPUR CITY CHARTERED ACCOUNTANTS

SAEL Industries Limited

In Rs. million unless otherwise stated

Particulars	As at 31 March 2024	As at 31 March 2023
17 Lease liabilities		
Non current	135.28	-
Current	85.44	-
	220.72	-
18 Other financial liability		
Compulsory convertible preference shares (CCPS)	10,294.76	3,318.80
	10,294.76	**3,318.80**

Terms and conditions of 5% Compulsorily convertible Preference Shares (CCPS) held by Investor

The Company has issued 2,31,84,888 number (31 March 2023: 81,39,900) of Compulsorily Convertible Preference Shares (CCPS) of Rs. 10 each fully paid-up at a premium of Rs. 390 per share. If the Board proposes to declare any dividend on any Securities, the holders of the CCPS shall be paid, out of the dividend proposed to be declared, a cumulative dividend equal to 5%, in preference and priority to the payment of dividend on equity shares in the same financial year. The CCPS holders shall carry the same voting rights as are attached to the Equity Shares issuable to the holders of the CCPS upon the conversion of such CCPS.

CCPS will be converted into equity shares of the Company on the earliest of the following dates :

(a) IPO Conversion Date - 10 days prior to the filing of the final and updated DRHP with SEBI

(b) TPS Date- Date on which relevant definitive documents for a Third Party Sale are executed

(c) Mandatory Conversion Date- Date falling 20 years from the date of close of first and second tranche closing date.

The investor shall also have the following rights:

(I) Asset sale can be enforced by the CCPS holder if (i) the Company and the Sponsors are unable to consummate the IPO by the IPO Deadline i.e. on or before 31 December 2027; and (ii) the Company and the Sponsors are unable to provide an exit to the Investor pursuant to a Third Party Sale on or before 31 December 2028.

(II) Investor Controlled Sale (ICS) wherein it assumes the management control of the Company for a period of 9 (nine) months commencing from the Asset Sale Deadline i.e. on or before 31 July 2029 until 30 April 2030, through a written notice to the Company and the Sponsors.

(III) Investor has the right to require the Sponsors and Company to buyback the Investor Equity Securities or Investor Converted Securities held by the Investor in consideration for Investor Specified Amount.

(IV) In case of liquidity event, the CCPS holder shall be entitled to receive Liquidation Preference Investor Specified Amount subject to preference to be given to creditors under Applicable Law.

These compulsory convertible preference shares have the exit options as mentioned above. Hence, these shares are also classified as financial liability.

During the previous period, the Company has issued 100 equity shares to Norfund. These shares also have the above exit options, hence these shares are also classified as a financial liability and disclosed above.

During the current year, the Company has issued 100 equity shares to DFC. These shares also have the above exit options, hence these shares are also classified as a financial liability and disclosed above.

Increase in the financial liability on subsequent re-measurement at fair value at the balance sheet date amounting to Rs. 1,020.77 million (31 March 2023: Rs 62.80 million) is disclosed within 'Other expenses' in the profit and loss account statement.

Refer note 15 for movement of preference share held by shareholders holding more than 5 % of the aggregate share in the Company.

19 Provisions (Non current)		
Provision for employee benefits		
Provision for gratuity (refer note 34)	19.23	-
	19.23	-
20 Borrowings		
Secured		
Cash credit facility from banks#	19.95	-
Unsecured		
Loan from related parties* (refer note 33)	2,998.62	2,448.11
	3,018.57	**2,448.11**

\# Cash credit facility from banks on consortium / standalone basis are secured against entire current assets of the Companhy by hypothecation of present and future stocks of raw material, finished goods, packing material, spare parts , trade receivable, advance paid to suppliers of raw material on the basis of first pari-passu charge of the respective units with consortium members banks equitable mortgage of specific properties at various units/ locations in the name of directors, family members and personal guarantees of directors and family members.

* Includes borrowings of Rs. 366.36 millions that are chargeable to interest @ 10.00% p.a. and are repayable on demand and loans amounting to Rs. 2,632.26 million are interest free and are repayable on demand and Out of the total outstanding, the company has repaid Rs. 1,410.23 million (31 March 2023: Rs. Nil) subsequent to the year end.

\# Includes interest accrued of Rs. Nil (31 March 2023: Rs. 12.25 miilion).

* Interest free loan, repayable on demand. Out of the total outstanding, the company has repaid Rs. 1,410.23 million (31 March 2023: Rs. Nil) subsequent to the year end.

WALKER CHANDIOK & CO LLP CHARTERED ACCOUNTANTS

G.D. SINGHAL & ASSOCIATES FRN : 017648N FEROZEPUR CITY CHARTERED ACCOUNTANTS

SAEL Industries Limited

In Rs. million unless otherwise stated

Particulars	As at 31 March 2024	As at 31 March 2023
21 Trade payables		
(measured at amortised cost)		
Due to micro enterprises and small enterprises (refer note below)	-	-
Due to others	1,717.06	6.24
	1,717.06	**6.24**

Note:-

a	Disclosure under the Micro, Small and Medium Enterprises Development Act, 2006 ('MSMED Act, 2006'):		
i)	The principal amount and the interest due thereon remaining unpaid to any supplier as at the end of each accounting year	-	-
ii)	The amount of interest paid by the buyer in terms of section 16, along with the amounts of the payments made to the supplier beyond the appointed day during accounting year	-	-
iii)	The amount of interest due and payable for the period of delay in making payments (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the MSMED Act, 2006.	-	-
iv)	The amount if interest accrued and remaining unpaid at the end of each accounting year, and	-	-
v)	The amount of further interest remaining due and payable even in the succeeding year, 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 MSMED Act, 2006	-	-
		-	-

The above information regarding dues to Micro, Small and Medium enterprises as defined under the Micro, Small and Medium Enterprises Development Act (MSMED), 2006 has been determined to the extend identified and information available with the Company pursuant to Section 22 of the Micro, Small and Medium enterprises Development Act (MSMED), 2006.

Trade payable ageing schedule

31 March 2024	Outstanding for following periods from the due date of payment					
	Not due	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
Undisputed dues - MSME*	-	-	-	-	-	-
Undisputed dues - Others	-	1,717.06	-	-	-	1,717.06
Disputed dues - MSME*	-	-	-	-	-	-
Disputed dues - Others	-	-	-	-	-	-
Total trade payables	-	**1,717.06**	-	-	-	**1,717.06**

31 March 2023	Outstanding for following periods from the due date of payment					
	Not due	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
Undisputed dues - MSME*	-	-	-	-	-	-
Undisputed dues - Others	-	6.24	-	-	-	6.24
Disputed dues - MSME*	-	-	-	-	-	-
Disputed dues - Others	-	-	-	-	-	-
Total trade payables	-	**6.24**	-	-	-	**6.24**

*MSME as per the Micro, Small and Medium Enterprises Development Act, 2006.

22 Other financial liabilities		
(measured at amortised cost)		
Employee related liabilities	4.24	2.62
Others	6.91	2.99
	11.15	**5.61**
23 Other current liabilities		
Advance from customers * (refer note 33)	6,328.78	-
Payable to statutory authorities	7.64	18.37
	6,336.42	**18.37**

* includes advances received from related parties

24 Provisions		
Provision for employee benefits (Current)		
Provision for gratuity (refer note 34)	0.61	-
Provision for compensated absences	15.52	-
	16.13	-

WALKER CHANDIOK & CO LLP * CHARTERED ACCOUNTANTS *

G.D. SINGHAL & ASSOCIATES * CHARTERED ACCOUNTANTS * FRN : 017648N FEROZEPUR CITY

SAEL Industries Limited

In Rs. million unless otherwise stated

Particulars	For the year ended 31 March 2024	For the period from 25 April 2022 to 31 March 2023
25 Revenue from operations		
Sale of goods and services		
Revenue from EPC contract	6,891.87	-
	6,891.87	-

*Revenue from engineering, procurement and construction services under the agreement entered with the related parties.

26 Other income		
Interest income on bank deposits	94.02	6.30
Gain on sale of mutual funds	32.17	-
Interest income on on related party loans (refer note 33)	559.45	-
Unwinding of other financial assets (security deposit)	2.13	-
Miscellaneous income	1.01	2.91
	688.78	**9.21**

Revenue from contracts with customers

a) Disaggregation of revenue

Set out below is the disaggregation of the Company revenue from contracts with customers:

Particulars	For the year ended 31 March 2024	For the period from 25 April 2022 to 31 March 2023
Revenue from contracts with customers		
Revenue from sale of goods		
Revenue from EPC contract	6,891.87	-

Contract balances

The following table provides information about receivables, contract assets and contract liabilities from contract with customers:

Particulars	For the year ended 31 March 2024	For the period from 25 April 2022 to 31 March 2023
Contract assets		
Unbilled revenue other than passage of time	-	-
Contract liability		
Advance from customer	6,328.78	-

Revenue recognised in relation to contract liabilities

a. Revenue recognised in the reporting period that was included in the contract liability balance at the beginning of the period	-	-
b. Revenue recognised in the reporting period from performance obligations satisfied (or partially satisfied) in previous period	-	-

Contract asset is the right to consideration in exchange for goods or services transferred to the customer. Contract liability is the entity's obligation to transfer goods or services to a customer for which the entity has received consideration from the customer in advance. Contract assets are transferred to receivables when the rights become unconditional and contract liabilities are recognized as and when the performance obligation is satisfied.

Reconciling the amount of revenue recognised in the statement of profit and loss with the contracted price		
Revenue as per contract	6,891.87	-
Adjustments:		
Rebate and discounts	-	-
Revenue from contract with customers	**6,891.87**	-

Transaction price - remaining performance obligation

The remaining performance obligation disclosure provides the aggregate amount of the transaction price yet to be recognized as at the end of the reporting period and an explanation as to when the Company expects to recognize these amounts in revenue. Applying the practical expedient as given in Ind AS 115, the Company has not disclosed the remaining performance obligation related disclosures for contracts as the revenue recognised corresponds directly with the value to the customer of the Company's performance completed till the reporting period.

Disclosure pursuant to Ind AS 115 "Revenue from Contracts with Customers

1 Contract balances:

(i) Movement in contract balances during the year.

In Rs. million unless otherwise stated

Particular	As at 31 March 2024			As at 31 March 2023		
	Contract Assets	Contract Liabilities	Net contract balances	Contract Assets	Contract Liabilities	Net contract balances
Opening balance	-	-	-	-	-	-
Addition during the year/ period	-	10,534.46	(10,534.46)	-	-	-
Utilisation during the year/ period	-	6,891.87	(6,891.87)	-		-
Closing balance	-	3,642.59	(3,642.59)	-	-	-

G.D. SINGHAL & ASSOCIATES CHARTERED ACCOUNTANTS FRN : 017648N FEROZEPUR CITY

WALKER CHANDIOK & CO LLP CHARTERED ACCOUNTANTS

SAEL Industries Limited

(ii) As at 31 March 2024 Rs. 3,642.59 millions (March 31, 2023: Rs NIL) of advance consideration received from customers for against EPC contract was reported within contract

2 Cost to obtain the contract:

i. Amortisation in Statement of Profit and Loss: Nil (previous year: Nil)

ii. Recognised as contract assets at March 31, 2024: Nil (previous year: Nil)

3 Reconciliation of contracted price with revenue during the year:

In Rs. million unless otherwise stated

Particulars	For the year ended 31 March 2024	For the year ended 31 March 2023
Opening contracted price of orders as at start of the year	-	-
Add:		
Fresh orders/change orders received (net)	10,534.46	-
Less:		
Orders completed during the year	2,536.50	-
Closing contracted price of orders as at the end of the year[1]	**7,997.96**	-
Total Revenue recognised during the year :	6,891.87	-
a. Revenue out of orders completed during the year	2,536.50	-
b. Revenue out of orders under execution at the end of the year (I)	4,355.37	-
Revenue recognised upto previous year (from orders pending completion at the end of the year) (II)	-	-
Increase/(decrease) due to exchange rate movements (III)	-	-
Balance revenue to be recognised in future viz. Order book (IV)	3,642.59	-
Closing contracted price of orders as at the end of the year[1] (I+II+III+IV)	**7,997.96**	-

Outstanding performance and Time for its expected conversion into Revenue

In Rs. million unless otherwise stated

		Time for expected conversion to Revenue					
Outstanding performance	Total	Upto 1 Year	1 to 2 years	2 to 3 years	3 to 4 years	4 to 5 years	Beyond 5
As at March 2024	3,642.59	3,642.59	-	-	-	-	-
As at March 2023	-	-	-	-	-	-	-

27 Cost of material consumed

Cost of material consumed	6,175.79	-
	6,175.79	-

28 Employee benefits expense

Salaries, wages and bonus	473.62	7.18
Contribution to provident and other funds	7.96	-
Staff welfare expenses	9.91	0.03
	491.50	**7.21**

29 Finance costs

Interest costs on:		
- borrowings	2.29	13.61
- lease liabilities	10.24	-
- others	69.48	-
	82.01	**13.61**

30 Depreciation and amortisation expenses

Depreciation and amortisation expenses (refer note 3)	7.79	-
Amortisation of right of use of assets (refer note 3)	37.39	-
	45.18	-

31 Other expenses

Legal and professional fees	216.00	127.90
Travelling and conveyance	27.02	0.28
Rates and taxes	12.77	-
Buildings	22.51	-
Security services	2.03	-
Power & fuel	1.42	-
Rent and hire charges	0.74	-
Insurance	1.13	0.02
Printing and stationary expenses	-	0.02
Payment to auditors (refer note below)	8.36	3.30
Bank charges	6.14	0.58
Fair value changes on CCPS (refer note 18)	957.96	62.80
Miscellaneous expenses	40.67	2.82
	1,296.75	**197.72**

Note:-

a) payment to auditors as		
- auditors	7.50	3.30
- certification and other services	0.50	-
- out of pocket expense	0.36	-
	8.36	**3.30**

WALKER CHANDIOK & CO LLP * CHARTERED ACCOUNTANTS *

SAEL Industries Limited

32 Financial instruments

(i) Fair value hierarchy

There are no financial assets or liabilities measured at fair value in these financial statements except stated below.

(ii) Financial instruments by category

In Rs. million unless otherwise stated

Particulars	31 March 2024		31 March 2023	
	FVTPL*	Ammortised Cost	FVTPL*	Ammortised Cost
Financial assets				
Trade receivable	-	449.76	-	-
Cash and cash equivalents	-	247.50	-	434.84
Bank balances other than cash and cash equivalents	-	685.99	-	282.42
Loans	-	9,478.26	-	4,306.28
Other financial assets	-	365.34	-	158.51
Total financial assets	**-**	**11,226.85**	**-**	**5,182.05**
Financial liabilities				
Borrowings	-	3,018.57	-	2,448.11
Lease liabilities	-	220.72	-	-
Trade payables	-	1,717.06	-	6.24
Other financial liabilities	10,294.76	11.15	3,318.80	5.61
Total financial liabilities	**10,294.76**	**4,967.50**	**3,318.80**	**2,459.96**

The carrying amounts of trade receivables, cash and cash equivalents,Bank balances other than cash and cash equivalents, current loans, borrowings, lease liabilities, trade payable and other current financial assets and liabilities, approximates the fair values, due to their short-term nature.

Financial assets and financial liabilities are measured at fair value in the standalone financial statements and are grouped into three Levels of a fair value hierarchy. The three Levels are defined based on the observability of significant inputs to the measurement, as follows:

The categories used are as follows:

Level 1: Quoted prices (unadjusted) for identical instruments in an active market;

Level 2: Directly (i.e. as prices) or indirectly (i.e. derived from prices) observable market inputs, other than Level 1 inputs; and

Level 3: Inputs which are not based on observable market data (unobservable inputs). Fair values are determined in whole or in part using a net asset value or valuation

(iii) Financial liabilities measured at fair value - recurring fair value measurements

Particulars	Period	Level 1	Level 2	Level 3	Total
Financial liabilities at fair value through profit and loss					
Liability arising out of compulsory	31 March 2024	-	-	10,294.76	**10,294.76**
Liability arising out of compulsory	31 March 2023	-	-	3,318.80	**3,318.80**

(iv) Valuation process and technique used to determine fair value

Specific valuation techniques used to value financial instruments include:

(a) for liability arising on account of compulsory convertible preference shares, monte carlo simulation has been used.

The following table summarises the quantitative information about the significant unobservable inputs used in level 3 fair value measurements.

Particulars	Fair value		Significant unobservable inputs
	31 March 2024	31 March 2023	
Liability arising out of compulsory convbertible preference shares (refer note 18)	10,294.76	3,318.80	Discount rate

(v) Sensitivity analysis

Description	As at 31 March 2024	As at 31 March 2023
Impact on liability arising on account of put options fair value if change in discount rate		
- Impact due to increase of 0.5%	51.47	16.59
- Impact due to decrease of 0.5%	(51.47)	(16.59)

G.D. SINGHAL & ASSOCIATES CHARTERED ACCOUNTANTS FRN : 017646N FEROZEPUR CITY

WALKER CHANDIOK & CO LLP CHARTERED ACCOUNTANTS

SAEL Industries Limited

(vi) The following table presents the changes in level 3 items for the years ended 31 March 2024 and 31 March 2023

Particulars	Liability arising out of compulsory convertible preference shares
As at 25 April 2022	-
Add: Issue of equity shares	-
Add: Issue of compulsory convertible preference shares	3,256.00
Add: fair value changes during the year*	62.80
As at 31 March 2023	**3,318.80**
Add: Issue of equity shares	-
Add: Issue of compulsory convertible preference shares	6,018.00
Add: fair value changes during the year*	957.97
As at 31 March 2024	**10,294.77**

*Disclosed in these standalone statement of profit and loss for the year ended 31 March 2024.

(iii) Risk management

The Company activities expose it to credit risk, liquidity risk and market risk. The Company board of directors has overall responsibility for the establishment and oversight of the Company risk management framework. This note explains the sources of risk which the Company is exposed to and how the Company manages the risk and the related impact in the financial statements.

(A) Credit risk

Credit risk is the risk that a counterparty fails to discharge its obligation to the Company. The Company exposure to credit risk is influenced mainly by cash and cash equivalents, trade receivables and financial assets measured at amortised cost. The Company continuously monitors defaults of customers and other counterparties and incorporates this information into its credit risk controls.

a) Credit risk management

i) Credit risk rating

The Company assesses and manages credit risk of financial assets based on following categories arrived on the basis of assumptions, inputs and factors specific to the class of financial assets.

A: Low credit risk on financial reporting date
B: Moderate credit risk
C: High credit risk

The Company provides for expected credit loss based on the following:

Asset group	Basis of categorisation	Provision for expected credit loss
Low credit risk	Trade receivable, cash and cash equivalents, bank balances other than cash and cash equivalents, loans, other financial assets	12 month expected credit loss

Based on business environment in which the Company operates, there have been no defaults on financial assets of the Company by the counterparties. Loss rates reflecting defaults are based on actual credit loss experience and considering differences between current and historical economic conditions.

Assets are written off when there is no reasonable expectation of recovery, such as a debtor declaring bankruptcy or a litigation decided against the Company. The Company continues to engage with parties whose balances are written off and attempts to enforce repayment. There have been no cases of write off with the Company.

In Rs. million unless otherwise stated

Credit rating	Particulars	Carrying Value As at 31 march 2023	Carrying Value As at 31 march 2023
A: Low credit risk	Trade receivable, cash and cash equivalents, bank balances other than cash and cash equivalents, loans, other financial assets	11,226.85	5,182.05

G.D. SINGHAL & ASSOCIATES CHARTERED ACCOUNTANTS FRN : 017648N FEROZEPUR CITY

WALKER CHANDIOK & CO LLP CHARTERED ACCOUNTANTS

SAEL Industries Limited

b) Credit risk exposure

(i) Provision for expected credit losses

The Company provides for 12 month expected credit losses for following financial assets –

31 March 2024

In Rs. million unless otherwise stated

Particulars	Estimated gross carrying amount at default	Expected credit losses	Carrying amount net of impairment provision
Trade receivable	449.76	-	449.76
Cash and cash equivalents	247.50	-	247.50
Bank balances other than cash and cash equivalents	685.99	-	685.99
Loans	9,478.26	-	9,478.26
Other financial assets	365.34	-	365.34

31 March 2023

In Rs. million unless otherwise stated

Particulars	Estimated gross carrying amount at default	Expected credit losses	Carrying amount net of impairment provision
Cash and cash equivalents	434.84	-	434.84
Bank balances other than cash and cash equivalents	282.42	-	282.42
Loans	4,306.28	-	4,306.28
Other financial assets	158.51	-	158.51

The credit risk for investment, cash and cash equivalents and other bank balances, loan and other financial assets is considered negligible, since the counterparties are reputable banks with high quality external credit ratings.

(B) Liquidity risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Company approach to managing liquidity is to ensure as far as possible, that it will have sufficient liquidity to meet its liabilities when they are due.

Management monitors rolling forecasts of the Company liquidity position and cash and cash equivalents on the basis of expected cash flows. The Company takes into account the liquidity of the market in which the Company operates.

Financial arrangement

The Company does not have any undrawn borrowing facilities at the end of the reporting period
However, Compulsory Convertible Preference Shares amounting to USD 32.50 million (31 March 2023: USD 20.00 million) is yet to be disbursed as on 31

Maturities of financial liabilities

The tables below analyse the Company financial liabilities into relevant maturity groupings based on their contractual maturities.

In Rs. million unless otherwise stated

31 March 2024	On demand	Less than 1 year	1 - 5 years	More than 5 years	Total
Non-derivatives					
Borrowings	3,018.57	-	-	-	3,018.57
Trade payables	-	1,717.06	-	-	1,717.06
Lease liabilities	-	220.72	-	-	220.72
Other financial liabilities	-	11.15	10,294.76	-	10,305.91
Total	**3,018.57**	**1,948.93**	**10,294.76**	**-**	**15,262.25**

In Rs. million unless otherwise stated

31 March 2023	On demand	Less than 1 year	1 - 5 years	More than 5 years	Total
Non-derivatives					
Borrowings (including interest)	2,448.11	-	-	-	2,448.11
Trade payables	-	6.24	-	-	6.24
Other financial liabilities	-	5.61	3,318.80	-	3,324.41
Total	**2,448.11**	**11.85**	**3,318.80**	**-**	**5,778.76**

The gross outflows disclosed in the above table represent the contractual undiscounted cash flows relating to financial liabilities held for risk management purposes and which are not usually closed out before contractual maturity.

(C) Market risk

a) Foreign exchange risk

The Company does not have any foreign exchange risk as there are no foreign currency transactions

WALKER CHANDIOK & CO LLP * CHARTERED ACCOUNTANTS *

G.D. SINGHAL & ASSOCIATES * CHARTERED ACCOUNTANTS * FRN : 017648N FEROZEPUR CITY

SAEL Industries Limited

b) Interest rate risk

i) Liabilities

The Company policy is to minimise interest rate cash flow risk exposures on long-term financing. At 31 March 2024, the Company is exposed to changes in market interest rates through bank borrowings at variable interest rates. The Company investments in fixed deposits all pay fixed interest rates.

ii) Assets

The Company fixed deposits are carried at amortised cost and are fixed rate deposits. They are therefore not subject to interest rate risk as defined in Ind AS

Interest rate risk exposure

Below is the overall exposure of the deposits:

In Rs. million unless otherwise stated

Particulars	As at 31 March 2024	As at 31 March 2023
Fixed rate deposits	1,043.91	839.97
Total deposits	**1,043.91**	**839.97**

c) Price risk

The Company does not have any other price risk than interest risk as disclosed above.

(D) Capital management

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

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 monitors capital using a gearing ratio, which is net debt divided by total capital plus net debt. The Company's policy is to keep an optimum gearing ratio. The Company includes lease liabilities and other non current financial liability , less cash and cash equivalents.

In Rs. million unless otherwise stated

Particulars	As at 31 March 2024	As at 31 March 2023
Borrowings*	3,018.57	2,448.11
Lease liabilities	135.28	-
Other financial liabilities	10,294.76	3,318.80
Less: Cash and cash equivalents	247.50	434.84
Net debt	**13,201.10**	**5,332.07**
Equity	6,122.79	6,770.01
Total equity	**6,122.79**	**6,770.01**
Capital and net debt	**19,323.90**	**12,102.09**
Gearing ratio (%)	**68.31%**	**44.06%**

* Includes current and non- current both

In order to achieve this overall objective, the Company's capital management, amongst other things, aims to ensure that it meets financial covenants attached to the interest bearing loans and borrowings that define capital structure requirements.

(This space has been intentionally left blank)

G.D. SINGHAL & ASSOCIATES FRN : 017648N FEROZEPUR CITY CHARTERED ACCOUNTANTS

WALKER CHANDIOK & CO LLP CHARTERED ACCOUNTANTS

SAEL Industries Limited

33 Related parties

I Names of related parties and related party relationship

The names of related parties where control exists and/or with whom transactions have taken place during the period and description of relationship as identified by the management are:

	Ownership Interest 31 March 2024	Ownership Interest 31 March 2023
a) Wholly Owned Subsidiary		
SAEL Limited (w.e.f. 04 July 2022)	100%	100%
SAEL Solar MHP1 Private Limited	100%	-
SAEL Solar MHP2 Private Limited	100%	-
SAEL Solar P4 Private Limited	100%	-
SAEL Solar P5 Private Limited	100%	-
SAEL Solar P6 Private Limited	100%	-
SAEL Solar P7 Private Limited	100%	-
SAEL Solar P8 Private Limited	100%	-
SAEL Solar P9 Private Limited	100%	-
SAEL Solar P10 Private Limited	100%	-
b) Step down subsidiaries		
Sunfree Paschim Renewable Energy Private Limited	100%	100%
Sunfree North East Renewable Energy Private Limited	100%	100%
Canal Solar Energy Private Limited	100%	100%
Laxjeet Renewable Energy Private Limited	100%	100%
Universal Biomass Energy Private Limited	100%	100%
VCA Power Private Limited	100%	100%
TNA Renewable Energy Private Limited	100%	100%
KTA Powers Private Limited	100%	100%
Jasrasar Green Power Energy Private Limited	100%	100%
Sardarshahar Agri Energy Private Limited	100%	100%
SAEL Agri Commodities Limited	100%	100%
SAEL Kaithal Renewable Energy Private Limited (Formerly Chitrakoot Solar Private Limited)	100%	100%
SAEL Engineering Private Limited (Formerly Lalitpur Solar Private Limited)	100%	100%
SAEL Solar Mfg. Private Limited	100%	100%
SAEL RE Power Private Limited	100%	100%
SAEL Solar Solutions Private Limited	100%	100%
SAEL Solar India Private Limited	100%	100%
SAEL Power Private Limited	100%	100%
SAEL International Limited, Hongkong	100%	100%
Urjanidhi Solar Private Limited	100%	100%
Sunfree Energy Private Limited	100%	100%
Native Power Private Limited	100%	100%
SAEL EV Infra Private Limited	100%	100%
Chattargarh Renewable Energy Private Limited	100%	100%
Sunfree Energy RJP1 Private Limited	100%	-
Sukhbir Singh and Company (w.e.f. 1 October 2022)	-	100%

c) Directors

Mr. Jasbir Singh
Mr. Sukhbir Singh
Mr. Laxit Awla
Mr. Harbhajan Singh (Independent director) (appointed effective from 29 March 2023)
Mr. Inge Karsten Stoelen (appointed effective from 07 June 2023)
Mr. Bjornar Baugerud (appointed effective from 06 May 2024)

d) Key Managerial Person other than Directors

Mr. Dushyant Kumar (Chief Financial Officer, appointed effective from 04 July 2023)
Mr. Vishal Garg (Company Secretary, appointed effective from 04 July 2023)

(This space has been intentionally left blank)

G.D. SINGHAL & ASSOCIATES CHARTERED ACCOUNTANTS FRN : 017646N FEROZEPUR CITY
WALKER CHANDIOK & CO LLP CHARTERED ACCOUNTANTS
SAEL Industries Limited

SAEL Industries Limited
CIN: U40106PB2022PLC055755
Notes to standalone financial Statements for the year ended 31 March 2024

S. No.	Particular	As at 31 March 2024	As at 31 March 2023
(A)	**Outstanding balances**		
1	**Invetmet in Equity share capital**	6,918.31	6,918.31
	SAEL Limited	1,810.10	-
	SAEL Solar P5 Private Limited*	160.10	-
	SAEL Solar P6 Private Limited*	0.10	-
	SAEL Solar MHP1 Private Limited*	0.10	-
	SAEL Solar MHP2 Private Limited*	0.10	-
	SAEL Solar P4 Private Limited*	0.10	-
	SAEL Solar P7 Private Limited*	0.10	-
	SAEL Solar P8 Private Limited*	0.10	-
	SAEL Solar P9 Private Limited*	0.10	-
	SAEL Solar P10 Private Limited*	8,889.21	6,918.31
2	**Value of Deemed Investment accounted in terms of fair valuation under Ind AS 109: (net of tax)**	1,818.75	-
	SAEL Limited	69.04	-
	SAEL Solar RJP1 Private Limited	63.14	-
	SAEL Solar MFG Private Limited	182.71	
	SAEL Solar P4 Private Limited	37.08	-
	SAEL Solar MHP1 Private Limited	34.12	-
	SAEL Solar MHP2 Private Limited	1,454.16	-
	SAEL Solar P5 Private Limited	3,855.15	-
3	**Non-current loan to related parties**	-	-
	Laxit Awla	4,623.27	-
	SAEL Limited	0.64	-
	SAEL Solar Solutions Private Limited	160.51	-
	SAEL Solar Mfg Private Limited	472.23	-
	SAEL Solar P4 Private Limited	3,363.96	
	SAEL Solar P5 Private Limited	500.60	-
	SAEL Solar P6 Private Limited	0.05	-
	SAEL Solar P7 Private Limited	0.05	-
	SAEL Solar P8 Private Limited	0.06	-
	SAEL Solar P9 Private Limited	0.06	-
	SAEL Solar P10 Private Limited	94.46	-
	SAEL Solar MHP1 Private Limited	87.55	-
	SAEL Solar MHP2 Private Limited	175.50	-
	Sunfree Energy RJP1 Private Limited	9,478.97	-
4	**Current loan to related parties**	-	4,301.87
	SAEL Limited	-	4.41
	Sunfree Paschim Renewable Energy Private Limited	-	4,306.28
5	**Loan from related party (short term borrowings)**	126.95	131.69
	Jasbir Singh	157.40	157.40
	Sukhbir Singh	275.12	279.96
	KTA Power Private Limited	454.97	199.54
	TNA Renewable Energy Private Limited	777.60	99.58
	VCA Power Private Limited	-	90.00
	Chattargah Renewalble Energy Private Limited	89.12	100.00
	Sardarshahar Agri Energy Private Limited	310.23	89.87
	Jasrasar Green Power Energy Private Limited	366.32	397.25
	Canal Solar Energy Private Limited	52.53	60.50
	Laxjeet Renewable Energy Private Limited	50.00	50.00
	SAEL Engineering Private Limited (Formerly Lalitpur Solar Private Limited)	0.05	-
	SAEL RE POWER Private Limited	0.14	0.07
	Sunfree North East Renewable Energy Private Limited	138.48	-
	Sunfree Paschim Renewable Energy Private Limited	195.72	792.25
	Universal Biomass Energy Private limited	3.98	
	SAEL Agri Commodities Limited	2,098.61	2,448.09

WALKER CHANDIOK & CO LLP * CHARTERED ACCOUNTANTS *

SAEL Industries Limited

SAEL Industries Limited
CIN: U40106PB2022PLC055755
Notes to standalone financial Statements for the year ended 31 March 2024

II Transaction and Outstanding balances with related parties

S. No.	Particular	For the year ended 31 March 2024	For the period from 25 April 2022 to 31 March 2023
(A)	**Transaction with related parties**		
1	**Remuneration to Director**		
	Mr. Jasbir Singh	24.00	3.45
	Mr. Sukhbir Singh	24.00	2.76
		48.00	**6.21**
2	**Investment made in subsidiary during the year**		
	SAEL Limited	-	6,918.31
	SAEL Solar P5 Private Limited*	1,810.10	-
	SAEL Solar P6 Private Limited*	160.10	-
	SAEL Solar MHP1 Private Limited*	0.10	-
	SAEL Solar MHP2 Private Limited*	0.10	-
	SAEL Solar P4 Private Limited*	0.10	-
	SAEL Solar P7 Private Limited*	0.10	-
	SAEL Solar P8 Private Limited*	0.10	-
	SAEL Solar P9 Private Limited*	0.10	-
	SAEL Solar P10 Private Limited*	0.10	-
		1,970.90	**6,918.31**
3	**Non-current loan to related parties**		
	SAEL Limited	6,768.93	-
	SAEL Solar Mfg Private Limited	243.32	-
	SAEL Solar P4 Private Limited	687.78	-
	SAEL Solar P5 Private Limited	5,410.94	
	SAEL Solar P6 Private Limited	732.00	-
	SAEL Solar P7 Private Limited	0.05	-
	SAEL Solar P8 Private Limited	0.05	-
	SAEL Solar P9 Private Limited	0.05	-
	SAEL Solar P10 Private Limited	0.05	-
	SAEL Solar MHP1 Private Limited	138.21	-
	SAEL Solar MHP2 Private Limited	127.81	-
	Sunfree Energy RJP1 Private Limited	248.63	-
		14,357.82	**-**
4	**Interest income from related party from non current loan**		
	SAEL Limited	420.30	-
	SAEL Solar Mfg Private Limited	14.59	-
	SAEL Solar P4 Private Limited	42.22	-
	SAEL Solar P5 Private Limited	4.60	-
	SAEL Solar P6 Private Limited	45.33	-
	SAEL Solar MHP1 Private Limited	8.57	-
	SAEL Solar MHP2 Private Limited	7.89	-
	Sunfree Energy RJP1 Private Limited	15.95	-
		559.45	**-**
5	**Receipt of current loan given to related party**		
	Sunfree Paschim Renewable Energy Private Limited	4.41	-
	SAEL Limited	4,301.87	-
		4,306.28	**-**
6	**Revenue from EPC Contract**		
	Chattargarh Renewable Energy Private Limited	975.30	
	Jasrasar Green Power Energy Private Limited	823.84	
	KTA Powers Private Limited	760.95	
	Sardarshahar Agri Energy Private Limited	924.53	
	TNA Renewable Energy Private Limited	589.77	
	VCA Power Private Limited	280.98	
	SAEL Solar Solutions Private Limited	2,228.87	
	SAEL Limited	117.19	
	SAEL Kaithal Renewable Energy Private Limited (Formerly Chitrakoot Solar Private Limited)	70.56	
	Universal Biomass Energy Private Limited	49.66	
	SAEL Engineering Private Limited (Formerly Lalitpur Solar Private Limited)	70.22	
		6,891.87	**-**

WALKER CHANDIOK & CO LLP * CHARTERED ACCOUNTANTS *

SAEL Industries Limited

SAEL Industries Limited
CIN: U40106PB2022PLC055755
Notes to standalone financial Statements for the year ended 31 March 2024

7	**Loan taken from related party (short term borrowings)**		
	TNA Renewable Energy Private Limited	255.43	199.54
	VCA Power Private Limited	678.02	99.58
	Jasrasar Green Power Energy Private Limited	220.36	89.87
	Sunfree Paschim Renewable Energy Private Limited	138.48	-
	SAEL Agri Commodities Limited	3.98	-
	SAEL RE POWER Private Limited	0.05	-
	Sunfree North East Renewable Energy Private Limited	0.07	-
	Jasbir Singh	-	131.69
	Sukhbir Singh	-	157.40
	KTA Power Private Limited	-	279.96
	Universal Biomass Energy Private limited	-	792.25
	Chattargah Renewalble Energy Private Limited	-	90.00
	Sardarshahar Agri Energy Private Limited	-	100.00
	Canal Solar Energy Private Limited	-	397.25
	Laxjeet Renewable Energy Private Limited	-	62.00
	SAEL Engineering Private Limited (Formerly Lalitpur Solar Private Limited)	-	50.00
		1,296.39	**2,449.52**
8	**Loan repaid to related party (short term borrowings)**		
	Jasbir Singh	4.74	-
	KTA Power Private Limited	4.83	-
	Chattargah Renewalble Energy Private Limited	90.00	-
	Sardarshahar Agri Energy Private Limited	10.88	-
	Canal Solar Energy Private Limited	30.92	-
	Laxjeet Renewable Energy Private Limited	7.96	-
	SAEL Engineering Private Limited (Formerly Lalitpur Solar Private Limited)	0.00	-
	Universal Biomass Energy Private limited	596.53	-
		745.86	-
9	**Expenses incurred on behalf of related party**		
	SAEL Limited	-	24.91
	Sunfree Paschim Renewable Energy Private Limited	-	4.81
	Laxjeet Renewable Energy Private Limited	-	1.36
		-	**31.08**
10	**Cost of material consumed (purchase)**		
	SAEL Engineering Private Limited (Formerly Lalitpur Solar Private Limited)	73.81	
	SAEL Solar Solutions Private Limited	424.49	
		498.30	-
11	**Services provided to related party**		
	Sunfree Paschim Renewable Energy Private Limited	-	0.50
	SAEL Limited	-	2.49
	Laxjeet Renewable Energy Private Limited	-	0.14
		-	**3.13**
12	**Expenses Incurred on behalf of Company**		
	Sunfree North East Renewable Energy Private Limited	-	0.07
	Sunfree Paschim Renewable Energy Private Limited	-	0.90
		-	**0.97**
13	**Loan given to wholly owned subsidiary**		
	Sunfree Paschim Renewable Energy Private Limited		-
	SAEL Limited	-	4,274.47
		-	**4,274.47**

G.D. SINGHAL & ASSOCIATES CHARTERED ACCOUNTANTS FRN : 017648N FEROZEPUR CITY

WALKER CHANDIOK & CO LLP CHARTERED ACCOUNTANTS

SAEL Industries Limited

SAEL Industries Limited
CIN: U40106PB2022PLC055755
Notes to standalone financial Statements for the year ended 31 March 2024

S. No.	Particular	As at 31 March 2024	As at 31 March 2023
(A)	**Outstanding balances**		
1	**Invetmet in Equity share capital**		
	SAEL Limited	6,918.31	6,918.31
	SAEL Solar P5 Private Limited*	1,810.10	-
	SAEL Solar P6 Private Limited*	160.10	-
	SAEL Solar MHP1 Private Limited*	0.10	-
	SAEL Solar MHP2 Private Limited*	0.10	-
	SAEL Solar P4 Private Limited*	0.10	-
	SAEL Solar P7 Private Limited*	0.10	-
	SAEL Solar P8 Private Limited*	0.10	-
	SAEL Solar P9 Private Limited*	0.10	-
	SAEL Solar P10 Private Limited*	0.10	-
		8,889.21	**6,918.31**
2	**Value of Deemed Investment accounted in terms of fair valuation under Ind AS 109: (net of tax)**		
	SAEL Limited	1,818.75	-
	SAEL Solar RJP1 Private Limited	69.04	-
	SAEL Solar MFG Private Limited	63.14	-
	SAEL Solar P4 Private Limited	182.71	
	SAEL Solar MHP1 Private Limited	37.08	-
	SAEL Solar MHP2 Private Limited	34.12	-
	SAEL Solar P5 Private Limited	1,454.16	-
		3,855.15	**-**
3	**Non-current loan to related parties**		
	Laxit Awla	-	-
	SAEL Limited	4,623.27	-
	SAEL Solar Solutions Private Limited	0.64	-
	SAEL Solar Mfg Private Limited	160.51	-
	SAEL Solar P4 Private Limited	472.23	-
	SAEL Solar P5 Private Limited	3,363.96	
	SAEL Solar P6 Private Limited	500.60	-
	SAEL Solar P7 Private Limited	0.05	-
	SAEL Solar P8 Private Limited	0.05	-
	SAEL Solar P9 Private Limited	0.06	-
	SAEL Solar P10 Private Limited	0.06	-
	SAEL Solar MHP1 Private Limited	94.46	-
	SAEL Solar MHP2 Private Limited	87.55	-
	Sunfree Energy RJP1 Private Limited	175.50	-
		9,478.97	**-**
4	**Current loan to related parties**		
	SAEL Limited	-	4,301.87
	Sunfree Paschim Renewable Energy Private Limited	-	4.41
		-	**4,306.28**
5	**Loan from related party (short term borrowings)**		
	Jasbir Singh	126.95	131.69
	Sukhbir Singh	157.40	157.40
	KTA Power Private Limited	275.12	279.96
	TNA Renewable Energy Private Limited	454.97	199.54
	VCA Power Private Limited	777.60	99.58
	Chattargah Renewalble Energy Private Limited	-	90.00
	Sardarshahar Agri Energy Private Limited	89.12	100.00
	Jasrasar Green Power Energy Private Limited	310.23	89.87
	Canal Solar Energy Private Limited	366.32	397.25
	Laxjeet Renewable Energy Private Limited	52.53	60.50
	SAEL Engineering Private Limited (Formerly Lalitpur Solar Private Limited)	50.00	50.00
	SAEL RE POWER Private Limited	0.05	-
	Sunfree North East Renewable Energy Private Limited	0.14	0.07
	Sunfree Paschim Renewable Energy Private Limited	138.48	-
	Universal Biomass Energy Private limited	195.72	792.25
	SAEL Agri Commodities Limited	3.98	
		2,998.61	**2,448.09**

WALKER CHANDIOK & CO LLP * CHARTERED ACCOUNTANTS *

SAEL Industries Limited

SAEL Industries Limited
CIN: U40106PB2022PLC055755
Notes to standalone financial Statements for the year ended 31 March 2024

6	**Trade receivabele**		
	SAEL Solar Solutions Private Limited	286.51	
	SAEL Limited	132.63	
	SAEL Kaithal Renewable Energy Private Limited (Formerly Chitrakoot Solar Priva	17.22	
	Other	13.41	
		449.77	-
7	**Other current liability**		
	Advance from customer		
	SAEL Solar P5 Private Limited	5,928.78	
	SAEL Solar P6 Private Limited	400.00	
		6,328.78	-
8	**Other current assets**		
	Chattargah Renewalble Energy Private Limited	32.22	
		32.22	-
9	**Trade payable**		
	SAEL Solar Mfg. Private Limited	516.71	
		516.71	-

WALKER CHANDIOK & CO LLP * CHARTERED ACCOUNTANTS *

SAEL Industries Limited ★

G.D. SINGHAL & ASSOCIATES * CHARTERED ACCOUNTANTS * FRN : 017648N FEROZEPUR CITY

34 Employee benefits

Defined contribution

Contributions are made to the recognised provident and family pension fund, cover all eligible employees under applicable Acts. Both the employees and the Company make pre-determined contributions to the provident fund. The contributions are normally based upon a proportion of the employee's salary. The Company has recognized an amount of Rs 7.96 million (31 March 2023: Nil) towards employer's contribution in provident fund and other funds in the statement of profit and loss.

Defined benefit obligation

Provision for gratuity, payable to eligible employees on retirement/separation, is based upon an actuarial valuation as at the balance sheet date. Major drivers in actuarial assumptions, typically, are years of service and employee compensation. The obligations are actuarially determined using the 'Projected Unit Credit Method' as at the balance sheet date. Gains/ losses on changes in actuarial assumptions are accounted in Other Comprehensive Income as identified by the management of the Company.

Other long term employee benefits

Provision for compensated absences, payable to eligible employees on availment/ retirement/ separation, is based upon an actuarial valuation as at the balance sheet date. Major drivers in actuarial assumptions, typically, are years of service and employee compensation. The obligation are actuarially determined using the 'Projected Unit Credit Method' as at the balance sheet date. Gains/ losses on changes in actuarial assumptions are accounted in Other Comprehensive Income.

In Rs. million unless otherwise stated

Particulars	Gratuity	
	31 March 2024	31 March 2023
Reconciliation of liability recognised in the Balance sheet:		
Present value of commitments	19.81	-
Net liability in the balance sheet	19.81	-
Movement in net liability recognised in the Balance sheet:		
Net liability as at the beginning of the year	-	-
Net amount recognised as expenses in the statement of profit and loss	6.82	-
Benefits paid	-	-
Remeasurements-actuarial (gains) / losses	12.99	-
Net liability as at the end of the year	**19.81**	-
Expenses recognised in the statement of profit and loss		
Current service cost	6.82	-
Interest cost	0.00	-
Expenses charged to the statement of profit and loss	**6.82**	-
Component of defined benefit cost recognised in other comprehensive income	**12.99**	-
Non current	19.23	-
Current	0.58	-

In Rs. million unless otherwise stated

Particulars	Gratuity	
	31 March 2024	31 March 2023
Reconciliation of defined-benefit commitments:		
Obligations as at the beginning of the year	-	-
Acquisition adjustment (Transfer out)	-	-
Current service cost	6.82	-
Interest cost	0.00	-
Benefits paid	-	-
Remeasurements- actuarial (gains) / losses	12.99	-
Obligations as at the end of the year	**19.81**	-

Breakup of actuarial (gain) / loss

Particulars	31 March 2024	31 March 2023
Actuarial (gain)/loss on arising from change in financial assumption	0.31	-
Actuarial (gain)/loss on arising from experience adjustment	12.68	-
Total actuarial (gain)/loss	**12.99**	-

The actuarial valuation in respect of commitments and expenses relating to unfunded Gratuity are based on the following assumptions which if changed, would affect the commitment's size, funding requirements and expenses:

(a) Economic assumptions

Particulars	31 March 2024	31 March 2023
Discount rate	7.36%	-
Ages (withdrawal reate)		
Up to 30 Years	3	-
From 31 to 44 years	2	-
Above 44 years	1	-
Expected rate of salary increase	8.00%	-

WALKER CHANDIOK & CO LLP * CHARTERED ACCOUNTANTS *

G.D. SINGHAL & ASSOCIATES * CHARTERED ACCOUNTANTS * FRN : 017649N FEROZEPUR CITY

SAEL Industries Limited

(b) Demographic assumptions

Particulars	31 March 2024	31 March 2023
Retirement age	58 years	58 years
Mortality table	Indian Assured Lives Mortality (IALM) (2012-14)	Indian Assured Lives Mortality (IALM) (2012-14)

(c) Sensitivity analysis of defined benefit obligation

In Rs. million unless otherwise stated

Particulars	Gratuity	
	31 March 2024	31 March 2023
a) Impact of the change in discount rate		
i) Impact due to increase of 0.50%	(1.27)	-
ii) Impact due to decrease of 0.50%	1.40	-
b) Impact of the change in salary increase		
i) Impact due to increase of 0.50%	1.11	-
ii) Impact due to decrease of 0.50%	(1.06)	-

Sensitivities due to mortality and withdrawals are not material & hence impact of change not calculated.

Sensitivities as to rate of inflation, rate of increase of pensions in payment, rate of increase of pensions before retirement & life expectancy are not applicable being a lump sum benefit on retirement.

(d) Maturity profile of defined benefit obligation

Particulars	Gratuity	
	31 March 2024	31 March 2023
Less than 1 year	0.61	-
Year 1 to 5	1.88	-
More than 5 years	17.32	-

The contribution expected to be made by the Compnay during the next financial year 2024-25 of Rs. 11.66 million (2023-24: Rs. nil million)

WALKER CHANDIOK & CO LLP CHARTERED ACCOUNTANTS

SAEL Industries Limited

G.D. SINGHAL & ASSOCIATES CHARTERED ACCOUNTANTS FRN : 017648N FEROZEPUR CITY

35 i) Ind AS 116 - Leases

The Company has lease agreements usually for a period of 10 - 30 years. With the exception of short-term leases and leases of low-value underlying assets, each lease is reflected on the balance sheet as a right-of-use asset and a lease liability. The Company classifies its right-of-use assets in a consistent manner to its property, plant and equipment.

Each lease generally imposes a restriction that, unless there is a contractual right for the Company to sublease the asset to another party, the right-of-use asset can only be used by the Company. The Company is prohibited from selling or pledging the underlying leased assets as security.

Set out below are the carrying amounts of right-of-use assets recognized and the movement during the period;

Particular	Buildings	Total
Balance as of 01 April 2023	-	-
Additions	224.32	224.32
Deletions	-	-
Depreciation (refer note 3)	37.38	37.38
Balance as of 31 March 2024	**186.94**	**186.94**

The following are the amounts recognised in profit or loss:

Particular	As at 31 March 2024	As at 31 March 2024
Depreciation expense of right-of-use asset (refer note 30)	37.39	-
Interest expense on lease liabilities (refer note 29)	10.24	-
Expense relating to short-term leases	-	-
Total amount recognised in profit or loss	**47.63**	-

The following is the break-up of current and non-current lease liabilities as of 31 March 2024 and 31 March 2023:

Particular	As at 31 March 2024	As at 31 March 2024
Non-current lease liabilities	135.28	-
Current lease liabilities	85.44	-
Total	**220.72**	-

The following is the movement in lease liabilities during the year ended 31 March 2024 and 31 March 2023:

Particular	As at 31 March 2024	As at 31 March 2024
Opening balance	-	-
Additions	219.00	-
Finance cost accrued during the period (refer note 29)	10.24	-
Payment of lease liabilities	(8.52)	-
Balance as of 31 March 2024	**220.72**	-

The table below provides details regarding the contractual maturities of lease liabilities as of March 31, 2024 and March 31, 2023 on an undiscounted basis:

Particular	As at 31 March 2024	As at 31 March 2024
Less than one year	102.24	-
One to five years	153.35	-
Total	**255.59**	-

G.D. SINGHAL & ASSOCIATES CHARTERED ACCOUNTANTS FRN : 017648N FEROZEPUR CITY

WALKER CHANDIOK & CO LLP CHARTERED ACCOUNTANTS

SAEL Industries Limited

36 Earnings per share

Both the basic and diluted earnings per share have been calculated using the profit attributable to shareholders of the parent company as the numerator, i.e. no adjustments to profit were necessary.

The reconciliation of the weighted average number of shares for the purposes of diluted earnings per share to the weighted average number of ordinary shares used in the calculation of basic earnings per share and diluted loss per share is as follows:

In Rs. million unless otherwise stated

Particulars	For the year ended 31 March 2024	For the period from 25 April 2022 to 31 March 2023
Loss attributable to owners	(656.43)	(148.37)
Number of equity shares	4,61,29,297	4,61,29,197
Weighted average number of shares used in basic loss per share	4,61,29,297	3,41,24,248
Weighted average number of shares used in diluted loss per share	4,61,29,297	3,41,24,248
Basic loss per share	(14.23)	(4.35)
Diluted loss per share	(14.23)	(4.35)

The Company is in losses within the current year and previous year, impact of compulsory convertible preference share were excluded from the diluted weighted average number of ordinary shares calculation as their effect would have been anti-dilutive.

37 Details of assets pledged

The carrying amounts of assets pledged as security for current and non-current borrowings are:

In Rs million unless otherwise stated

Particulars	As at 31 March 2024	As at 31 March 2023
Current		
Trade receivables	449.76	-
Cash and cash equivalents	247.50	-
Bank balances other than cash and cash equivalents	685.99	-
Loans	-	-
Other financial assets	230.73	-
Other current assets	1,655.62	-
Total	**3,269.60**	-

38 Reconciliation of liabilities from financing activities

In Rs. million unless otherwise stated

Particulars	As at 01 April 2023	Cash flows		Non cash changes	As at 31 March 2024
		Additions	Payments		
Lease liabilities	-	-	-	-	-
(including current maturities)					
Current borrowings (net)	2,448.11	-	-	-	2,448.11
Compulsory convertible preference shares	3,318.80	-	-	-	3,318.80
Total liabilities from financial activities	**5,766.91**	-	-	-	**5,766.91**

In Rs. million unless otherwise stated

Particulars	As at 25 April 2022	Cash flows		Non cash changes	As at 31 March 2023
		Additions	Payments		
Current borrowings (net)	-	2,448.11	-	-	2,448.11
Compulsory convertible preference shares	-	3,256.00	-	62.80	3,318.80
Total liabilities from financial activities	-	**5,704.11**	**0.01**	**62.80**	**5,766.91**

39 Details for funds received and loaned as intermediary

For the year ended 31 March 2024

a) **Funds received from foreign entity (Funding Party)**

In Rs millions unless otherwise stated

Funding Party	Date	Amount
Norfund Registered Address: Fridtjof Nansens plass 4, N-0160 Oslo, Norway	13 October 2023	1,660.00
Norfund Registered Address: Fridtjof Nansens plass 4, N-0160 Oslo, Norway	02 February 2024	1,450.00
U.S International Development Finance Corporation (DFC) Registered Address: 1100 New York Ave. NW, Washington, DC, 20527	15 February 2024	2,587.46
		5,697.46

b) **Fund advanced to intermediary entity for onward lending to ultimate beneficiary as stated in point (c) below**

Intermediary Entity	Date	Amount
SAEL Limited Registered Address: Faridkot Road Guruharsahai Distt Ferozepur Guruharsahai Punjab - 152022	Multiple dates	5,456.46
SAEL Solar RJP1 private Limited Registered Address: Faridkot Road Guruharsahai Distt Ferozepur Guruharsahai Punjab - 152022	Multiple dates	241.00
		5,697.46

WALKER CHANDIOK & CO LLP * CHARTERED ACCOUNTANTS *

G.D. SINGHAL & ASSOCIATES * CHARTERED ACCOUNTANTS * FRN : 017688N FEROZEPUR CITY

SAEL Industries Limited

c) **Funds lend to Ultimate Beneficiary**

Ultimate Beneficiaries	Date	Amount
Universal Biomass Energy Private Limited Registered Address: Faridkot Road Guruharsahai Distt Ferozepur Guruharsahai Punjab - 152022	Multiple dates	1,076.57
SAEL Solar Solution Private Limited Registered Address: Faridkot Road Guruharsahai Distt Ferozepur Guruharsahai Punjab - 152022	Multiple dates	646.73
KTA Powers Private Limited Registered Address: 32, Shivji Marg Westend Greens, Rangpuri South West, Delhi - 110037	Multiple dates	555.21
SAEL Solar Mfg. Private Limited Registered Address: Faridkot Road Guruharsahai Distt Ferozepur Guruharsahai Punjab - 152022	Multiple dates	530.00
VCA Power Private Limited Registered Address: Faridkot Road Guruharsahai Distt Ferozepur Guruharsahai Punjab - 152022	Multiple dates	508.24
TNA Renewable Energy Private Limited Registered Address: 32, Shivji Marg Westend Greens, Rangpuri South West, Delhi - 110037	Multiple dates	506.82
Sardarshahar Agri Energy Private Limited Registered Address: Faridkot Road Guruharsahai Distt Ferozepur Guruharsahai Punjab - 152022	Multiple dates	505.87
Sunfree North East Renewable Energy Private Limited Registered Address: Faridkot Road Guruharsahai Distt Ferozepur Guruharsahai Punjab - 152022	Multiple dates	443.36
SAEL Kaithal Renewable Energy Private Limited Registered Address: Faridkot Road Guruharsahai Distt Ferozepur Guruharsahai Punjab - 152022	Multiple dates	225.55
Sunfree Paschim Renewable Energy Private Limited Registered Address: Faridkot Road Guruharsahai Distt Ferozepur Guruharsahai Punjab - 152022	Multiple dates	199.34
Jasrasar Green Power Energy Private Limited Registered Address: Faridkot Road Guruharsahai Distt Ferozepur Guruharsahai Punjab - 152022	Multiple dates	103.62
Canal Solar Energy Private Limited Registered Address: Faridkot Road Guruharsahai Distt Ferozepur Guruharsahai Punjab - 152022	Multiple dates	77.44
SAEL Engineering Private Limited Registered Address: Faridkot Road Guruharsahai Distt Ferozepur Guruharsahai Punjab - 152022	Multiple dates	52.37
SAEL RE Power Private Limited Registered Address: Faridkot Road Guruharsahai Distt Ferozepur Guruharsahai Punjab - 152022	Multiple dates	25.34
		5,456.46

For the year ended 31 March 2023

In Rs millions unless otherwise stated

a) **Funds received from foreign entity (Funding Party)**

Funding Party	Date	Amount
Norfund Registered Address: Fridtjof Nansens plass 4, N-0160 Oslo, Norway	17 February 2023	1,680.63
		1,680.63

b) **Fund advanced to intermediary entity for onward lending to ultimate beneficiary as stated in point (c) below**

Intermediary Entity	Date	Amount
SAEL Limited Registered Address: Faridkot Road Guruharsahai Distt Ferozepur Guruharsahai Punjab - 152022	18 February 2023	48.50
	20 February 2023	532.13
	21 February 2023	1,100.00
		1,680.63

c) **Funds lend to Ultimate Beneficiary**

Ultimate Beneficiaries	Date	Amount
KTA Powers Private Limited Registered Address: 32, Shivji Marg Westend Greens, Rangpuri South West, Delhi - 110037	21 February 2023	372.46
Sardarshahar Agri Energy Private Limited Registered Address: Faridkot Road Guruharsahai Distt Ferozepur Guruharsahai Punjab - 152022	21 February 2023	327.61
TNA Renewable Energy Private Limited Registered Address: 32, Shivji Marg Westend Greens, Rangpuri South West, Delhi - 110037	21 February 2023	325.98
Jasrasar Green Power Energy Private Limited Registered Address: Faridkot Road Guruharsahai Distt Ferozepur Guruharsahai Punjab - 152022	21 February 2023	323.57
VCA Power Private Limited Registered Address: Faridkot Road Guruharsahai Distt Ferozepur Guruharsahai Punjab - 152022	21 February 2023	317.04
Chattargah Renewable Energy Private Limited Registered Address: Faridkot Road Guruharsahai Distt Ferozepur Guruharsahai Punjab - 152022	21 February 2023	13.97
		1,680.63

The Company has complied with relevant provisions of the Foreign Exchange Management Act, 1999 (42 of 1999), Companies Act and the Prevention of Money-Laundering Act, 2002 (15 of 2003).

(This space has been intentionally left blank)

WALKER CHANDIOK & CO LLP * CHARTERED ACCOUNTANTS *

G.D. SINGHAL & ASSOCIATES * CHARTERED ACCOUNTANTS * FRN : 017646N FEROZEPUR CITY

SAEL Industries Limited

SAEL Industries Limited
CIN: U40106PB2022PLC055755
Notes to standalone financial Statements for the year ended 31 March 2024

40 Additional regulatory disclosures

a) The followings are the analytical ratio for the year ended 31 March 2024

Ratios	Numerator	Denominator	As at 31 March 2024	As at 31 March 2023	Variance %
Current Ratio	Total current assets	Total current liabilities	0.32	2.19	-86%
Debt Equity Ratio	Debts consist of borrowings and lease liabilities	Total equity	0.49	0.36	36%
Debt Service Coverage Ratio	Earning for debts service = net profit after taxes + non-cash opearting expenses + interest + other non-cash adjustments	Debts service = Interest and lease payment + principal repayment	(4.23)	(14.39)	-71%
Return on Equity Ratio (%)	Profit/ loss for the period less preference dividend (if any)	Average total equity	-10.18%	-2.19%	365%
Inventory Turnover Ratio	Cost of good sold	Average inventory	44.34	Not Applicable**	NA
Trade Receivable Turnover Ratio	Revenue from operations	Average trade receivable	30.65	Not Applicable***	NA
Trade Payable Turnover Ratio	Cost of equipments and software licences + other expenses	Average trade payable	-	-	NA
Net Capital Turnover Ratio	Revenue from operations	Average working capital (i.e. total current assets less total current liabilities	(0.90)	-	NA
Net Profit Ratio (%)	Profit for the period	Revenue from operations	(0.06)	(0.02)	162%
Return on Capital Employed (%)	Profit before tax and finances cost	Capital employed = Total assets - current liabilities	-5.60%	-2.14%	162%
Return on Investment(%)	Income generated from invested funds	Average invested funds in treasury investments	Not Applicable##	Not Applicable##	NA

Reasons for variance :
*Debt service coverage ratio is not applicable as the Company does not have any interest bearing borrowings as at 31 March 2024.
**Inventory turnover ratio is not applicable to the Company as no inventory is held by the Company.
***Ratio is not applicable to the Company as no there is no revenue from operations in the period.
#Ratio is not applicable to the Company as no there is no cost of equipments and software licenses in the period.
##Return on investment is not applicable to the Company as no investment is held by the Company.

(i) The Company does not have any Benami property, where any proceeding has been initiated or pending against the Company for holding any Benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and the rules made thereunder.
(ii) The Company has not been declared wilful defaulter by any bank or financial institutions or other lenders.
(iii) The Company does not have any transactions with companies struck off under section 248 of the Companies Act, 2013 or section 560 of the Companies Act, 1956.
(iv) The Company does not have any charges or satisfaction which is yet to be registered with Registrar of Companies ('ROC') beyond the statutory period.
(v) The Company has complied with number of layers prescribed under clause (87) of section 2 of the Act read with Companies (Restriction on number of Layers) Rules, 2017.
(vi) The Company has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the intermediary shall: -
directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (Ultimate Beneficiaries); or
provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.
(vii) The Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall: -
directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries); or
provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
(viii) The Company does not have any such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the current and preceding year in the tax assessments under the Income-tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income-tax Act, 1961).
(ix) The Company has not traded or invested in crypto currency or virtual currency during the current and the preceding financial year.
(x) The Company has filed quarterly statements of current assets with banks without any material discrepancies.

41 Segment reporting
The company is engaged in the business of generating revenue from engineering, procurement and construction contracts of power plants. Chief Opearting Decision Maker (CODM) reviews the financial information of the Company as a whole for decision- making and accordingly the Company has a single reportable segment.Further the operations of the Company are limited within one geographical segment. Hence no further disclosure is required to be made by the company.

42 The Ministry of Corporate Affairs (MCA) has prescribed a new requirement for companies under the proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 inserted by the Companies (Accounts) Amendment Rules 2021 requiring companies which uses accounting software for maintaining its books of account, shall use only such accounting software which has a feature of recording audit trail of each and every transaction, creating an edit log of each change made in the books of account along with the date when such changes were made and ensuring that the audit trail cannot be disabled.
The Company uses accounting software "SAP" for maintenance of books of accounts. The detailed log at application level from 1 April 2023.
Further The Company has not enabled the audit trail feature recording audit trail (edit log) facility enabled at the database level for accounting software SAP HANA (database) to log any direct data changes.

43 Subsequent event
The Company has evaluated events and transactions, which occurred subsequent to the balance sheet date but prior to the date when financial statements were available to be issued. There were no material subsequent event which are required to be disclosed.

For G.D. Singhal & Associates
Chartered Accountants
Firm's Registration No.: 017648N

Gagan Deep Singhal
Partner
Membership no. 098047

Place: New Delhi
Date: 28 May 2024

For Walker Chandiok & Co LLP
Chartered Accountants
Firm's Registration No.: 001076N/N500013

Tarun Gupta
Partner
Membership no. 507892

Place: New Delhi
Date: 28 May 2024

For and on behalf of the Board of Directors

Jasbir Singh
Managing Director
DIN No- 01668231

Dushyant Kumar
Chief Financial Officer

Place: New Delhi
Date: 22 May 2024

Sukhbir Singh
Director
DIN No - 01785240

Vishal Garg
Company Secretary
Membership No. F6867

Place: New Delhi
Date: 22 May 2024