

INDEPENDENT AUDITOR'S REPORT

To,
The Members,
LINEAGE POWER PRIVATE LIMITED

Report on the audit of the Standalone Financial Statements

Opinion

I have audited the accompanying Standalone Financial Statements of Lineage Power Private Limited ("the company"), which comprise the Balance Sheet as at 31 March 2022, the Statement of Profit and Loss, Cash Flow Statement and the Notes to Accounts for the year then ended and a summary of Significant Accounting policies and other explanatory information.

In my opinion and to the best of my information and according to the explanations given to me, 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 accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022, its profit and Cash Flows for the year ended on that date.

Basis for opinion

I conducted my audit in accordance with the standards on auditing specified under section 143 (10) of the Companies Act 2013. My responsibilities under those Standards are further described in the auditor's responsibilities for the audit of the standalone financial statements section of my report. I am independent of the Company in accordance with the code of ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to my audit of the standalone Financial Statements under the provisions of the Act and the rules thereunder, and I have fulfilled my other ethical responsibilities in accordance with these requirements and the code of ethics. I believe that the audit evidence obtained by me is sufficient and appropriate to provide a basis for my audit opinion on the standalone financial statements.

Management's responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation and presentation of these standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.





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

The board of directors are also responsible for overseeing the Company's financial reporting process.

Information other than the standalone financial statements and auditors' report thereon

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's Report including Annexures to Board's Report, but does not include the standalone financial statements and our auditor's report thereon. The Board's report is expected to be made available to me after the date of this auditor's report.

My opinion on the standalone financial statements does not cover the other information and I do not express any form of assurance conclusion thereon.

In connection with my audit of the standalone financial statements, my 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 my knowledge obtained during the course of my audit or otherwise appears to be materially misstated.

When I read the Board's report, if I conclude that there is a material misstatement therein, I am required to communicate the matter to those charged with governance.

Auditor's Responsibility for the audit of the financial statements

My objectives are to obtain reasonable assurance about whether the standalone 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 my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Financial Statements.

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

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



appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, I am also responsible for expressing my opinion on whether the Company has adequate internal financial controls system over financial reporting and the operating effectiveness of such controls.

- c) Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- d) Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the standalone financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- e) Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. I consider quantitative materiality and qualitative factors in (i) planning the scope of my audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

I 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 I identify during my audit.

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

Report on Other Legal and Regulatory Requirements

- 1 As required by the Companies (Auditors' Report) Order, 2020, issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act (hereinafter referred to as the 'Order'), and on the basis of such checks of the books and records of the Company as I considered appropriate and according to the information and explanations given to me, I give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order.
- 2 As required by Sec 143(3), of the Act, I report that:





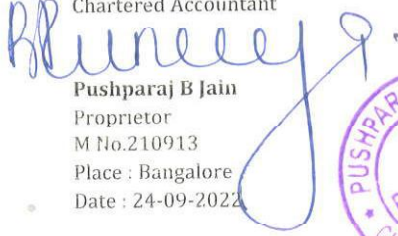
- a) I have sought and obtained all the information and explanations which to the best of my knowledge and belief were necessary for the purposes of my audit
- b) in my opinion proper books of account as required by law have been kept by the Company so far as it appears from my examination of those books;
- c) the Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account;
- d) in my opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;
- e) on the basis of the written representations received from the directors as on 31 March 2022 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2022 from being appointed as a director in terms of Section 164 (2) of the Act
- f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to my separate report in "Annexure B". My report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting;
- g) with respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in my opinion and to the best of my information and according to the explanations given to me:
- i) The Company has disclosed the financial impact of pending litigation in its standalone financial statements.
- ii) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- iii) There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company
- iv) (a) The management has represented that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever ("ultimate beneficiaries") by or on behalf of the Company or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
- (b) The management has represented, that, to the best of its knowledge and belief, no funds have been received by the Company from any person or entity, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever ("Ultimate beneficiaries") by or on behalf of the Funding Party or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and
- (c) Based on such audit procedures that has been considered reasonable and appropriate in the



circumstances, nothing has come to my notice that has caused me to believe that the representations under sub-clause (a) and (b) above, contain any material mis-statement.

(v) The Company has not declared any dividend during the year.

For Pushparaj B Jain
Chartered Accountant



Pushparaj B Jain
Proprietor
M No.210913
Place : Bangalore
Date : 24-09-2022



Annexure A to the Independent Auditors' Report

The Annexure referred to in our Independent Auditors' Report to the members LINEAGE POWER PRIVATE LIMITED (the Company) on the financial statements for the year ended 31 March 2022, I report that:

- i. a. *i. The company has not updated the Fixed Assets register. Thus, proper records showing full particulars including quantitative details and situation of Property, Plant & Equipment have not been maintained.*
ii. The company is maintaining proper records showing full particulars of intangible assets.
- b. *As explained to me, the Property, Plant & Equipment have been physically verified by the management at reasonable intervals. However, in the absence of complete records, it is not possible to comment on discrepancies if any.*
- c. According to the information and explanation given to me and based on the examination of the registered sale deed / transfer deed / conveyance deed provided to me, I report that, the title deeds of all the immovable properties of land and buildings (other than properties where the Company is the lessee and the lease agreements are duly executed in favour of the Company) disclosed in the financial statements included in property, plant and equipment, capital work in progress, are held in the name of the Company. In respect of immovable properties that have been taken on lease as at the balance sheet date, the lease agreements are duly executed in favour of the Company.
- d. The Company has not revalued any of its property, plant and equipment and intangible assets during the year. Consequently the provisions of clause 3(i)(d) of the Order is not applicable to the Company.
- e. As informed to me, no proceedings have been initiated during the year or are pending against the Company as at 31 March, 2022 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.
- ii. a. In my opinion & according to the information & explanation given to me, the inventories has been physically verified during the year by the management and the coverage and procedure of such verification by the management is appropriate. No discrepancies of 10% or more in the aggregate for each class of inventories were noticed on such physical verification of inventories when compared with books of account.
- b. According to the information and explanations given to me, the Company has been sanctioned working capital limits in excess of Rs.5 crores, in aggregate, at points of time during the year, from bank on the basis of security of current assets. In my opinion and according to the information and explanations given to me, the quarterly statements as submitted to the banks or financial institutions are in agreement with the books of accounts.
- iii. a. According to the information and explanation given to me the Company has not granted any loans,





secured or unsecured, to companies, firms, limited liability partnership or other parties covered in the register maintained under section 189 of the Act. However, the Company has made investment in unquoted shares of its subsidiary Company AP Digital Infra Private Limited. The total investment made as on 31.03.2022 is Rs. 10,000/-.

- b. In my opinion, the terms and conditions of the investment made are not prejudicial to the interest of the Company.
- iv. The Company has complied with the provisions of Sections 185 and 186 of the Companies Act, 2013 in respect of loans granted, investments made and guarantees and securities provided, as applicable.
- v. In my opinion and according to the information and explanation given to me, the Company has not accepted any deposits from the public within the meaning of sections 73, 74, 75 and 76 of the Act and the Rules framed there under to the extent notified. Therefore reporting under clause 3(v) of the order is not applicable.
- vi. I have broadly reviewed the books of account maintained by the Company as specified in section 148(1) of the Act, and of the opinion that prima facie, the prescribed accounts and records have been made and maintained. However, I have not made detailed examination of cost records with a view to determine whether they are accurate or complete.
- vii. a. According to the information and explanation given to me and on the basis of our examination of the record of the Company Undisputed statutory dues, including Goods and Service tax, Provident Fund, Employees' State Insurance, Income-tax, Sales Tax, Service Tax, duty of Custom, duty of Excise, Value Added Tax, cess and other material statutory dues applicable to the Company have been regularly deposited by it with the appropriate authorities during the year. There were no undisputed amounts payable in respect of above and other material statutory dues in arrears as at 31 March, 2022 for a period of more than six months from the date they became payable.
- b. According to the information and explanation given to us and on the basis of our examination of the records of the Company, there are no statutory dues as referred to in 'a' above which have not been deposited on account of any dispute, except as follows :

Sl.	Name of Statute	Nature of dues	Amount	Period to which amount relates	Forum where dispute is pending
1	Income Tax Act, 1961	Additions made in Intimation u/s. 143(1)	81,89,580	AY 2019-20	Appeal filed but pending for disposal before the Commissioner of Income Tax, National Faceless Appeal Centre, Delhi
2	Income Tax Act, 1961	Additions made in Intimation u/s. 143(1)	9,11,560	AY 2020-21	Appeal filed but pending for disposal before the Commissioner of Income Tax, National Faceless Appeal Centre, Delhi
2	Central Excise Act, 1944	CENVAT credit	19,85,205	2010-11	CESTAT, South Zonal Bench

- viii. There were no transactions relating to previously unrecorded income that were surrendered or disclosed as income in the tax assessments under the Income Tax Act, 1961 (43 of 1961) during the year.
- ix. a. In my opinion, the Company has not defaulted in the repayment of loans or other borrowings or in the payment of interest thereon to any lender during the year.





- b. The Company has not been declared willful defaulter by any bank or financial institution or government or any government authority.
- c. The Company has utilised term loans taken during the year for the purpose for which they were obtained.
- d. On an overall examination of the financial statements of the Company, funds raised on short-term basis have, prima facie, not been used during the year for long term purposes by the Company.
- e. 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 or joint ventures.
- f. The company has not raised any loans during the year on the pledge of securities held in its subsidiaries, associates or joint ventures and hence reporting on clause 3(ix)(f) of the Order is not applicable.
- x a. The Company has not raised monies by way of initial public offer (including debt instruments) during the year and hence reporting under clause 3(x)(a) of the Order is not applicable.
- b. During the year the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) and hence reporting under clause 3(x)(b) of the Order is not applicable to the Company.
- xi a. During the course of examination of the books and records of the Company carried out in accordance with the Auditing Standards generally accepted in India, I have neither come across any instance of fraud by the Company or any material fraud on the Company by its officers or employees has been noticed or reported during the course of our audit nor have we been informed of any such instance by the management.
- b. To the best of my knowledge, no report under Sub-section (12) of Section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and up to the date of this report.
- c. As represented to me by the Management, there were no whistle blower complaints received by the Company during the year and up to the date of this report.
- xii. The Company is not a Nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable to the Company.
- xiii. According to the information and explanation given to me and on the basis of my examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act and where applicable the details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- xiv *In my opinion though the Company is required to have an internal audit system under section 138 of the Act, it does not have the same established for the year.*
- xv According to the information and explanation given to me and on the basis of my examination of the records






of the Company, the Company has not entered into any non-cash transactions with its directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is 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, the reporting under clause 3(xvi)(a) of the Order is not applicable to the Company.
- b. The Company has not conducted non-banking financial/housing finance activities during the year. Accordingly, the reporting under clause 3(xvi)(b) of the Order is not applicable to the Company.
- c. The Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Accordingly, the reporting under clause 3(xvi)(c) of the Order is not applicable to the Company.
- d. Based on the information and explanations provided by the management of the Company, the Group does not have any CICs, which are part of the Group. I have not, however, separately evaluated whether the information provided by the management is accurate and complete. Accordingly, the reporting under clause 3(xvi)(d) of the Order is not applicable to the Company.
- xvii The Company has not incurred cash losses during the financial year covered by audit and the immediately preceding financial year.
- xviii There has been no resignation of the statutory auditors of the Company during the year.
- xix On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements and my knowledge of the Board of Directors and Management plans and based on my examination of the evidence supporting the assumptions, nothing has come to my 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. I, however, state that this is not an assurance as to the future viability of the Company. I further state that my reporting is based on the facts up to the date of the audit report and I 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 *The unspent amount of CSR is Rs. 58,60,000/- as at the balance sheet date. This amount is not transferred by the Company to a fund specified in Schedule VII of the Companies Act upto the date of this report.*
- xxi This clause of CARO is not applicable to standalone financial statements.

For Pushparaj B Jain
Chartered Accountant


Pushparaj B Jain
Proprietor

Place: Bangalore
Date: 24-09-2022
M.No. 210913





**Annexure B to the Independent Auditors' Report
Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies
Act, 2013 ("the Act")**

I have audited the internal financial controls over financial reporting of Lineage Power Private Limited ("the Company") as of 31 March 2022 in conjunction with my audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

My responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on my audit. I conducted my audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that I comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion on the Company's internal financial controls system over financial reporting.



Meaning of Internal Financial Controls over Financial Reporting

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

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

In my opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2022, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For Pushparaj B Jain
Chartered Accountant



Pushparaj B Jain
Proprietor
M No.210913
Bangalore
24.09.2022



LINEAGE POWER PRIVATE LIMITED**CIN:U45207KA2010PTC054269**

Plot No. V-12, Mysore Road, Kumbalgodu Industrial Area, Bangalore -560074

E-mail: info@pacepowerindia.com, website: www.pacepowersystems.com

Balance Sheet as at 31 March 2022*(In Rs. Thousands)*

Particulars	Note No	As at 31 March 2022	As at 31 March 2021
I. Equity and Liabilities			
1 Shareholders' Funds			
a) Share Capital	2	50,000.000	50,000.000
b) Reserves and Surplus	3	6,04,905.144	5,75,000.919
2 Share Application Pending Allotment		-	-
3 Non Current Liabilities			
a) Long Term Borrowings	4	1,13,233.083	7,500.000
b) Long Term Provisions	5	36,103.208	22,986.517
4 Current Liabilities			
a) Short Term Borrowings	6	1,95,284.704	4,63,706.442
b) Trade Payables	7	6,27,092.220	8,30,524.774
c) Other Current Liabilities	8	2,65,472.308	2,37,673.859
d) Short Term Provisions	9	5,860.000	4,172.213
Total		18,97,950.667	21,91,564.723
II. Assets			
Non Current assets			
1 a) Property, Plant & Equipment & Intangible Assets			
(i) Property, Plant & Equipment	10	32,271.372	9,348.087
(ii) Intangible Assets	10	15,382.617	17,091.796
(b) Non Current Investments	11	10.000	10.000
(c) Deferred Tax Asset		6,608.092	2,723.019
2 Current assets			
a) Inventories	12	2,67,603.337	2,71,797.657
b) Trade Receivables	13	11,62,662.954	16,76,561.652
c) Cash & Cash Equivalent	14	2,45,376.722	81,388.084
d) Short Term Loans & Advances	15	1,20,501.046	1,09,107.043
e) Other Current Assets	16	47,534.527	23,537.383
Total		18,97,950.667	21,91,564.723

Summary of significant accounting policies followed by the Company (Note No. 1)

The accompanying notes form an integral part of the financial statements 2-40

As per my report of even date

For & on behalf of the Board of Directors of
Lineage Power Private Limited


Pushparaj B Jain
Chartered Accountant
M No : 210913
Date : 24-09-2022
Place : Bangalore




M Venugopal Rao
Director
(DIN-02070491)


M Padma
Director
(DIN-02070662)



LINEAGE POWER PRIVATE LIMITED**CIN:U45207KA2010PTC054269**

Plot No. V-12, Mysore Road, Kumbalgodu Industrial Area, Bangalore -560074

E-mail:info@pacepowerindia.com, website: www.pacepowersystems.com

Statement of Profit and Loss for the year ended 31 March 2022*(In Rs. Thousands)*

Particulars	Note	Year ended 31 March 2022	Year ended 31 March 2021
		Total	Total
Revenue from Operations	17	22,52,020.958	26,28,149.617
Other Income	18	19,508.404	4,762.176
Total Income		22,71,529.362	26,32,911.793
Expenses:			
Cost of Material Consumed	19	14,00,631.494	14,80,518.632
Purchase of Finished Goods		2,36,966.866	5,10,819.506
Changes in Inventory	20	(3,941.253)	15,650.716
Employee Benefit Expenses	21	3,90,141.949	3,64,979.956
Financial Cost	22	30,103.316	3,585.314
Depreciation & Amortisation Expense	10	10,178.846	4,912.344
Other Expenses	23	1,66,206.509	1,54,675.363
Total Expenses		22,30,287.727	25,69,141.830
Profit Before prior period item		41,241.635	63,769.963
Prior Period Items		-	-
Profit Before Tax		41,241.635	63,769.963
Tax Expenses:			
(1) Current tax		15,228.316	19,393.437
(2) Deferred tax		(3,885.073)	(2,668.197)
(3) Income Tax of Earlier Years		(5.833)	1,056.238
(4) MAT Credit Entitlement			-
Profit After Tax		29,904.226	45,988.485
Earnings per Equity Share:	25		
(1) Basic		5.98	9.20
(2) Diluted		5.98	9.20

Summary of significant accounting policies followed by the Company (Note No. 1)

The accompanying notes form an integral part of the financial statements 2-40

As per my report of even date

For & on behalf of the Board of Directors of
Lineage Power Private Limited

Pushparaj B Jain
Pushparaj B Jain
 Chartered Accountant
 M No : 210913
 Date : 24-09-2022
 Place : Bangalore



M Venugopal Rao
M Venugopal Rao
 Director
 (DIN-02070491)

M Padma
M Padma
 Director
 (DIN-02070662)



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E-mail:info@pacepowerindia.com, website: www.pacepowersystems.com

		(In Rs. Thousands)	
CASH FLOW STATEMENT FOR THE YEAR ENDING		31.03.2021	31.03.2020
I. CASH FLOW FROM OPERATING ACTIVITIES:			
Net Profit/ (Loss) after Taxation & Capital Reserve of Asset Purchase		29,904.226	45,988.485
Adjustments:			
Add: Depreciation		10,178.846	4,912.344
Deferred Tax		-3,885.073	-2,668.197
Interest on borrowings		30,103.316	37,585.314
		66,301.314	85,817.946
Less: Interest Income		2,829.206	2,995.777
Operating Profit Before working Capital Changes		63,472.108	82,822.169
Adjustments for change in Current Assets:			
Trade Receivables & Other Assets		4,82,701.872	-6,90,065.992
Current Liabilities & Provisions		-1,60,829.627	5,74,277.588
Net Cash from Operating Activities A		3,85,344.353	-32,966.236
II. CASH FLOW FROM INVESTING ACTIVITIES:			
Purchase of Fixed Assets		-31,392.951	0.000
Non current Investment		0.000	0.000
Interest Income		2,829.206	2,995.777
Net Cash from Investing Activities B		-28,563.745	2,995.777
III. CASH FLOW FROM FINANCING ACTIVITIES:			
Secured & Unsecured Loans		-1,62,688.655	57,412.691
Interest paid		-30,103.316	-37,585.314
Net Cash from Financing Activities C		-1,92,791.971	19,827.377
Net change in Cash & Cash Equivalents A+B+C		1,63,988.638	-10,143.082
Cash & Cash Equivalents at the end of the period D		2,45,376.722	81,388.084
Cash & Cash Equivalents at the beginning of the period E		81,388.084	91,531.166
Net change in Cash & Cash Equivalents D-E		1,63,988.638	-10,143.082

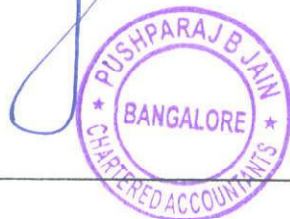
Notes:

- The Above Cash flow statement has been prepared by using the Indirect method as per the Accounting Standard (AS) 3 -"Cash Flow Statement"
- The accompanying significant accounting policies and notes to accounts form an integral part of the financial statements.

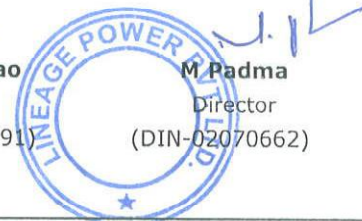
As per my report of even date.

For & on behalf of the Board of Directors of
Lineage Power Private Limited

Pushparaj B Jain
Chartered Accountant
M No : 210913
Date : 24-09-2022
Place : Bangalore



M Venugopal Rao
Director
(DIN-02070491)



M Padma
Director
(DIN-02070662)

Note No 1: SIGNIFICANT ACCOUNTING POLICIES

a) BASIS OF PREPARATION OF FINANCIAL STATEMENTS :

These financial statements have been prepared to comply with the Generally Accepted Accounting Principles in India (Indian GAAP), including the Accounting Standards notified under the relevant provisions of the Companies Act, 2013.

The financial statements are prepared on accrual basis under the historical cost convention. The financial statements are presented in Indian rupees rounded off to the nearest rupee.

b) USE OF ESTIMATES :

The preparation of financial statements in conformity with Indian GAAP which requires judgements, estimates and assumptions to be made that affect the reported amount of assets and liabilities, disclosure of contingent liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognised in the period in which the results are known/materialised.

c) PROPERTY, PLANT & EQUIPMENT

PROPERTY, PLANT & EQUIPMENT

Tangible Assets are stated at cost net of recoverable taxes, trade discounts and rebates, less accumulated depreciation and impairment loss, if any. The cost of Tangible Assets comprises its purchase price, borrowing cost and any cost directly attributable to bringing the asset to its working condition for its intended use.

Subsequent expenditures related to an item of Tangible Asset are added to its book value only if they increase the future benefits from the existing asset beyond its previously assessed standard of performance.

PROPERTY, PLANT & EQUIPMENT

Intangible Assets are stated at cost of acquisition net of recoverable taxes less accumulated amortisation/depletion and impairment loss, if any. The cost comprises purchase price, borrowing costs, and any cost directly attributable to bringing the asset to its working condition for the intended use .

DEPRECIATION & AMORTISATION :

TANGIBLE ASSETS

The company is providing depreciation on written down value, pro-rata to the period of use at the rates prescribed in Part C of Schedule II of the Companies Act, 2013.

INTANGIBLE ASSETS

These are amortised as follows

Particulars	Amortisation / Depletion
Technical Know How	Over the useful life of the underlying assets
Computer Software	Over a period of 10 years

d) IMPAIRMENT :

An asset is treated as impaired when the carrying cost of asset exceeds its recoverable value. An impairment loss is charged to the Profit and Loss Statement in the year in which an asset is identified as impaired. The impairment loss recognised in prior accounting period is reversed if there has been a change in the estimate of recoverable amount.

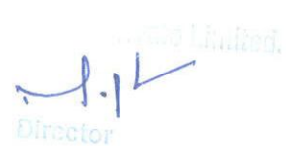
e) FOREIGN CURRENCY TRANSACTIONS

Transactions denominated in foreign currencies are recorded at the exchange rate prevailing on the date of the transaction or that approximates the actual rate at the date of the transaction. Monetary items denominated in foreign currencies at the year end are restated at year end rates

f) INVENTORIES

Items of inventories are measured at lower of cost and net realisable value after providing for obsolescence. Cost of inventories comprises of cost of purchase, cost of conversion and other costs including manufacturing overheads incurred in bringing them to their respective present location and condition.


Director


Director

g) REVENUE RECOGNITION

i) Sales

Domestic sales are accounted for on dispatch from the point of sale i.e. when the risks are transferred to the buyer. Export sales are recognised on the date of the mate's receipt/shipped on board and initially recorded at the relevant exchange rates prevailing on the date of the transaction.

ii) Services

Revenue from services is recognised in accordance with the specific terms of contract on performance.

iii) Others

Interest income is recognised on a time proportion basis taking into account the amount outstanding and the interest rate applicable.

h) BORROWING COSTS

Borrowing costs include exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost. Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalised as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use. All other borrowing costs are charged to the Profit and Loss Statement in the period in which they are incurred.

i) Leases

Lease arrangements where the risks and rewards incidental to ownership of an asset substantially vests with the lessor are recognized as operating leases. Lease rentals under operating leases are recognised in the statemnet of Profit and Loss on a Straight-Line basis over the lease term.

j) INCOME TAXES

Tax expense comprises of Current tax and Defferec Tax. Current tax is measured at the amount expected to be paid to the tax authorities, using the applicable tax rates. Deferred income tax reflect the current period timing differences between taxable income and accounting income for the period and reversal of timing differences of earlier years/period. Deferred tax assets are recognised only to the extent that there is a reasonable certainty that sufficient future income will be available except that deferred tax assets, in case there are unabsorbed depreciation or losses, are recognised if there is virtual certainty that sufficient future taxable income will be available to realise the same.

Deferred tax assets and liabilities are measured using the tax rates and tax law that have been enacted or substantively enacted by the Balance Sheet date.

k) PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS

Provision is recognised in the accounts when there is a present obligation as a result of past event(s) and it is probable that an outflow of resources will be required to settle the obligation and a reliable estimate can be made. Provisions are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates.

Contingent liabilities are disclosed when there is possible obligation arising from past events, the existence of which will be confirmed only by the occurence or non occurence of one or more uncertain future events not wholly within the control of the company or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle or a reliable estimate of the amount cannot be made, is termed as a contingent liability.

Contingent liabilities are disclosed unless the possibility of outflow of resources is remote.

Contingent assets are neither recognised nor disclosed in the financial statements.

l) The previous year figures have been regrouped / reclassified, wherever necessary to conform to the current year presentation.

SM

M.K

Note No 2 : Share Capital

A Details Of Authorized, Issued, Subscribed and Fully paid up Share Capital

The Authorized, Issued, Subscribed and Fully paid up Share Capital comprise of Equity shares having par value of Rs 10 each which is as follows :

Particulars	As at 31 March 2022		As at 31 March 2021	
	Number	(In Rs)	Number	(In Rs)
Authorised Equity Shares of Rs 10 /-	50,00,000	50,000.000	50,00,000	50,000.000
Issued, Subscribed & Paid up Equity Shares of Rs 10/-	50,00,000	50,000.000	50,00,000	50,000.000
	50,00,000	50,000.000	50,00,000	50,000.000

The company has only one type of equity share. Each share carry one vote.

B Reconciliation of number of Shares

Particulars	As at 31 March 2022		As at 31 March 2021	
	Number	(In Rs)	Number	(In Rs)
Equity Shares				
Opening Balance	50,00,000	50,000.000	50,00,000	50,000.000
Add : Bonus Shares Allotted	-	-	-	-
Closing Balance	50,00,000	50,000.000	50,00,000	50,000.000

C Equity Shares held by Holding Company

Name of Shareholder	As at 31 March 2022		As at 31 March 2021	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Pace Digitek Infra Pvt Ltd	39,86,710	79.73%	39,86,710	79.73%

D Details of Shares held by Shareholders holding more than 5% of the shares in aggregate

Name of Shareholder	As at 31 March 2022		As at 31 March 2021	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Pace Digitek Infra Pvt Ltd	39,86,710	79.73%	39,86,710.00	79.73%
Mr. M. Venugopal Rao	5,06,645	10.13%	5,06,645.00	10.13%
Mrs. M Padma	5,06,645	10.13%	5,06,645.00	10.13%

E Details of Shares held by Promoters and changes therein

Name of Shareholder	As at 31 March 2022		As at 31 March 2021	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Pace Digitek Infra Pvt Ltd	39,86,710	79.73%	39,86,710.00	79.73%
Mr. M. Venugopal Rao	5,06,645	10.13%	5,06,645.00	10.13%
Mrs. M Padma	5,06,645	10.13%	5,06,645.00	10.13%

There is no change in the percentage of shareholding by promoters.

Note No 3 : Reserves and Surplus

Particulars	Year ended 31 March 2022	Year ended 31 March 2021
	Total	Total
Capital Reserve		
Opening Balance	1,50,904.158	1,50,904.158
Add : Recd during the year	-	-
Closing Balance	1,50,904.158	1,50,904.158
Surplus In Statement Of Profit / Loss		
Opening Balance	4,24,096.761	3,78,108.276
Add : Net Profit/(Net Loss) For the current year	29,904.226	45,988.485
Closing Balance	4,54,000.986	4,24,096.761
Total	6,04,905.144	5,75,000.919


Director


Director

Note No 4 : Long Term Borrowings

Particulars	Year ended 31 March 2022	Year ended 31 March 2021
	Total	Total
Secured Loans		
Term Loans		
a) Canara bank Covid Loan - 0426753000012 Covid Loan - 0426753000012. The above loan is for Covid pandemic secured by Inventory & Debtors, repayable in 18 EMIs w.e.f. 23.06.2020 (Rate of Interest - 8.05%)	-	7,500.000
b) Axis Bank Car Loan - AUR000906208150 The above loan is for Mercedes Mez Car Loan, repayable in 36 EMIs w.e.f. 17.07.2021 (Rate of Interest - 7.25%)	13,206.083	-
c) GECL LOAN 1.0 - CANARA BANK The above loan is for Covid pandemic under GECL for liquidity support, repayable in 36 EMI's after 24 Months Moratorium period w.e.f. 25.04.2024 . Loan given under working capital limit, with securities of debtors & stock. (Rate of Interest - 7.50%)	36,700.000	-
d) GECL LOAN 2.0 - CANARA BANK The above loan is for Covid pandemic under GECL for liquidity support, repayable in 36 FMI's after 12 months Maratorium period w.e.f. 31.12.2022. Loan given under working capital limit, with securities of debtors & stock. (Rate of Interest - 7.50%)	63,327.000	-
Total	1,13,233.083	7,500.000

Note No 5 : Long Term Provisions

Particulars	Year ended 31 March 2022	Year ended 31 March 2021
	Total	Total
a) Provision for Employee Benefits		
i) Provision for Leave Encashment	17,826.119	12,079.218
ii) Provision for Gratuity	18,277.089	10,907.299
Total	36,103.208	22,986.517

Note No 6 : Short Term Borrowings

Particulars	Year ended 31 March 2022	Year ended 31 March 2021
	Total	Total
Secured		
Loans and Advances from Bank		
a) Canara Bank - OD Secured against Stock and Debtors. Rate of interest - 10.85%	1,72,201.717	4,33,706.442
Current maturities of Long Term Debt		
Axis Bank Car Loan (Refer Note 4)	9,809.987	-
Canara Bank Covid Loan (Refer Note 4)	7,500.000	30,000.000
GECL LOAN 2.0 - CANARA BANK (Refer Note 4)	5,773.000	-
Total	1,95,284.704	4,63,706.442


Director


Director

Note No 7 : Trade Payables
Year ended 31 March 2022

Particulars	Less Than 1 Year	1-2 Years	2-3 Years	More Than 3 Years	Total
Undisputed Dues					
MSME	2,426.057				2,426.057
Others	5,80,487.293	38,230.708	245.696	5,702.466	6,24,666.162
Disputed Dues					
MSME					-
Others					-
Total	5,82,913.350	38,230.708	245.696	5,702.466	6,27,092.219

Year ended 31 March 2021

Particulars	Less Than 1 Year	1-2 Years	2-3 Years	More Than 3 Years	Total
Undisputed Dues					
MSME	3,528.034				3,528.034
Others	8,16,654.746	4,696.648	2,849.853	2,795.493	8,26,996.740
Disputed Dues					
MSME					-
Others					-
Total	8,20,182.779	4,696.648	2,849.853	2,795.493	8,30,524.774

Note No 8 : Other Current Liabilities

Particulars	Year ended 31 March 2022	Year ended 31 March 2021
	Total	Total
Loan from Directors - M Venugopal Interest Free Loan - Repayable by 31.03.2022	-	20,000.000
Other Payables		
i) Statutory Remittances	33,356.629	35,869.174
ii) Advances from Customer	71,032.447	17,182.657
iii) Others		
a) Audit Fees Payable	1,500.000	1,000.000
b) Freight Charges Payable	3,967.907	5,638.479
c) Services Rendered But Not Due	83,934.483	96,655.550
d) Underperformance Charges Payable	30,668.121	24,377.314
e) Provision for Outstanding Liabilities	3,083.188	9,526.951
b) Salary Payable	33,057.561	26,577.622
c) Employees reimbursement payable	4,783.172	744.612
d) Paratechnician reimbursement payable	88.800	101.500
Total	2,65,472.308	2,37,673.859

Note No 9 : Short Term Provisions

Particulars	Year ended 31 March 2022	Year ended 31 March 2021
	Total	Total
a) Provision - Others		
Provision for Income Tax	-	22.213
Provision for CSR Expenses	5,860.000	4,150.000
Total	5,860.000	4,172.213

Note No 11 : Non Current Investments

Particulars	31 March 2022	31 March 2021
	Total	Total
Investment in Equity Shares of Subsidiary Companies Unquoted, Fully paid up		
1) 1,000/- Equity Shares (P.Y. 1000) of Rs. 10/- each of AP DIGITAL INFRA PRIVATE LIMITED with 10% shareholding	10.000	10.000
Aggregate amount of unquoted investment	10.000	10.000

Note No 12 : Inventories

Particulars	Year ended 31 March 2022	Year ended 31 March 2021
	Total	Total
Raw Materials	2,51,568.322	2,59,703.896
Work in progress	16,035.014	12,093.761
Note: Charge has been created against Inventories for availing Covid Pandemic Loan.		
Total	2,67,603.337	2,71,797.657

Note No 13 : Trade Receivables

Year ended 31 March 2022

Particulars	Outstanding for following period from due date of Invoice					Total
	Less Than 6 Months	6 Months to 1 Year	1-2 Years	2-3 Years	More Than 3 Years	
Undisputed Dues						
MSME						
Others	6,81,710.902	1,39,517.267	2,55,770.982	33,409.968	19,538.377	11,29,947.496
Disputed Dues						
MSME						
Others					32,715.459	32,715.459
Total	6,81,710.902	1,39,517.267	2,55,770.982	33,409.968	52,253.836	11,62,662.954

Year ended 31 March 2021

Particulars	Outstanding for following period from due date of Invoice					Total
	Less Than 6 Months	6 Months to 1 Year	1-2 Years	2-3 Years	More Than 3 Years	
Undisputed Dues						
MSME						
Others	14,53,293.651	1,24,494.943	37,549.145	21,800.982	6,707.472	16,43,846.194
Disputed Dues						
MSME						
Others					32,715.459	32,715.459
Total	14,53,293.651	1,24,494.943	37,549.145	21,800.982	39,422.931	16,76,561.652

Note No 14 : Cash & Cash Equivalent

Particulars	31 March 2022	31 March 2021
	Total	Total
Cash on Hand	0.622	1.779
Bank Balances		
i) In Current Account		
Canara Bank-EEFC-0426261005577	1,835.022	12,229.868
Canara Bank-0426201000733	51,265.736	484.560
Others		
i) Deposits with Banks	1,92,275.342	68,671.877
Total	2,45,376.722	81,388.084

Note No 15 : Short Term Loans & Advances

Particulars	31 March 2022	31 March 2021
	Total	Total
Unsecured and Considered good		
Loans & Advances to Employees	3,341.785	10,682.999
Balance with Government Authorities	26,999.592	24,688.887
Advance paid to Vendors	90,159.669	73,735.157
Total	1,20,501.046	1,09,107.043


Director


Director

Note No 16 : Other Current Assets

Particulars	31 March 2022	31 March 2021
	Total	Total
Security Deposit	16,123.091	14,421.516
Prepaid Expenses	9,238.138	713.186
Duty draw back receivable	614.780	561.105
FD Accrued Interest	2,701.745	2,042.301
MEIS/RoDTEP Receivable	2,011.139	4,897.323
Income Tax Paid (Net of Provision)	15,943.682	-
Vat Recoverable from Vendors	901.952	901.952
Total	47,534.527	23,537.383

Note 17 : Revenue from Operations

Particulars	31 March 2022	31 March 2021
	Total	Total
Sale of Products	9,00,701.610	14,56,370.617
Sale of Service	13,40,104.300	11,57,714.616
Other Operating Revenues	11,215.047	14,064.384
Total	22,52,020.958	26,28,149.617

Note 18 : Other Income

Particulars	31 March 2022	31 March 2021
	Total	Total
FMS Received	-	1,708.386
Interest Received on Fixed Deposit	2,829.206	2,995.777
Exchange Gain	16,302.909	-
Interest on Other	376.289	-
Balance Written off	-	58.014
Total	19,508.404	4,762.176

Note 19 : Cost of Material Consumed

Particulars	31 March 2022	31 March 2021
	Total	Total
Opening Stock of Raw Material	2,59,703.896	3,49,153.491
Add: Purchases of Raw Material	5,36,748.093	5,36,358.761
Less: Closing Stock of Raw Material	(2,51,568.322)	(2,59,703.896)
Raw material Consumed	5,44,883.667	6,25,808.355
Add : Direct Expenses relating to the above	8,55,747.827	8,54,710.276
Total	14,00,631.494	14,80,518.632

Note 20 : Changes in Inventory

Particulars	31 March 2022	31 March 2021
	Total	Total
Opening stock (WIP)	12,093.761	27,744.477
Less: Closing Stock (WIP)	(16,035.014)	(12,093.761)
Total	(3,941.253)	15,650.716

SM

M.K
 Director

Note 21 : Employee Benefit Expenses

Particulars	31 March 2022	31 March 2021
	Total	Total
Salaries And Wages	3,38,439.383	2,91,160.911
Reimbursement of cost of personnel on deputation	-	30,283.896
Bonus & Incentives	5.399	6.924
Leave Encashment	6,596.234	5,533.615
Gratuity	7,369.790	5,678.879
PF -Employers Share Of Contribution	27,104.021	22,475.246
ESI - Employer Share Of Contribution	6,208.936	5,474.910
Labour Welfare Fund- Employer Contribution	26.388	32.440
Canteen Expenses	513.113	386.241
Staff Welfare Expenses	481.858	262.236
Insurance -Mediclaim -Staff	2,413.328	2,466.022
Training & Development Charges	446.500	389.160
Petrol & Diesel Expenses (Employees)	536.999	579.476
Employee Benevolent Fund	-	250.000
Total	3,90,141.949	3,64,979.956

Note 22 : Financial Cost

Particulars	31 March 2022	31 March 2021
	Total	Total
Interest Expenses	23,055.950	31,300.087
Bank Charges	7,047.366	6,285.227
Total	30,103.316	37,585.314

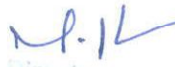
Note 23 : Other Expenses

Particulars	31 March 2022	31 March 2021
	Total	Total
Electricity Charges	2,216.179	2,247.395
FMS Reversed	2,886.184	-
Petrol & Diesel Expenses	-	216.935
Rent on Building	30,100.951	27,309.763
Rent on Computer	3,062.447	2,000.305
Rates and Taxes, excluding taxes on income	3,434.905	-264.319
Repairs & Maintenance Charges	574.470	614.763
Postage Courier & Telephone Charges	10,253.434	9,192.709
Underperformance charges charged by customer	60,463.016	47,600.711
Bad Debts Written Off	73.701	54.676
General Expenses	1,628.255	1,063.478
Travelling & Conveyance Expenses	28,778.892	26,546.460
Printing & Stationery	365.336	467.469
Sales & Business Promotion	145.363	27.387
Consultation Charges	8,408.625	11,639.111
Water Charges	172.770	131.004
Security Charges	2,017.982	1,983.819
Transportation charges (Service/EMP)	8,574.000	9,177.500
Audit fees	500.000	800.000
Commission & Brokerage	-	2,666.070
Paratechnician charges	840.000	969.600
Provision for CSR Expenses	1,710.000	2,400.000
Foreign Exchange Fluctuation Loss	-	7,830.527
Total	1,66,206.509	1,54,675.363

AUDIT FEES:

Particulars	31 March 2022	31 March 2021
Statutory and Tax Audit Fees	500.000	800.000


Director


Director

Note No 24 : Foreign Earnings and Expenditure

Particulars	31 March 2022	31 March 2021
a) Exports FOB Value	1,62,685.767	2,91,456.449
b) Import CIF Value	82,830.281	2,14,678.618
c) Import CIF Value	254.776	-

Note No 25: Earnings per share

Particulars	31 March 2022	31 March 2021
	Total	Total
Net Profit after Tax as per Profit and Loss Statement attributable to Equity Shareholders	29,904.226	45,988.485
Weighted Average number of Equity Shares used as denominator for calculating FPS	50,00,000	50,00,000
Basic and Diluted Earnings per Share	5.98	9.20
Face Value per Equity Share	10	10

Note No 26 :

- A sum of Rs.3,27,15,459 is due from the parties having disputed the performance have not paid the money due on time. The Company has filed a case against the party in Delhi High Court and now the matter is referred to arbitration. The company is hopeful of recovering the entire money and therefore, it is felt not necessary to make any provision for doubtful debts.

Note No. 27 : Leases

Operating Lease : Operating lease payments are recognised as an expense in the Statement of Profit and Loss Account.

Lease payment charged to Statement of profit and loss account for the period is Rs. 3,01,00.951 . The future Lease payment for later than 1 year but less than 2 years is Rs. 3,01,00.951.

Note No. 28: Disclosure on Micro, Small and Medium Enterprises

The Ministry of Micro, Small and Medium Enterprises has issued an Office Memorandum dated 26 August 2009 which recommends that the Micro and Small Enterprises should mention in their correspondence with its customers the Entrepreneurs Memorandum Number as allocated after filing of the Memorandum. Accordingly, the disclosure in respect of the amounts payable to such enterprises as at 31 March 2022 has been made in the financial statements based on information received and available with the Company. Further in view of the management, the impact of interest, if any, that may be payable in accordance with the provisions of the Act is not expected to be material. The Company has not received any claim for interest from any supplier under the said Act.

Particulars	Period ended 31.03.2022	Period ended 31.03.2021
(i) Principal amount remaining unpaid to any supplier as at the end of the accounting year	2,426.057	3,528.034
(ii) Interest due thereon remaining unpaid to any supplier as at the end of the accounting year	Nil	Nil
(iii) The amount of interest paid along with the amounts of the payment made to the supplier beyond the appointed day	Nil	Nil
(iv) The amount of interest due and payable for the year	Nil	Nil
(v) The amount of interest accrued and remaining unpaid at the end of the accounting year	Nil	Nil
(vi) The amount of further interest due and payable even in the succeeding year, until such date when the interest dues as above are actually paid	Nil	Nil

S

M.K.
Director

Note No 29 : Related Party Disclosures

As per Accounting Standard 18, the disclosures of transactions with the related parties are given below:

a) List of related parties where control exists and related parties with whom transactions have taken place and relationships:

Sl No	List of related parties	Relationship
1	M Venugopal	Key Managerial Personnel
2	M Padma	
3	M Rajiv	
4	Pace Digitek Infra Private limited	Holding Company
5	Pace Power Systems (Firm)	Director is Partner
6	Pace Renewable Energies Pvt. Ltd.	Common Director
7	Pace Power Tanzania	Associate
8	Qogno Digital Infrastructure Pvt. Ltd.	Common Director
9	Lineage Power (Myanmar) Ltd.	Common Director
10	AP Digital Infra Pvt. Ltd.	Subsidiary Company

b) Transactions during the year with related parties :

Sl No	Party Name	Nature of Transaction	31 March 2022	31 March 2021
			Total	Total
1	M Venugopal Rao	Salary	8,017.203	7,495.448
2	Pace Digitek Infra Pvt Ltd	Purchases	90,020.801	1,72,359.438
3	Pace Digitek Infra Pvt Ltd	Sales	118.626	10,718.184
4	Lineage Power Myanmar Ltd	Sales	2,084.228	3,788.928
5	Pace Power Systems	Rent Paid	20,008.320	19,849.524
6	Qogno Digital Infrastructure Pvt. Ltd.	Sales	-	1,49,762.720
7	Qogno Digital Infrastructure Pvt. Ltd.	Purchases	17,600.250	2,006.000
8	M Venugopal Rao	Repayment of loan	20,000.000	-
9	Pace Renewable Energies Pvt Ltd	Sales	-	77.756

c) Outstanding Balances of related parties :

Sl No	Party Name		Outstanding Balance as on 31.03.2022	Outstanding Balance as on 31.03.2021
			Total	Total
1	M Venugopal Rao	Credit	-	20,000.000
2	Pace Digitek Infra Pvt Ltd	Credit	3,15,093.796	3,07,432.483
3	Pace Digitek Infra Pvt Ltd	Debit	-	-
4	Pace Power Systems (Rent Deposit)	Debit	9,775.000	9,775.000
5	Pace Power Tanzania	Credit	2,878.054	2,740.275
6	Qogno Digital Infrastructure Pvt. Ltd.	Debit	71,646.613	48,110.133
7	Lineage Power Myanmar Limited	Debit	6,941.116	4,451.875
8	AP Digital Infra Pvt Ltd	Debit - Investment	10.000	10.000

A

M. J. K

Director

Note No 30 : Additional Notes To Financial Statements**Contingent Liability :-**

Particulars	31 March 2022	31 March 2021
	Total	Total
a) Claims against the company not acknowledged as debt		
-Disputed Customs Duty penalty under appeal by company before CESTAT	1,985.205	1,985.205
- Disputed income tax demand for which appeal is filed before the Commissioner of Income Tax (Appeals), National Faceless Appeal Centre, Delhi	9,101.140	8,189.580
b) Guarantees given by the bank on behalf of the Company	2,75,518.273	68,177.923

Note 31: Transactions with struck off companies under section 248 or 560

There are no transactions with struck off companies under section 248 or 560.

Note 32: Note on Registration of Charges

All the charges required to be registered and marked as satisfied has been duly complied with.

Note 33: There is no Scheme of Arrangements that has been approved in terms of sections 230 to 237

Note 34: The company has not advanced/loaned/invested or received funds (either borrowed funds or share premium or any other sources or kind of funds) to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding (whether recorded in writing or otherwise) 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.

The Company has not received any funds from any person or entity, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever ("Ultimate beneficiaries") by or on behalf of the Funding Party or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

Note 35: Transacting in Crypto Currency

The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year

Note 36: The Company has not been declared as a wilful defaulter by any bank or financial institution or any other lender

Note 37 : The company has borrowed funds from banks and financial institution which are secured against the Debtors. The quarterly Debtors statements as submitted to the banks or financial institutions are in agreement with the books of accounts.

Note No 38 : Corporate Social Responsibility

As per Section 135 of the Companies Act, 2013 amount required to be spent by the company during the year ended March 31, 2022 is Rs. 58.6 lacs and during the year ended March 31, 2021 is Rs.41.50 Lacs, computed at 2% of its average net profit for the immediately preceding three years on Corporate Social Responsibility (CSR). The Company has not spent any amount during the year ended March 31, 2022 towards CSR expenditure and nor transferred the unspent amount to separate account as required by CSR Amendment Rules, 2021.

Note No. 39: Ratio Analysis - Refer Annexure

Note No 40 : All figures are reported in Hundreds unless otherwise stated.

Note No. 41: The previous year figures have been regrouped / reclassified, wherever necessary to conform to the current year presentation.

As per my report of even date.


Pushparaj B Jain
Chartered Accountant
M No : 210913
Date : 24-09-2022
Place : Bangalore



For & on behalf of the Board of Directors of
Lineage Power Private Limited


M Venugopal Rao
Director
(DIN-02070491)




M Padma
Director
(DIN-02070662)

Notes on Financial Statements for the year ended 31st March 2022

(In Rs. Thousands)

Note No 39 : Ratio Analysis

Sl. No.	Particulars	Numerator	Denominator	Year ended 31 March 2022	Year ended 31 March 2021	% Change	Remarks
a)	Current Ratio						
	Current Assets						
	Inventories	2,67,603					
	Trade Receivables	11,62,663					
	Cash & Cash Equivalent	2,45,377					
	Short Term Loans & Advances	1,20,501					
	Other Current Assets	47,535					
	Total	18,43,679					
	Current Liabilities						
	Short Term Borrowings		1,95,285				
	Trade Payables		6,27,092				
	Other Current Liabilities		2,65,472				
	Short Term Provisions		5,860				
	Total		10,93,709	1.69	1.41	20%	Current ratio improved due to reduction of borrowings
b)	Debt-Equity Ratio						
	Total Borrowings						
	Long Term Borrowings	1,13,233					
	Short Term Borrowings	1,95,285					
	Total	3,08,518					
	Shareholder's Equity						
	Share Capital	50,000					
	Reserves and Surplus	6,04,905					
	Total	6,54,905		0.47	0.79	-40%	Debt Equity ratio reduced due to reduction of borrowings
c)	Debt Service Coverage Ratio						
	Net Operating Income						
	Profit Before prior period item	41,242					
	Depreciation & Amortisation Expense	10,179					
	Financial Cost	30,103					
	Total	181,524					
	Debt Service						
	Interest		23,056				
	Current Maturity of Long term Borrowings		17,310				
	Total		40,366	2.02	1.73	17%	Debt Service Coverage Ratio increased due to closure of Covid Loan
d)	Return on Equity Ratio						
	Profit for the period						
	Profit Before prior period item	41,242					
	Average Shareholders Equity						
	Shareholders Equity		6,54,905				
	Inventory Turnover Ratio						
	Cost of Goods Sold						
	Opening Stock	2,71,798					
	Purchases	7,73,715					
	(Closing Stock)	2,67,603					
	Average Inventory	7,77,909		3	4	-28%	Inventory turnover ratio reduced due to reduce in product sales

(Handwritten Signature)
 Director

Lineage Power Private Limited
CIN:U45207KA2010PTC054269

Plot No. V-12, Mysore Road, Kumbalgodu Industrial Area, Bangalore -560074
Notes on Financial Statements for the year ended 31st March 2022

(In Rs. Thousands)

Note 10 : Details of Property, Plant and Equipment

Particulars	Gross Block		Accumulated Depreciation			Net Block	
	Balance as at 1 April 2021	Balance as at 31 March 2022	Balance as at 1 April 2021	Deletions	Balance as at 31 March 2022	Balance as at 1 April 2021	Balance as at 31 March 2022
a							
Property, Plant & Equipment							
Plant & Machinery	8,087.287	8,087.287	5,422.202	482.380	5,904.583	2,665.085	2,182.704
Office Equipments	776.409	776.409	661.948	49.249	711.197	114.462	65.212
Vehicles	15,571.383	46,964.334	9,405.023	7,809.101	17,214.124	6,166.360	29,750.209
Furniture	605.974	605.974	428.001	61.320	489.321	177.973	116.653
Computer	6,165.955	6,165.955	5,941.747	67.615	6,009.362	224.208	156.593
Total (a)	31,207.008	62,599.959	21,858.921	8,469.666	30,328.587	9,348.087	32,271.372
Previous Year	31,144.508	31,144.508	14,736.319	-	14,736.319	16,408.190	16,408.190
b							
Intangible Assets							
Computer Software & Licences	34,191.522	34,191.522	17,099.726	1,709.180	18,808.905	17,091.796	15,382.617
Total (b)	34,191.522	34,191.522	17,099.726	1,709.180	18,808.905	17,091.796	15,382.617
Previous Year	34,191.522	34,191.522	13,090.539	-	13,090.539	21,100.983	21,100.983
Grand Total (a)+(b)	65,398.530	96,791.481	38,958.647	10,178.846	49,137.492	26,439.884	47,653.989
Previous Year	65,398.530	65,398.530	34,046.303	4,912.344	38,958.647	31,352.227	26,439.884

Lineage Power Private Limited


Director

Lineage Power Private Limited


Director