

EXIDE ENERGY SOLUTIONS LIMITED

Balance Sheet And Auditors' Report 31st March 2023

BSR & Co. LLP

Chartered Accountants

Unit No. 603, 6th Floor, Tower 1,
Plot No. 5, Block – DP, Godrej Waterside,
Sector V, Salt Lake, Kolkata – 700091

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Independent Auditor's Report

To the Members of Exide Energy Solutions Limited

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Exide Energy Solutions Limited (the "Company") which comprise the balance sheet as at 31 March 2023, and the statement of profit and loss (including other comprehensive income), statement of changes in equity and statement of cash flows for the period beginning from 24 March 2022 to 31 March 2023 ("the period"), and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ("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 31 March 2023, and its loss and other comprehensive income, changes in equity and its cash flows for the period ended on that date.

Basis for Opinion

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

Other Information

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

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

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Management's and Board of Directors' Responsibilities for the Financial Statements

The Company's Management and Board of Directors are responsible for the matters stated in Section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the state of affairs, profit/ loss and other comprehensive income, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under Section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other



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Independent Auditor's Report (Continued)

Exide Energy Solutions Limited

irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls 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 the Management and Board of Directors.
- Conclude on the appropriateness of the Management and Board of Directors use of the going concern basis of accounting in preparation of financial statements and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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



Independent Auditor's Report (Continued)

Exide Energy Solutions Limited

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government of India in terms of 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.

2 A. As required by Section 143(3) of the Act, we report that:

- a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c. The balance sheet, the statement of profit and loss (including other comprehensive income), the statement of changes in equity and the statement of cash flows dealt with by this Report are in agreement with the books of account.
 - d. In our opinion, the aforesaid financial statements comply with the Ind AS specified under Section 133 of the Act.
 - e. On the basis of the written representations received from the directors as on 31 March 2023 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2023 from being appointed as a director in terms of Section 164(2) of the Act.
 - f. With respect to the adequacy of the internal financial controls with reference to financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".
- B. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- a. The Company does not have any pending litigations which would impact its financial position.
 - b. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - c. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
 - d (i) The management has represented that, to the best of its knowledge and belief, as disclosed in the Note 31 to the financial statements, 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 directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
 - (ii) The management has represented that, to the best of its knowledge and belief, as disclosed in the Note 31 to the financial statements, no funds have been received by the Company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Parties ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

(iii) Based on the audit procedures performed that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (i) and (ii) above,



Independent Auditor's Report (Continued)

Exide Energy Solutions Limited

contain any material misstatement.

- e. The Company has neither declared nor paid any dividend during the period.
- f. As proviso to rule 3(1) of the Companies (Accounts) Rules, 2014 is applicable for the Company only with effect from 1 April 2023, reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 is not applicable.
- C. With respect to the matter to be included in the Auditor's Report under Section 197(16) of the Act:
- In our opinion and according to the information and explanations given to us, the remuneration paid by the Company to its directors during the current year is in accordance with the provisions of Section 197 read with Schedule V of the Act. The Ministry of Corporate Affairs has not prescribed other details under Section 197(16) of the Act which are required to be commented upon by us.

For **BSR & Co. LLP**

Chartered Accountants

Firm's Registration No.: 101248W/W-100022


Jayanta Mukhopadhyay

Partner

Membership No.: 055757

ICAI UDIN: 23055757BGYIHD4774

Place: Kolkata

Date: 27 April 2023



Annexure A to the Independent Auditor's Report on the Financial Statements of Exide Energy Solutions Limited for the period ended 31 March 2023

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

- (i) (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.
- (B) The Company does not have any intangible assets. Accordingly, clause 3(i)(a)(B) of the Order is not applicable to the Company.
- (i) (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has a regular programme of physical verification of its Property, Plant and Equipment by which all property, plant and equipment are verified every year. In accordance with this programme, all property, plant and equipment were verified during the period. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets. No discrepancies were noticed on such verification.
- (c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties (other than immovable properties where the Company is the lessee and the leases agreements are duly executed in favour of the lessee) disclosed in the financial statements are held in the name of the Company.
- (d) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not revalued its Property, Plant and Equipment (including Right of Use assets) or intangible assets or both during the period.
- (e) According to the information and explanations given to us and on the basis of our examination of the records of the Company, there are no proceedings initiated or pending against the Company for holding any benami property under the Prohibition of Benami Property Transactions Act, 1988 and rules made thereunder.
- (ii) (a) The company does not have any inventory as the operations of the company have not started
- (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not been sanctioned any working capital limits in excess of five crore rupees in aggregate from banks and financial institutions on the basis of security of current assets at any point of time of the period. Accordingly, clause 3(ii)(b) of the Order is not applicable to the Company.
- (iii) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured to companies, firms, limited liability partnership or any other parties during the period. The Company has not made any investments in companies, firms or limited liability partnership. The Company has made investments in other parties in respect of which the requisite information is as below.
- (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not provided loans or provided advances in the nature of loans, or stood guarantee, or provided security to any other entity during the period. Accordingly, Clause 3(iii)(a) of the Order is not applicable.
- (b) According to the information and explanations given to us and based on the audit procedures conducted by us, in our opinion the investments made during the period are, prima facie, not prejudicial to the interest of the Company. The Company has not provided any guarantee or security or granted any loans or advances in the nature of loans during the period.
- (c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not provided loans or provided advances in the nature of loans, or stood guarantee, or provided security to any other entity during the period. Accordingly, Clause 3(iii)(c) to Clause 3(iii)(f) of the Order is not applicable.

Annexure A to the Independent Auditor's Report on the Financial Statements of Exide Energy Solutions Limited for the period ended 31 March 2023 (Continued)

- (iv) According to the information and explanations given to us and on the basis of our examination of records of the Company, the Company has neither made any investments nor has it given loans or provided guarantee or security and therefore the relevant provisions of Sections 185 and 186 of the Companies Act, 2013 ("the Act") are not applicable to the Company. Accordingly, clause 3(iv) of the Order is not applicable.
- (v) The Company has not accepted any deposits or amounts which are deemed to be deposits from the public. Accordingly, clause 3(v) of the Order is not applicable.
- (vi) According to the information and explanations given to us, the Central Government has not prescribed the maintenance of cost records under Section 148(1) of the Act for the products manufactured by it (and/or services provided by it). Accordingly, clause 3(vi) of the Order is not applicable.
- (vii) (a) The Company does not have liability in respect of Service tax, Duty of excise, Sales tax and Value added tax during the period since effective 1 July 2017, these statutory dues has been subsumed into GST.

According to the information and explanations given to us and on the basis of our examination of the records of the Company, in our opinion amounts deducted / accrued in the books of account in respect of undisputed statutory dues including Goods and Service Tax, Provident Fund, Income-Tax or Cess or other statutory dues have been regularly deposited by the Company with the appropriate authorities. As explained to us by the management, the Company did not have any dues on account of employees' state insurance and Duty of Customs during the period.

According to the information and explanations given to us and on the basis of our examination of the records of the Company, no undisputed amounts payable in respect of Goods and Service Tax, Provident Fund, Income-Tax or Cess or other statutory dues were in arrears as at 31 March 2023 for a period of more than six months from the date they became payable.

- (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, there are no statutory dues relating to Goods and Service Tax, Provident Fund, Employees State Insurance, Income-Tax, Duty of Customs or Cess or other statutory dues, which have not been deposited with the appropriate authorities on account of any dispute.
- (viii) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not surrendered or disclosed any transactions, previously unrecorded as income in the books of account, in the tax assessments under the Income Tax Act, 1961 as income during the period.
- (ix) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company did not have any loans or borrowings from any lender during the period. Accordingly, clause 3(ix)(a) of the Order is not applicable to the Company.
- (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not been declared a wilful defaulter by any bank or financial institution or government or government authority.
- (c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company did not have any term loans during the period. Accordingly, clause 3(ix)(c) of the Order is not applicable to the Company.
- (d) According to the information and explanations given to us and on an overall examination of the balance sheet of the Company, we report that no funds raised on short-term basis have been used for long-term purposes by the Company.

The Company does not hold any investment in any subsidiaries, associates or joint ventures (as

Page 6 of 10



Annexure A to the Independent Auditor's Report on the Financial Statements of Exide Energy Solutions Limited for the period ended 31 March 2023 (Continued)

- defined under the Act) during the period ended 31 March 2023. Accordingly, clause 3(ix)(e) is not applicable.
- (f) According to the information and explanations given to us and procedures performed by us, we report that the Company has not raised loans during the period on the pledge of securities held in its subsidiaries, joint ventures or associate companies (as defined under the Act).
- (x) (a) The Company has not raised any moneys by way of initial public offer or further public offer (including debt instruments). Accordingly, clause 3(x)(a) of the Order is not applicable.
- (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the period. Accordingly, clause 3(x)(b) of the Order is not applicable.
- (xi) (a) Based on examination of the books and records of the Company and according to the information and explanations given to us, no fraud by the Company or on the Company has been noticed or reported during the course of the audit.
- (b) According to the information and explanations given to us, 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 the Companies (Audit and Auditors) Rules, 2014 with the Central Government.
- (c) Based on the information and explanations provided to us, the Company does not have a vigil mechanism and is not required to have a vigil mechanism as per the Act or SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
- (xii) According to the information and explanations given to us, the Company is not a Nidhi Company. Accordingly, clause 3(xii) of the Order is not applicable.
- (xiii) In our opinion and according to the information and explanations given to us, the transactions with related parties are in compliance with Section 177 and 188 of the Act, where applicable, and the details of the related party transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- (xiv) (a) Based on information and explanations provided to us and our audit procedures, in our opinion, the Company has an internal audit system commensurate with the size and nature of its business.
- (b) We have considered the internal audit reports of the Company issued till date for the period under audit.
- (xv) In our opinion and according to the information and explanations given to us, the Company has not entered into any non-cash transactions with its directors or persons connected to its directors and hence, 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, clause 3(xvi)(a) of the Order is not applicable.
- (b) The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, clause 3(xvi)(b) of the Order is not applicable.
- (c) The Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Accordingly, clause 3(xvi)(c) of the Order is not applicable.
- (d) The Company is not part of any group (as per the provisions of the Core Investment Companies (Reserve Bank) Directions, 2016 as amended). Accordingly, the requirements of clause 3(xvi)(d) are not applicable.
- (xvii) The Company has incurred cash losses of Rs 5,938.33 lakhs in the current financial year and Rs Nil in the immediately preceding financial year.



**Annexure A to the Independent Auditor's Report on the Financial Statements of Exide Energy Solutions Limited for the period ended 31 March 2023
(Continued)**

- (xviii) There has been no resignation of the statutory auditors during the period. Accordingly, clause 3(xviii) of the Order is not applicable.
- (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 accompanying the financial statements, our knowledge of the Board of Directors and management plans 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 that the 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) The requirements as stipulated by the provisions of Section 135 are not applicable to the Company. Accordingly, clauses 3(xx)(a) and 3(xx)(b) of the Order are not applicable.

For B S R & Co. LLP

Chartered Accountants

Firm's Registration No.:101248W/W-100022


Jayanta Mukhopadhyay

Partner

Membership No.:055757

ICAI UDIN:23055757BGYIHD4774

Place: Kolkata

Date: 27 April 2023



Annexure B to the Independent Auditor's Report on the financial statements of Exide Energy Solutions Limited for the period ended 31 March 2023

Report on the internal financial controls with reference to the aforesaid financial statements under Clause (i) of Sub-section 3 of Section 143 of the Act

(Referred to in paragraph 2(A)(f) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

Opinion

We have audited the internal financial controls with reference to financial statements of Exide Energy Solutions Limited ("the Company") as of 31 March 2023 in conjunction with our audit of the financial statements of the Company for the period ended on that date.

In our opinion, the Company has, in all material respects, adequate internal financial controls with reference to financial statements and such internal financial controls were operating effectively as at 31 March 2023, based on the internal financial controls with reference to financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India (the "Guidance Note").

Management's Responsibility for Internal Financial Controls

The Company's Management and the Board of Directors are responsible for establishing and maintaining internal financial controls based on the internal financial controls with reference to financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls with reference to financial statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing, prescribed under Section 143(10) of the Act, to the extent applicable to an audit of internal financial controls with reference to financial statements. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to financial statements were established and maintained and if such controls operated effectively in all material respects.

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

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

Meaning of Internal Financial Controls with Reference to Financial Statements

A company's internal financial controls with reference to financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial

**Annexure B to the Independent Auditor's Report on the financial statements of Exide Energy Solutions Limited for the period ended 31 March 2023
(Continued)**

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

Inherent Limitations of Internal Financial Controls with Reference to Financial Statements

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

For B S R & Co. LLP

Chartered Accountants

Firm's Registration No.: 101248WW-100022


Jayanta Mukhopadhyay

Partner

Membership No.: 055757

ICAI UDIN: 23055757BGYIHD4774

Place: Kolkata

Date: 27 April 2023



EXIDE ENERGY SOLUTIONS LIMITED
BALANCE SHEET AS AT 31ST MARCH 2023

	Note no.	Amount (Rs. Lakhs)	
		As at	
		March 31, 2023	
I) ASSETS			
1) Non-Current assets			
Property Plant and Equipment	2(i)	30,128.14	
Capital Work-in-Progress	2(ii)	10,298.95	
Intangible Assets under Development	2(iii)	18,952.21	
Other Non-Current Assets	3	6,483.03	
Total Non-Current assets		65,862.33	
2) Current assets			
Financial assets			
- Investments	4	5,003.11	
- Cash and cash equivalents	5	1,448.51	
- Other Financial Assets	6	81.13	
Other current assets	7	760.18	
Total Current assets		7,292.93	
TOTAL ASSETS		73,155.26	
II) EQUITY AND LIABILITIES			
1) Equity			
Equity Share capital	8	28,601.00	
Other equity	9	36,919.36	
Total Equity		65,520.36	
2) Liabilities			
Non- Current liabilities			
Financial liabilities			
- Other financial liabilities	11	5,859.66	
Provisions	13	70.79	
Total Non-Current liabilities		5,930.45	
Current liabilities			
Financial liabilities			
- Trade Payable	10	-	
-Total outstanding dues of Micro and small enterprises		-	
-Total outstanding dues of creditors other than Micro and Small Enterprises		595.35	
- Other financial liabilities	11	931.85	
Other Current Liabilities	12	174.63	
Provisions	13	2.52	
Total Current liabilities		1,704.45	
Total Liabilities		7,634.90	
TOTAL EQUITY AND LIABILITIES		73,155.26	
Significant accounting policies	1		

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

As per our report of even date

For B S R & Co. LLP
Chartered Accountants
Firm Registration Number: 101248W/W-100022

Jayanta Mukhopadhyay
Partner
Membership No. 055737
Place : Kolkata
Date : April 27, 2023

For and on behalf of the Board of Directors of
Exide Energy Solutions Limited
CIN No.: U31100WB2022PLC252459

Subir Chakraborty
Director
DIN: 00130864
Place : Kolkata
Date : April 27, 2023

A.K. Mukherjee
Director
DIN: 00131626
Place : Kolkata
Date : April 27, 2023

Mandar Deo
Managing Director & CEO
DIN: 08172709
Place : Bengaluru
Date : April 27, 2023

Ameet Gupta
Company Secretary &
Chief Financial Officer
Place : Bengaluru
Date : April 27, 2023



EXIDE ENERGY SOLUTIONS LIMITED
BALANCE SHEET AS AT 31ST MARCH 2023

		Amount (Rs. Lakhs)
	Note no.	As at
		March 31, 2023
I) ASSETS		
1) Non-current assets		
Property Plant and Equipment	2	30,128.14
Capital Work-in-Progress	2a	10,298.95
Intangible Assets under Development	2b	18,952.21
Other Non-Current Assets	3	6,483.03
		65,862.33
2) Current assets		
Financial assets		
- Current investments	4	5,003.11
- Cash and cash equivalents	5	1,448.51
- Other Financial Assets	6	81.13
Other current assets	7	760.18
		7,292.94
TOTAL ASSETS		73,155.26
II) EQUITY AND LIABILITIES		
1) Equity		
Equity Share capital	8	28,601.00
Other equity	9	36,919.36
Total Equity		65,520.36
2) Liabilities		
Non- Current liabilities		
Financial liabilities		
- Other financial liabilities	11	5,859.66
Provisions	13	70.79
Total Non-Current Liabilities		5,930.45
Current liabilities		
Financial liabilities		
- Trade Payable	10	
-Total outstanding dues of Micro and small enterprises		-
-Total outstanding dues of creditors other than Micro and Small Enterprises		595.35
- Other financial liabilities	11	931.85
Other Current Liabilities	12	174.63
Provisions	13	2.62
Total Current Liabilities		1,704.45
Total Liabilities		7,634.90
TOTAL EQUITY AND LIABILITIES		73,155.26
Significant accounting policies	1	

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

For **B S R & Co. LLP**
Chartered Accountants
Firm Registration Number: 101248W/W-100022

For and on behalf of the Board of Directors of
Exide Energy Solutions Limited
CIN No.: U31100WB2022PLC252459

Jayanta Mukhopadhyay
Partner
Membership No. 055757

Place : Kolkata
Date : April 27, 2023

Subir Chakraborty
Director
DIN: 0000130864

Place : Kolkata
Date : April 27, 2023

A.K.Mukherjee
Director
DIN: 00131626

Place : Kolkata
Date : April 27, 2023

Mandar Deo
Managing Director & CEO
DIN: 0008172709

Place : Kolkata
Date : April 27, 2023

Ameet Gupta
Chief Financial Officer &
Company Secretary

Place : Kolkata
Date : April 27, 2023

EXIDE ENERGY SOLUTIONS LIMITED
STATEMENT OF PROFIT AND LOSS FOR THE PERIOD 24 MARCH 2022 to 31 MARCH 2023

		Amount (Rs. Lakhs)
	Note no.	For the period 24 March 2022 to 31 March 2023
I) INCOME		
Other income	14	80.17
Total Income		80.17
II) EXPENSES		
Employee Benefits Expenses	15	1,163.78
Other expense	17	4,868.18
Total expenses		6,031.96
III) Earnings before interest, tax, depreciation and amortisation expenses (I-II)		(5,951.79)
Depreciation and amortisation expense	16	8.81
IV) Interest, depreciation and amortisation expenses		8.81
V) (Loss before tax (III-IV))		(5,960.60)
VI) Tax expense		
Current Tax	18	20.04
VII) Loss for the period (V-VI)		(5,980.64)
IV) Other comprehensive income (OCI)		
Total other comprehensive income for the period		-
Total comprehensive income for the year (III+IV)		(5,980.64)
Earnings per equity share - Basic and Diluted (Nominal value Rs 10/- per share)	19	(3.74)
Significant Accounting Policies	1	
The accompanying notes are an integral part of the financial statements .		

For **B S R & Co. LLP**
Chartered Accountants
Firm Registration Number: 101248W/W-100022

For and on behalf of the Board of Directors of
Exide Energy Solutions Limited
CIN No.: U31100WB2022PLC252459

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Company Secretary

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Date : April 27, 2023

EXIDE ENERGY SOLUTIONS LIMITED
CASH FLOW STATEMENT FOR THE PERIOD 24 MARCH 2022 to 31 MARCH 2023

	PARTICULARS	For the period 24 March 2022 to 31 March 2023
		Amount in Rs. Lakhs
A.	Cash Flow from operating activities	
	Net Loss before taxes	(5,960.60)
	Adjusted for :	
	Depreciation	8.81
	Gain on fair value of investments in mutual funds	(3.11)
	Gain on disposal of investments designated as FVTPL	(73.72)
	Operating profit before working capital change	(6,028.62)
	Adjusted for :	
	Increase in other financial and non-financial assets	(7,291.67)
	(Decrease) in financial liabilities, other liabilities and provisions	1,684.64
	Cash generated from operation	(11,635.64)
	Income Tax refund / (Paid)	(20.04)
	Net Cash used in operating activities (A)	(11,655.68)
B	Cash Flow from investing activities	
	Acquisition of property, plant and equipment (including intangible assets)	(53,470.53)
	Purchase of investment of mutual fund units	(15,600.00)
	Sale of investment of mutual fund units	10,673.72
	Net Cash used in investing activities (B)	(58,396.81)
C	Cash Flow from Financing activities	
	Proceeds from issue of Equity Share Capital	71,501.00
	Net Cash from Financing activities (C)	71,501.00
D	Net increase in cash & cash equivalents	1,448.51
E	Cash and cash equivalent at the beginning of the period	-
F	Cash and cash equivalent as at 31 March 2023	1,448.51

The aforesaid cash flow statement has been prepared under the indirect method as set out in Ind AS 7- Statement of Cash Flow

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

For B S R & Co. LLP
Chartered Accountants
Firm Registration Number: 101248W/W-100022

For and on behalf of the Board of Directors of
Exide Energy Solutions Limited
CIN No.: U31100WB2022PLC252459

Jayanta Mukhopadhyay
Partner
Membership No. 055757

Place : Kolkata
Date : April 27, 2023

Subir Chakraborty
Director
DIN: 0000130864

Place : Kolkata
Date : April 27, 2023

A.K.Mukherjee
Director
DIN: 00131626

Place : Kolkata
Date : April 27, 2023

Mandar Deo
Managing Director & CEO
DIN: 0008172709

Place : Kolkata
Date : April 27, 2023

Ameet Gupta
Chief Financial Officer &
Company Secretary

Place : Kolkata
Date : April 27, 2023

EXIDE ENERGY SOLUTIONS LIMITED**STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD 24 MARCH 2022 to 31 MARCH 2023****A) Equity Share Capital****Equity Shares of INR 10 each issued, subscribed and fully paid**

As at 24 March 2022

Changes in equity share capital during the period

Balance at March 31, 2023

Number	Amount (Rs. Lakhs)
-	-
28,60,10,000	28,601.00
28,60,10,000	28,601.00

B) Other Equity

Particulars	Reserves and Surplus		Amount (Rs. Lakhs)
	Securities Premium	Retained earnings	Total
Opening Balance as at 24 March 2022	-	-	-
Addition for the period	42,900.00	-	42,900.00
Loss for the year	-	(5,980.64)	(5,980.64)
	42,900.00	(5,980.64)	36,919.36
Balance at March 31, 2023	42,900.00	(5,980.64)	36,919.36

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

Description of the components of other equity**Securities Premium**

Premium received on equity shares issued are recognised in the securities premium.

Retained earnings

Retained Earnings is the accumulated balance of surplus in the statement of profit and loss and other comprehensive income.

For **B S R & Co. LLP**

Chartered Accountants

Firm Registration Number: 101248W/W-100022

For and on behalf of the Board of Directors of

Exide Energy Solutions Limited

CIN No.: U31100WB2022PLC252459

Jayanta Mukhopadhyay

Partner

Membership No. 055757

Place : Kolkata

Date : April 27, 2023

Subir Chakraborty

Director

DIN: 00012306

Place : Kolkata

Date : April 27, 2023

A.K.Mukherjee

Director

DIN: 00131626

Place : Kolkata

Date : April 27, 2023

Mandar Deo

Managing Director & CEO

DIN: 0008172709

Place : Kolkata

Date : April 27, 2023

Ameet Gupta

Chief Financial Officer &

Company Secretary

Place : Kolkata

Date : April 27, 2023

EXIDE ENERGY SOLUTIONS LIMITED
NOTES TO FINANCIAL STATEMENTS FOR THE PERIOD 24 MARCH 2022 to 31 MARCH 2023
2 Property, Plant and Equipment

Property, Plant and Equipment	Amount (Rs. Lakhs)						
Particulars	Land*	Buildings	Plant & machinery	Office Equipments	Vehicles	Computers	Total
Opening balance as at 24 March 2022	-	-	-	-	-	-	-
Additions	26,849.54	1,996.67	1,159.23	22.50	42.42	66.60	30,136.95
As at 31st March 2023	26,849.54	1,996.67	1,159.23	22.50	42.42	66.60	30,136.95
Depereciation							
Charge for the year	-	0.21	2.65	0.32	3.57	2.07	8.81
As at 31st March 2023	-	0.21	2.65	0.32	3.57	2.07	8.81
Net Block As at 31st March 2023	26,849.54	1,996.46	1,156.58	22.19	38.85	64.53	30,128.14

* Includes land taken on lease aggregating to Rs 25,568.68 Lakhs, with an option to purchase the land subject to fulfillment of few conditions as stated in the sale cum lease deed.

2a Movement of Capital work-in-progress

	Opening Balance	Addition during the period	Capitalised	Closing Balance
2022-23	-	10,298.95	-	10,298.95

Ageing of capital work-in-progress is as follows:

As at March 31, 2023

Particulars	Amount in capital work-in-progress for a period of				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
Projects in progress	10,298.95	-	-	-	10,298.95

2b Intangible Assets under Development

Ageing of intangible assets under development (IAUD) is as follows:

As at March 31, 2023

Particulars	Amount in intangible asset under development for a period of				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
Projects in progress	18,952.21	-	-	-	18,952.21

EXIDE ENERGY SOLUTIONS LIMITED

NOTES TO FINANCIAL STATEMENTS FOR THE PERIOD 24 MARCH 2022 to 31 MARCH 2023

		Amount (Rs. Lakhs)	
		March 31, 2023	
3	OTHER NON-CURRENT ASSETS		
a)	Capital Advances		32.68
b)	Prepaid expenses		1,324.24
c)	Balances and deposit with Government Authorities		5,126.11
			<u><u>6,483.03</u></u>
4	CURRENT INVESTMENTS		
	Investments at fair value through profit & loss	March 31, 2023	
	UNITS OF MUTUAL FUND (Unquoted)	No Of Units	Amount (Rs.)
	HDFC Liquid Fund - Direct Plan - Growth Option	46,189.00	5,003.11
			<u><u>5,003.11</u></u>
	Aggregate Value of Unquoted Investments		<u><u>5,003.11</u></u>
5	CASH AND CASH EQUIVALENTS		
		March 31, 2023	
	<u>Balance with Banks</u>		
	On Current Account		1,448.51
			<u><u>1,448.51</u></u>
6	Other Financial Assets		
		March 31, 2023	
	Security Deposits		77.79
	Recoverable from Related Party		3.34
			<u><u>81.13</u></u>
7	Other current assets		
		March 31, 2023	
a)	Advance to suppliers		67.22
b)	Prepaid expenses		692.01
c)	Other receivable		0.35
d)	Employee Advances		0.60
			<u><u>760.18</u></u>

8 SHARE CAPITAL

Authorised Share Capital

Equity Shares of of Rs 10 each

Amount (Rs. Lakhs) March 31, 2023	
No.	Amount (Rs. Lakh)
1,00,00,00,000	1,00,000.00

Issued, Subscribed and fully paid up

Equity Shares of of Rs 10 each

No.	Amount (Rs. Lakh)
28,60,10,000	28,601.00

Rights, preferences and restrictions attached to equity shares

The company has only one class of equity shares having par value of INR 10 per share. Each holder of equity shares is entitled to one vote per share. The company declares and pays dividends in Indian rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting.

In the event of liquidation of the company, the holders of equity shares 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.

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

March 31, 2023	
No.	Amount (Rs. Lakh)
Opening balance at the beginning of the period	-
Issue of Equity Share Capital	28,60,10,000
Closing balance at the end of the period	28,60,10,000

Shares held by holding company / ultimate holding company

Out of the equity shares issued by the company, shares held by its holding company, ultimate holding company and their subsidiaries / associates are as below;

March 31, 2023	
No.	% of holding
Equity shares of INR 10 each issued, subscribed and fully paid Exide Industries Ltd	28,60,10,000 100

Details of shareholders holding more than 5 % shares in the company

March 31, 2023	
No.	% of holding
Equity shares of INR 10 each issued, subscribed and fully paid Exide Industries Limited	28,60,10,000 100

Shares held by promoters at the end of the year

March 31, 2023	
Name of promoter	No. % of holding
Exide Industries Limited	28,60,10,000 100

9 OTHER EQUITY

March 31, 2023	
a. Securities Premium	42,900.00
b. Retained Earnings	(5,980.64)
	36,919.36

10 Trade payables

March 31, 2023	
Trade payable for goods & services	
- Total outstanding dues of micro and small enterprises	-
- Total outstanding dues of creditors other than micro and small enterprises	595.35
	595.35

Refer note 27 for information about liquidity risk related to trade payables.

Trade payables are non-interest bearing and are normally settled on 30 day terms.

For terms and conditions with related parties, refer to Note 27.

Trade Payables aging schedule as at 31 March 2023

Particulars	Not Due	Outstanding for following periods from due date of payment				Total
		Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME	-	-	-	-	-	-
(ii) Others	36.53	412.77	-	-	-	449.30
(iii) Disputed dues – MSME	-	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-	-
Total	36.53	412.77	-	-	-	449.30
Accrued expenses						146.04
Total trade payable						595.35

11 OTHER FINANCIAL LIABILITIES

- Other Payables

 For Capital goods and services
 Employee related liabilities

March 31, 2023		
Total	Non-current	Current
#####	5,604.27	345.99
#####	255.39	585.86
#####	5,859.66	931.85

12 OTHER CURRENT LIABILITIES

Taxes and duties payable

March 31, 2023

174.63

174.63
13 PROVISIONS

 Provision for employee benefits
 Gratuity (Refer Note 24)
 Compensated absences

March 31, 2023		
Total	Non-current	Current
33.60	33.32	0.28
39.81	37.47	2.34
73.41	70.79	2.62

		Amount (Rs. Lakhs)
Particulars		For the period 24 March 2022 to 31 March 2023
14	OTHER INCOME	
	Changes in fair value of investments designated at FVTPL	3.11
	Rental Income	3.34
	Gain on sale of investments (net)	73.72
		80.17
15	Employee benefit expenses	
	Salaries, wages and bonus	988.91
	Contribution to provident and other funds	56.01
	Staff welfare expenses	118.86
		1,163.78
16	DEPRECIATION AND AMORTIZATION	
	Depreciation of Property, Plant and Equipments	8.81
		8.81
17	Other Expenses	
	Maintenance Expenses	60.88
	Software expenses	13.14
	Rent & Hire Charges	225.09
	Rates and taxes	5.39
	Travelling & Conveyance	58.30
	Bank Charges	0.28
	Communication Costs	3.21
	Directors' Sitting Fees	2.00
	Auditors' Remuneration	12.60
	For Statutory audit fees-	12.00
	Out of Pocket Expenses-	0.60
	Motor Vehicle Running Expenses	18.35
	Consultancy & Services outsourced	4,136.87
	General Expenses	8.12
	Legal Expenses	268.61
	Subscription	37.52
	Printing & Stationery	1.30
	Pollution Control Expenses	1.67
	Testing Charges	0.12
	Miscellaneous charges	14.72
		4,868.18
18	INCOME TAX	
	Current income tax charge	20.04
	Deferred tax assets (net)	-
	The unabsorbed business loss for the before start of commercial operations will be disallowed. However company will determine the expenses incurred during the period which can be amortised over subsequent years as per the Income Tax Act & Rules. Unabsorbed depreciation does not get expired. Due to lack of convincing evidence that sufficient taxable profit will be available against which the unused tax losses can be utilised by the Company, the deferred tax assets has not been recognized.	
	Reconciliation of statutory rate of tax and effective rate of tax:	
	Loss before tax	(5,944.64)
	Domestic tax rate of 25% (PY: 25%) plus cess	26%
	Tax using the Company's domestic tax rate	(1,545.61)
	Adjustments:	
	Current year losses for which no deferred tax asset is recognised	(1,546)
	Other adjustments	(20.04)
	Income tax expense	20.04
19	EARNING PER SHARE	
	Basic EPS amounts are calculated by dividing the profit for the year attributable to equity holders of the parent by the weighted average number of Equity shares outstanding during the year.	
	Diluted EPS amounts are calculated by dividing the profit attributable to equity holders of the parent (after adjusting for interest on the convertible preference shares) by the weighted average number of Equity shares outstanding during the year plus the weighted average number of Equity shares that would be issued on conversion of all the dilutive potential Equity shares into Equity shares.	
	The following reflects the income and share data used in the basic and diluted EPS computations:	
	Details for calculation of basic and diluted earning per share:	
	Profit after tax as per Statement of Profit and Loss	(5,980.64)
	Weighted average number of equity share (Numbers)	15,99,61,743
	Basic and diluted earning per share (Rs.)	(3.74)

20 Significant accounting judgements, estimates and assumptions

The preparation of the financial statements requires management to make judgements, estimates and assumptions, as described below, that affect the reported amounts and the disclosures. The Company based its assumptions and estimates on parameters available when the financial statements were prepared and are reviewed at each Balance Sheet date. Uncertainty about these assumptions and estimates could result in outcomes that may require a material adjustment to the reported amounts and Information about critical judgments in applying accounting policies, as well as estimates and assumptions that have the most significant effect on the financial statements is as follows:

I Estimates

a) Employee benefit plans

The cost of the employment benefit plans and their present value are determined using actuarial valuations which involves making various assumptions that may differ from actual developments in the future.
For further details refer note 24.

II Judgement

a) Intangible assets

Classification of costs incurred on internally generated intangible assets between research cost and development cost requires judgment. The management applies the principles laid down in Ind AS 38 "Intangible Assets" to determine the nature of the cost incurred.

b) Deferred tax

Information about judgments made in applying accounting policies that have the most significant effects on the amounts recognised in the financial statements is included in following note:

Note 18 of the financial statement on recognition of deferred tax assets - availability of future taxable profit against which tax losses carried forward can be used.

21 Commitments and contingencies

March 31, 2023

(i) Capital commitment

42,328.58

(i) Contingent liability

Other Contingent liabilities

-

The Company has reviewed all its pending litigations and proceedings and has adequately provided for where provisions are required and disclosed as contingent liabilities where applicable, in its financial statements. The Company does not expect the outcome of these proceedings to have a materially adverse effect on its financial statements. The company does not expect the impact to be material.

22 Details of dues to micro and small enterprises as defined under The Micro, Small And Medium Enterprises Development (MSMED) Act, 2006

March 31, 2023

Principal and interest amount remaining unpaid

- Principal

-

- Interest

-

The amount of interest paid by the Company in terms of Section 16 of the MSMED Act, 2006 alongwith the amount of the payment made to the supplier beyond the appointed date during the year.

-

The amount of the payments made to micro and small suppliers beyond the appointed day during each accounting year.

-

The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under MSMED Act, 2006.

-

The amount of interest accrued and remaining unpaid at the end of each accounting year.

-

The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purposes of disallowance as a deductible expenditure under the MSMED Act, 2006.

-

23 Segment Reporting

An operating segment is a component of the Company that engages in business activities from which it may earn revenues and incur expenses and for which discrete financial information is available. The operating segments' operating results are reviewed by the Chief Operating Decision Maker to make decisions about resources to be allocated to the segments and assess their performance. The Company's business activities fall within one component (namely, "manufacturing and sale of lithium-ion batteries"). Accordingly, separate disclosures per the requirements of Ind AS 108, Operating Segments, are not considered necessary. The Company operates only in India and hence disclosure for geographical segment is not considered necessary.

24 Post employment benefit plan

The Company provides for gratuity, a defined benefit retirement plan ('the Gratuity Plan') covering eligible employees of Company. The Gratuity Plan provides a lump-sum payment to vested employees at retirement, death, incapacitation or termination of employment, of an amount based on the respective employee's salary and the tenure of employment with the Company. Gratuity is funded through a life insurance plan maintained with insurance company. Other retirement benefit plans include contribution to provident fund.

	As at 31st March'23 Gratuity
I Expenses recognised in the statement of profit and loss	
i Current service cost	33.60
ii Net interest on net defined benefit liability / (asset)	-
Expenses recognised in OCI	
iii Return on plan assets greater/(lesser) than discount rate	-
iv Actuarial (gains) / losses	-
v Total expense	33.60
II Net asset / (liability) recognised in the Balance Sheet	
i Present value of defined benefit obligation	33.60
ii Fair value of plan assets	-
iii Total asset / (liability)	(33.60)
III Change in defined benefit obligation during the year	
i Present value of defined benefit obligation at the beginning of the year	-
ii Current service cost	33.60
iii Interest Cost	-
iv Curtailment (credit)/ cost	-
v Settlement (credit)/ cost	-
vi Present value of defined benefit obligation at the end of the year	33.60
IV Change in the fair value of plan assets during the year	
i Plan assets at the beginning of the year	-
ii Contribution by employer	-
iii Interest income on plan assets	-
iv Return on plan assets greater/(lesser) than discount rate	-
v Plan assets at the end of the year	-
V The major categories of plan assets as a percentage of the fair value of total plan assets	
i Investments with insurer	0%
VI Maturity profile of the defined benefit obligation	
i Weighted average duration of the defined benefit obligation	7 years
ii Expected benefit payments for the year ending	
Not later than 1 year	0
Later than 1 year and not later than 5 years	23
More than 5 years	55
VII Actuarial assumptions	
i Discount rate	7.30 % p.a
ii Mortality pre-retirement	Indian Assured Lives Mortality (2006-08) (modified) Ult.
iii Employee turnover rate	0%
iv Expected increase in salary	5%

VIII The estimates of future salary increases considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.

IX The Company makes contribution to provident fund & national pension scheme which are defined contribution plans. Total contribution to the aforesaid funds during the year aggregated to **Rs 22.40**.

24 Post employment benefit plan (continued)

The basis of various assumptions used in actuarial valuations and their quantitative sensitivity analysis is as shown below:

Assumptions Sensitivity level	Discount rate (a)	
	1% increase	1% decrease
March 31, 2023	(2.05)	2.29

Assumptions Sensitivity level	Future salary increases (b)	
	1% increase	1% decrease
March 31, 2023	1.89	(1.68)

(a) Based on interest rates of government bonds

(b) Based on managements estimate

25 Leases

A. Leases as lessee

i. Short-term

The Company has taken office premises which are considered to be short-term leases. The Company has elected not to recognise right-of-use assets and lease liabilities for these leases.

Expenses pertaining to the above short-term leases recognised in the statement of profit and loss is as follows:

Particulars	March 31, 2023
Expenses relating to short-term leases	225.09

Lease payments for short-term leases not included in the measurement of the lease liability are classified as cash flows from operating activities.

26 Financial instruments - Fair values and risk management

A. Measurement of fair values

A number of the accounting policies and disclosures require the measurement of fair values of assets and liabilities.

The Company has an established control framework with respect to the measurement of fair values. The Management regularly reviews significant unobservable inputs and valuation adjustments. If third party information, such as broker quotes or pricing services, is used to measure fair values, then the Management assesses the evidence obtained from the third parties to support the conclusion that these valuations meet the requirements of Ind AS, including the level in the fair value hierarchy in which the valuations should be classified.

Fair values are categorised into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows.

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The Company recognises transfers between levels of the fair value hierarchy at the end of the reporting period during which the change has occurred.

B. Accounting classifications and fair values

The following table shows the carrying amounts and fair values of financial assets and financial liabilities:

	Note	March 31, 2023
Financial assets measured at fair value through profit and loss*		
Investments - in mutual funds	4	5,003.11
		5,003.11
Financial assets at amortised cost**		
Cash and cash equivalents	5	1,448.51
Other financial assets	7	81.13
		1,529.65
Financial liabilities at amortised cost**		
Other financial liabilities	11	6,791.51
		6,791.51

* The above investments are classified as level 2 category of the fair value hierarchy. The fair value of investments in unquoted mutual funds is determined by reference to quotes from the financial institutions i.e. Net asset value (NAV) for investments in mutual funds as declared by mutual fund house.

** The carrying amount of the Company's financial assets and financial liabilities are reasonable approximation of their fair value.

27 Financial risk management objectives and policies

Risk management framework

The Company's Board of Directors has overall responsibility for the establishment and oversight of the Company's risk management framework. The Company's risk management policies are established to identify and analyse the risks faced by the Company, to set appropriate risk limits and controls and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Company's activities.

The Company has exposure to the following risks arising from financial instruments:

- I) Market Risk
- II) Credit Risk
- III) Liquidity Risk

I) Market Risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises two types of risk: currency risk and other price risk, such as commodity price risk and equity price risk. Financial instruments affected by market risk include FVTPL investments, trade payables, trade receivables, etc.

i) Security price risk

The Company's investment are susceptible to market price risk arising from uncertainties about future values of the investment securities. The Company manages the price risk through diversification and by placing limits on individual and total mutual funds. Reports on the investment portfolio are submitted to the Company's management on a regular basis.

Securities price sensitivity

The following table shows the effect of price changes in securities.

	Changes in fair value	Investment	Effect on profit before tax
	%		
March 31, 2023	5%	5,003.11	250.16
	-5%		(250.16)

II) Credit Risk

Credit risk is the risk that counterparty will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. The carrying amount of financial assets represents the maximum credit exposure.

Credit risk on cash and cash equivalents, balances with bank and balance in investment is limited as funds are generally in invest mutual funds/ deposits with banks and financial institutions with high credit ratings assigned by international and domestic credit rating agencies.

III) Liquidity risk

Liquidity risk is the risk that the Company will face in meeting its obligations associated with its financial liabilities. The Company's approach in managing liquidity is to ensure that it will have sufficient funds to meet its liabilities when due without incurring unacceptable losses. In doing this, management considers both normal and stressed conditions. The Company maintained a cautious liquidity strategy, with a positive cash balance throughout the year.

The Company regularly monitors the rolling forecasts to ensure it has sufficient cash on an on-going basis to meet operational needs. Any short term surplus cash generated, over and above the amount required for working capital management and other operational requirements, is retained as cash and cash equivalents (to the extent required).

The following table shows the maturity analysis of the Company's financial liabilities based on contractually agreed undiscounted cash flows along with its carrying value as at the Balance Sheet date.

	March 31, 2023		
Particulars	Contractual cash flows 1 year or less	More than 1 year	Total Carrying Amount
Liabilities			
Trade payables	595.35		595.35
Other financial liabilities	931.85	6,293.55	6,791.51
	1,527.20	6,293.55	7,386.86

28 Related Party Disclosure:

i) Particulars of related parties :

A. Where control exists

Enterprise / Individuals having a direct or indirect control over the Company

Exide Industries Limited, India - Holding Company (EIL)

Enterprises under common control

Exide Energy Private Limited - India (EEPL)

B. Others

Key Management Personnel

Mr. Subir Chakraborty, Director

Mr. Arun Mittal, Director

Mr. Asish Kumar Mukherjee, Director

Mr. Avik Roy, Director

Mr. Mandar V Deo, Managing Director & Chief Executive Officer (w.e.f. 30-Sep 2022)

Mr. Stefan Louis, Director (w.e.f. 29 April 2022 & upto 13 -Mar-2023)

Mr. Surin Shailesh Kapadia, Directors (w.e.f. 1-Dec 2022)

Ms. Mona Ninad Desai, Directors (w.e.f. 1-Dec 2022)

Mr. Ameet Gupta, Chief Financial Officer & Company Secretary (w.e.f. 1-Dec 2022)

ii) Details of transactions entered :

Particulars	Enterprise/Individuals having direct or indirect control	Enterprises under common control	Key Management Personnel	Total
	Transaction Value	Transaction Value	Transaction Value	Transaction Value
Issue of share capital (including share premium)				
- EIL	71,501.00	-	-	71,501.00
Receipt of lease rentals (including taxes thereon)				
- EEPL	-	3.34	-	3.34
Reimbursement of Expenses				
- EIL	17,585.66	-	-	17,585.66
- EEPL	-	689.74	-	689.74
Services received (including taxes thereon)				
- EIL	11.80	-	-	11.80
Purchase of property, plant & equipment				
- EIL	4,513.12	-	-	4,513.12
- EEPL	-	-	-	-
Purchase of Intangible Assets (including taxes thereon)				
- EEPL	-	2,168.69	-	2,168.69
Remuneration				
- Short-term employee benefits (including sitting fee)	-	-	415.17	415.17
- Post retirement benefits*	-	-	19.70	19.70

* Post retirement benefits does not include accruals for defined benefit plan.
Transaction amount disclosed above are inclusive of tax, wherever applicable

iii) Details of balances outstanding:

Amount (Rs. Lakhs)	
Particulars	March 31, 2023
	Balance Outstanding
Trade payable	
- EEPL	247.01
Trade receivables	
- EEPL	3.34

Terms and conditions of transactions with related parties

The purchases and services from related parties are made on terms equivalent to those that prevail in arm's length transactions. Outstanding balances at the year-end are unsecured and interest free and settlement occurs in cash. There have been no guarantees provided or received for any related party receivables or payables. Assessment for impairment of any receivable balances from related party is undertaken each financial year through examining the financial position of the related party and the market in which the related party operates.

29 Analytical Ratios

Amount (Rs. Lakhs)		
Particulars	Reference	March 31, 2023
A. Current Ratio	(a/b)	4.28
Current Assets (a)		7,292.94
Current Liabilities (b)		1,704.45
B. Return on Equity Ratio	(a/b)	-18.26%
Profit for the year (a)		(5,980.64)
Average shareholder's equity (b)	b = (c+d)/2	32,760.18
Opening Total equity (c)		-
Closing Total equity (d)		65,520.36
C. Return on Capital employed	(a/b)	-9.10%
Earnings Before Interest and Tax (a)		(5,960.60)
Capital Employed (b)	(b = c + d + e)	65,520.36
Net Worth (c)		65,520.36
Deferred Tax Liability (d)		
Total debt and lease liabilities (e)		
D. Return on investment	(a/b)	2.95%
Net gain on investments (a)		73.72
Average cost of investments (b)		2,501.55

The Company has not disclosed Inventory turnover ratio, Trade Receivables turnover ratio, Trade payables turnover ratio, Net capital turnover ratio, Net profit ratio, Debt-Equity Ratio, Debt Service Coverage Ratio since these are not applicable for the current period.

EXIDE ENERGY SOLUTIONS LIMITED
NOTES TO FINANCIAL STATEMENTS FOR THE PERIOD 24 MARCH 2022 to 31 MARCH 2023

- 30** The Company is not liable to incur any Corporate Social Responsibility (CSR) expenditure as per the requirements of Section 135 of the Companies Act, 2013. Accordingly, no expenditure on CSR activities has been incurred by the Company during the period.
- 31** 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 lend or invest in party identified by or on behalf of the Company (Ultimate Beneficiaries). The Company has not received any fund from any party(s) (Funding Party) with the understanding that the Company shall whether, directly or indirectly lend or invest in other persons or entities identified by or on behalf of the funding party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- 32** The Board of Directors of the Company at its meeting held on 17 March 2023 approved a scheme of amalgamation of Exide Energy Private Limited (EEPL), ("the Transferor Company"), fellow subsidiary, with the Company ("the Transferee Company"). The Company is in the process of filing necessary application to relevant regulatory/ government authorities.

33 Capital Management

The Company's objective when managing capital (defined as net debt and equity) is to safeguard the Company's ability to continue as a going concern in order to provide returns to shareholders and benefit for other stakeholders, while protecting and strengthening the balance sheet through the appropriate balance of debt and equity funding. The Company manages its capital structure and makes adjustments to it, in light of changes to economic conditions and strategic objectives of the Company.

As per our report of even date.

For B S R & Co. LLP
Chartered Accountants
Firm Registration Number: 101248W/W-100022

For and on behalf of the Board of Directors of
Exide Energy Solutions Limited
CIN No.: U31100WB2022PLC252459

Jayanta Mukhopadhyay
Partner
Membership No. 055757

Place : Kolkata
Date : April 27, 2023

Subir Chakraborty
Director
DIN: 0000130864

Place : Kolkata
Date : April 27, 2023

A.K.Mukherjee
Director
DIN: 00131626

Place : Kolkata
Date : April 27, 2023

Mandar Deo
Managing Director & CEO
DIN: 0008172709

Place : Kolkata
Date : April 27, 2023

Ameet Guptaa
Chief Financial Officer &
Company Secretary

Place : Kolkata
Date : April 27, 2023