

Ref: JPVL:SEC:2022

27<sup>th</sup> May, 2022

The General Manager,  
Listing Department,  
**National Stock Exchange of India Ltd.,**  
"Exchange Plaza", C-1, Block G,  
Bandra-Kurla Complex,  
Bandra (E),  
Mumbai -400 051

The General Manager  
Department of Corporate Services  
**BSE Limited,**  
25<sup>th</sup> Floor, New Trading Ring,  
Rotunda Building,  
P J Towers, Dalal Street, Fort,  
Mumbai - 400 001

**Scrip Code: JPPOWER**

**Scrip Code: 532627**

**Sub: Audited Standalone and Consolidated Financial Results of the Company for the quarter and year ended 31<sup>st</sup> March, 2022, Reports of Statutory Auditors and Statement on Impact of Audit Qualifications under Regulation 30/33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("LODR Regulations")**

Dear Sirs,

In terms of Clause 33(3)(d) of Securities & Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, please find enclosed herewith the Standalone and Consolidated Financial Results of the Company for the quarter and year ended 31<sup>st</sup> March, 2022, as approved by the Board of Directors of the Company in its meeting held on **27<sup>th</sup> May, 2022**, alongwith Reports of Statutory Auditors - M/s. Lodha & Company, Chartered Accountants, New Delhi.

Further, we would like to state that Statutory Auditors of the Company have issued Audit Reports with modified opinion on both the Standalone and Consolidated Financial Results. Accordingly, in terms of Regulation 30/33 of SEBI (LODR) Regulations, 2015, a Statement on Impact of Audit Qualifications is also enclosed.

The meeting commenced at 4.00 P.M. and concluded at 6.30 P.M.

Thanking you,

Yours faithfully,  
For JAIPRAKASH POWER VENTURES LIMITED

  
(Mahesh Chaturvedi)  
Addl. G.M. & Company Secretary  
FCS: 3188



# JAIPRAKASH POWER VENTURES LIMITED

Regd. Office : Complex of Jaypee Nigrie Super Thermal Power Plant, Nigrie, Tehsil Sarai, District Singrauli - 486 669, (Madhya Pradesh)

Corporate Office: 'JA House' 63, Basant Lok, Vasant Vihar, New Delhi - 110057 (India)

Website: www.jppowerventures.com

Email: jpv.investor@jalindia.co.in

CIN : L40101MP1994PLC042920

## STATEMENT OF STANDALONE & CONSOLIDATED AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31st MARCH, 2022

Rs. in Lakhs except Shares and EPS

Particulars	Standalone					Consolidated				
	Quarter Ended			Year Ended	Year Ended	Quarter Ended			Year Ended	Year Ended
	31.03.2022	31.12.2021	31.03.2021	31.03.2022	31.03.2021	31.03.2022	31.12.2021	31.03.2021	31.03.2022	31.03.2021
	Audited#	Unaudited	Audited	Audited	Audited	Audited#	Unaudited	Audited	Audited	Audited
I Revenue from operations	140,621	140,144	95,687	462,455	330,171	140,621	140,144	95,687	462,455	330,171
II Other income	12,563	5,134	10,622	23,487	13,266	12,569	5,140	10,626	23,508	12,730
III Total Revenue (I+II)	153,184	145,278	106,309	485,942	343,437	153,190	145,284	106,313	485,963	342,901
IV Expenses										
Cost of material and operation expenses	125,600	94,439	62,700	345,126	194,533	125,600	94,439	62,700	345,126	194,533
Purchases of stock-in-trade	-	13,402	-	13,402	-	-	13,402	-	13,402	-
Changes in inventories of finished goods, work-in-progress and stock-in-trade	(18,119)	(9,821)	131	(27,910)	(28)	(18,119)	(9,821)	131	(27,910)	(28)
Employee benefits expense	3,059	2,790	2,542	11,164	10,086	3,059	2,790	2,542	11,164	10,091
Finance costs	14,272	13,614	14,029	55,609	57,810	14,256	13,620	14,029	55,611	57,858
Depreciation and amortisation	11,874	12,128	11,909	48,120	47,987	11,877	12,129	11,911	48,128	47,995
Other expenses	2,606	2,882	2,505	9,370	9,827	2,630	2,883	2,510	9,396	9,835
Total expenses (IV)	139,292	129,434	93,816	454,881	320,215	139,303	129,442	93,823	454,917	320,284
V Profit / (loss) before exceptional items and tax (III-IV)	13,892	15,844	12,493	31,061	23,222	13,887	15,842	12,490	31,046	22,617
VI Exceptional items (net)(Gain)/Loss	-	-	(24,365)	-	(24,365)	-	-	(11,115)	-	(11,115)
VII Profit / (loss) before tax (V-VI)	13,892	15,844	36,858	31,061	47,587	13,887	15,842	23,605	31,046	33,732
VIII Tax expense										
(1) Current tax	-	-	-	-	-	-	-	-	-	-
(2) MAT credit entitlement	-	-	-	-	-	-	-	-	-	-
(3) Income tax of earlier years	-	-	-	139	-	(15)	14	61	225	61
(4) Reversal of MAT credit entitlement of earlier years	9,263	-	-	9,263	4,106	9,263	-	-	9,263	4,106
(5) Deferred tax	4,866	5,145	3,494	10,810	6,853	4,866	5,145	3,490	10,510	6,849
IX Profit/(loss) for the period from continuing operations (VII-VIII)	(237)	10,699	33,364	10,549	36,628	(227)	10,683	20,054	10,748	22,716
X Net movement in Regulatory Deferral Account Balances (Net of tax)										-
XI Profit/(loss) before tax from discontinued operations								1,800		6,367
Tax expense of discontinued operations								(97)		(330)
Net movement in Regulatory Deferral Account Balances (Net of tax)								(343)		(1,194)
Exceptional items net (Gain)/Loss								76		76
XII Profit/(loss) for the period from discontinued operations								1,479		5,427
XIII Total Profit/(loss) for the period (IX+X+XII)	(237)	10,699	33,364	10,549	36,628	(227)	10,683	21,532	10,748	28,143
XIV Other Comprehensive Income										
A (i) Items that will not be reclassified to profit or loss	(103)	25	145	(30)	97	(103)	25	145	(30)	97
(ii) Income tax relating to items that will not be reclassified to profit or loss	35	(8)	(52)	10	(34)	35	(8)	(52)	10	(34)
B (i) Items that will be reclassified to profit or loss			-					-		
(ii) Income tax relating to items that will be reclassified to profit or loss			-					-		
Other comprehensive income for the period	(68)	17	93	(20)	63	(68)	17	93	(20)	63
XV Total comprehensive income for the period (XIII+XIV) (Comprising Profit (Loss) and Other comprehensive income for the period)	(305)	10,716	33,457	10,829	36,691	(295)	10,700	21,625	10,728	28,206
Profit / (loss) from continuing operations attributable to :										
Owners of the parent						(227)	10,683	20,054	10,748	22,716
Non-controlling interest						-	-	-	-	-
						(227)	10,683	20,054	10,748	22,716



Particulars	Standalone					Consolidated				
	Quarter Ended			Year Ended	Year Ended	Quarter Ended			Year Ended	Year Ended
	31.03.2022 Audited#	31.12.2021 Unaudited	31.03.2021 Audited	31.03.2022 Audited	31.03.2021 Audited	31.03.2022 Audited#	31.12.2021 Unaudited	31.03.2021 Audited	31.03.2022 Audited	31.03.2021 Audited
<b>Profit / (loss) from discontinued operations attributable to :</b>										
Owners of the parent								1,074		3,996
Non-controlling interest								404		1,431
								1,478		5,427
<b>Other Comprehensive Income attributable to :</b>										
Owners of the parent						(68)	17	93	(20)	63
Non-controlling interest						-	-	-	-	-
						(68)	17	93	(20)	63
<b>Total Comprehensive income attributable to :</b>										
Owners of the parent						(295)	10,700	21,221	10,728	26,775
Non-controlling interest						-	-	404	-	1,431
						(295)	10,700	21,625	10,728	28,206
<b>XVI Other equity</b>				6,299	(4,530)				(26,965)	(37,693)
<b>XVII</b> Equity Share Capital (Face value of Rs. 10/- per share)	685,346	685,346	685,346	685,346	685,346	685,346	685,346	685,346	685,346	685,346
<b>XVIII</b> Earnings Per Share (Rs.)										
Basic - Continuing operation	(0.003)	0.100	0.31	0.099	0.34	(0.003)	0.099	0.18	0.098	0.21
Diluted - Continuing operation	(0.003)	0.100	0.31	0.099	0.34	(0.003)	0.099	0.18	0.098	0.21
Basic - Discontinuing operation	-	-	-	-	-	-	-	0.01	-	0.04
Diluted - Discontinuing operation	-	-	-	-	-	-	-	0.01	-	0.04
Basic - Continuing & discontinuing operation	(0.003)	0.100	0.31	0.099	0.34	(0.003)	0.099	0.19	0.098	0.25
Diluted - Continuing & discontinuing operation	(0.003)	0.100	0.31	0.099	0.34	(0.003)	0.099	0.19	0.098	0.25

# refer note no. 13 of the accompanying financial results



**CONSOLIDATED AUDITED SEGMENT-WISE REVENUE, RESULTS AND CAPITAL EMPLOYED FOR THE QUARTER AND YEAR  
ENDED AS ON 31st March , 2022**

Particulars	Consolidated				
	Quarter Ended	Quarter Ended	Quarter Ended	Year Ended	Year Ended
	31.03.2022	31.12.2021	31.03.2021	31.03.2022	31.03.2021
	Audited #	Unaudited	Audited #	Audited	Audited
<b>1 Segment Revenue</b>					
i) Power	104,904	107,943	95,276	387,619	328,439
ii) Coal	12,396	12,835	7,674	48,328	32,802
iii) Sand Mining	35,721	32,164		74,182	
iv) Other-Cement Grinding etc.	16	54	450	779	1,888
<b>Total</b>	<b>153,037</b>	<b>152,996</b>	<b>103,400</b>	<b>510,908</b>	<b>363,129</b>
Less : Inter segment eliminations	12,416	12,852	7,713	48,453	32,958
Add : Other income	12,569	5,140	10,626	23,508	12,730
<b>Total sales / income from continuing operations</b>	<b>153,190</b>	<b>145,284</b>	<b>106,313</b>	<b>485,963</b>	<b>342,901</b>
<b>2 Segment Results</b>					
<b>Profit / (loss) from operations before finance charges, depreciation and amortisation, exceptional items and tax</b>					
i) Power	26,288	40,143	27,869	117,574	114,181
ii) Coal	1,137	1,164	1,151	4,619	4,667
iii) Sand Mining	438	455		945	
iv) Other-Cement Grinding, etc.	12,157	(171)	9,410	11,647	9,622
<b>Total</b>	<b>40,020</b>	<b>41,591</b>	<b>38,430</b>	<b>134,785</b>	<b>128,470</b>
Less :					
[a] Interest expenses	14,256	13,620	14,029	55,611	57,858
[b] Depreciation and amortisation	11,877	12,129	11,911	48,128	47,995
<b>Total</b>	<b>26,133</b>	<b>25,749</b>	<b>25,940</b>	<b>103,739</b>	<b>105,853</b>
Profit / (loss) from operations before exceptional items and tax from continuing operations	13,887	15,842	12,490	31,046	22,617
Exceptional items net (Gain)/Loss	-	-	(11,115)	-	(11,115)
Profit / (loss) from continuing operations before tax	13,887	15,842	23,605	31,046	33,732
Tax Expenses (net)	14,114	5,159	3,551	20,298	11,016
Profit / (loss) from continuing operations after tax	(227)	10,683	20,054	10,748	22,716
Profit/(loss) before tax from discontinued operations			1,800		6,367
Tax Expenses (net)			(97)		(330)
Net movement in Regulatory Deferral Account Balances (Net of tax)			(343)		(1,194)
Exceptional items net (Gain)/Loss			76		76
Profit / (loss) from discontinued operations			1,478		5,427
Other comprehensive income (Net of Tax)	(68)	17	93	(20)	63
<b>Profit / (loss) from continuing and discontinued operations</b>	<b>(295)</b>	<b>10,700</b>	<b>21,625</b>	<b>10,728</b>	<b>28,206</b>
Minority interest	-	-	404	-	1,431
<b>Profit / (loss) after Minority Interest</b>	<b>(295)</b>	<b>10,700</b>	<b>21,221</b>	<b>10,728</b>	<b>26,775</b>
<b>3 Capital Employed</b>					
<b>a Segment Assets</b>					
i) Power	1,572,036	1,585,386	1,572,195	1,572,036	1,572,195
ii) Coal	27,668	29,118	31,420	27,668	31,420
iii) Sand Mining	49,925	34,977	-	49,925	-
iv) Other-Cement Grinding etc.	85,024	88,285	95,754	85,024	95,754
<b>Total</b>	<b>1,734,653</b>	<b>1,737,766</b>	<b>1,699,369</b>	<b>1,734,653</b>	<b>1,699,369</b>
<b>b Segment Liabilities</b>					
i) Power	168,640	176,181	179,729	168,640	179,729
ii) Coal	7,475	12,924	7,103	7,475	7,103
iii) Sand Mining	50,188	35,519	-	50,188	-
iv) Other-Cement Grinding etc.	6,212	7,902	8,181	6,212	8,181
<b>Total Liabilities</b>	<b>232,515</b>	<b>232,526</b>	<b>195,013</b>	<b>232,515</b>	<b>195,013</b>
<b>c Capital Employed *</b>	<b>1,502,138</b>	<b>1,505,240</b>	<b>1,504,356</b>	<b>1,502,138</b>	<b>1,504,356</b>

\* Note :- Capital employed = Equity + long term borrowings including current maturities of long term borrowings

# refer note no. 13 of the accompanying financial results



## STANDALONE / CONSOLIDATED STATEMENT OF ASSETS AND LIABILITIES

(Rupees in Lakhs)

Particulars	Standalone		Consolidated	
	31.03.2022	31.03.2021	31.03.2022	31.03.2021
	Audited	Audited	Audited	Audited
<b>A ASSETS</b>				
1 Non-current assets				
(a) Property, plant and equipment	1,356,663	1,401,993	1,363,549	1,408,908
(b) Capital work-in-progress	6,079	7,682	39,495	41,098
(c) Investment property	-	-	-	-
(d) Goodwill	14	14	16	16
(e) Other intangible assets	16,697	18,262	16,697	18,262
(f) Intangible assets under development	-	-	-	-
(g) Investment in subsidiaries	78,795	78,785	-	-
(h) Financial assets				
(i) Investments	23,398	11,183	23,398	11,183
(ii) Trade receivables	-	-	-	-
(iii) Loans Receivable	-	-	-	-
(iv) Other financial assets	4,496	1,142	7,515	4,160
(i) Deferred tax assets (net)	12,041	22,841	12,041	22,841
(j) Other Non-current assets	18,873	29,242	21,524	31,899
Total - Non-Current Assets	1,517,056	1,571,144	1,484,235	1,538,367
2 Current assets				
(a) Inventories	51,870	19,994	51,870	19,994
(b) Financial assets				
(i) Other investments	-	-	-	-
(ii) Trade receivables	93,021	79,091	93,021	79,091
(iii) Cash and bank balances	6,168	4,000	6,194	4,019
(iv) Bank balances other than (iii) above	32,661	26,113	33,136	26,573
(v) Loans Receivable	-	-	-	-
(vi) Other financial assets	11,637	963	11,638	964
(c) Current tax assets (net)	606	460	608	460
(d) Other current assets	53,949	29,898	53,951	29,901
Total - Current Assets	249,912	160,519	250,418	161,002
Total - Assets	1,766,968	1,731,663	1,734,653	1,699,369
<b>B EQUITY AND LIABILITIES</b>				
Equity				
(a) Equity share capital	685,346	685,346	685,346	685,346
(b) Instrument entirely equity in nature-CCPS	380,553	380,553	380,553	380,553
(c) Other equity	6,299	(4,530)	(26,965)	(37,693)
(d) Non controlling interest	-	-	-	-
Total - Equity	1,072,198	1,061,369	1,038,934	1,028,206
Liability				
1 Non-current liabilities				
(a) Financial liabilities				
(i) Borrowings	445,130	475,150	445,130	475,150
(ii) Lease liabilities	537	679	537	679
(iii) Trade payables	-	-	-	-
(iv) Other financial liabilities	-	-	-	-
(b) Provisions	4,004	4,217	4,004	4,217
(c) Deferred tax liabilities (net)	-	-	-	-
(d) Other non-current liabilities	28,908	33,288	28,908	33,288
Total - Non-Current Liabilities	478,579	513,334	478,579	513,334
2 Current liabilities				
(a) Financial liabilities				
(i) Borrowings	61,942	47,527	61,942	47,527
(ii) Lease liabilities	226	212	226	212
(iii) Trade payables				
(a) total outstanding dues of Micro Enterprises and Small Enterprises	158	894	158	894
(b) total outstanding dues of creditors other than Micro Enterprises and Small Enterprises	32,988	21,459	32,988	21,713
(iv) Other financial liabilities	74,584	78,648	74,820	78,631
(b) Other current liabilities	45,781	7,783	45,781	7,783
(c) Provisions	512	437	512	437
(d) Current tax liabilities (net)	-	-	713	632
Total - Current Liabilities	216,191	156,960	217,140	157,829
Total - Equity and Liabilities	1,766,968	1,731,663	1,734,653	1,699,369



**AUDITED STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31st MARCH, 2022**

(Rs. in Lakhs)

Particulars	Standalone		Consolidated	
	Year ended		Year ended	
	March 31,2022	March 31, 2021	March 31,2022	March 31,2021
	Audited	Audited	Audited	Audited
<b>A. NET CASH FLOW FROM OPERATING ACTIVITIES</b>				
Profit before tax and exceptional items	31,061	23,222	31,046	22,617
Adjustments for :				
Depreciation and Amortisation expense	48,120	47,987	48,128	47,995
Finance costs	55,609	57,810	55,611	57,858
Loss on sale/write off of Property Plant & Equipment(Net)	659	(9)	680	(9)
Irrecoverable advances/Debit balances written off	3	569	3	569
Provision for doubtful debts		1,288		1,288
Sundry assets written off		46		46
Interest Income	(8,825)	(1,549)	(8,841)	(1,568)
Dividend Income	-	(555)	-	-
Unreleased Foreign Exchange (gain) / loss	-	-	-	-
Excess provision / liabilities no longer required written back	(874)	(892)	(874)	(892)
Fair Valuation of Investment in Trust	(12,215)	(9,118)	(12,215)	(9,118)
Amortisation/ Remeasurement of financial asset and non-financial Asset/Liabilities	(534)	(331)	(534)	(331)
<b>Operating profit before working capital changes</b>	<b>113,004</b>	<b>118,468</b>	<b>113,004</b>	<b>118,455</b>
<b>Working capital adjustments</b>				
(Increase)/Decrease in Trade receivables	(13,930)	(42,879)	(13,930)	(42,879)
(Increase)/Decrease in Inventories	(31,876)	14,236	(31,876)	14,236
(Increase)/Decrease in Financial Assets and other Current and Non-Current Assets	(34,036)	(4,485)	(34,036)	(4,462)
Increase (Decrease) in Financial Liabilities & Other Current and Non-Current Liabilities	50,689	(3,957)	50,698	(4,099)
Increase (Decrease) in Short Term and Long Term Provisions	114	(78)	194	(78)
Cash generated from operations	83,965	81,305	84,054	81,173
Income tax (paid)/ Refund (net)	533	118	453	120
<b>Net cash flow from (used in) operating activities----'A'</b>	<b>84,498</b>	<b>81,423</b>	<b>84,507</b>	<b>81,293</b>
<b>B. Cash flow from Investing activities</b>				
Purchase of Property, plant and equipment including capital work in progress and capital advances and capital creditors	(10,305)	(5,323)	(10,305)	(5,159)
Share application money/Investment in Subsidiary	(10)	(5)	(10)	-
Consideration received from sale of investment in subsidiary company	281	35,165	281	35,165
Proceeds from Sale of Property, plant and equipment	29	28	29	28
Interest and Dividend Income	8,810	2,056	8,826	2,075
Investment in bank deposits having original maturity of more than three months	(10,060)	(4,104)	(10,076)	(4,122)
<b>Net cash flow from (used in) investing activities-----'B'</b>	<b>(11,255)</b>	<b>27,817</b>	<b>(11,255)</b>	<b>27,987</b>
<b>C. Cash flow from Financing activities</b>				
Dividend paid (including dividend tax)	-	-	-	-
Interest & financial charges paid	(54,960)	(57,233)	(54,962)	(57,281)
Net Movement of Long Term Borrowings and short term borrowings	(15,652)	(55,839)	(15,652)	(55,839)
Payment of Lease Liability	(213)	(202)	(213)	(202)
Redemptions of CRPS	(250)	(250)	(250)	(250)
<b>Net cash flow from (used in) financing activities----'C'</b>	<b>(71,075)</b>	<b>(113,524)</b>	<b>(71,077)</b>	<b>(113,572)</b>
<b>Net increase/(Decrease) in cash or cash equivalent (A+B+C)</b>	<b>2,168</b>	<b>(4,284)</b>	<b>2,175</b>	<b>(4,291)</b>
<b>Cash &amp; cash equivalent at the commencement of the period</b>	<b>4,000</b>	<b>8,284</b>	<b>4,019</b>	<b>8,311</b>
<b>Effects of exchange rate changes on cash and cash equivalents</b>				
<b>Cash &amp; cash equivalent at the end of the period from continuing operations</b>	<b>6,168</b>	<b>4,000</b>	<b>6,194</b>	<b>4,019</b>
<b>Cash Flow from Discontinued Operations</b>				
Opening Cash & Cash Equivalents	-	-	-	759
Cash Flows from Operating Activities	-	-	-	11,443
Cash Flows from Investing Activities	-	-	-	128
Cash Flows from Financing Activities	-	-	-	(8,004)
Net Increase / Decrease in Cash & Cash Equivalents	-	-	-	3,567
Less: Transferred due to disposal of subsidiary company (JPL)	-	-	-	(4,326)
<b>Cash and cash equivalents at year end from discontinued operations</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Reconciliation of cash and cash equivalents as per the cash flow statement</b>				
Cash and bank balances	6,168	4,000	6,194	4,019
<b>Balances as per statement of cash flows</b>	<b>6,168</b>	<b>4,000</b>	<b>6,194</b>	<b>4,019</b>

- 1) The above cash flow statement has been prepared under the Indirect method as set out in Indian Accounting Standard (IND AS-7).
- 2) Previous year figures have been re-grouped/re-arranged wherever considered necessary.



**Notes:**

1. In respect of Vishnuprayag Hydro Electric Plant (VHEP), the water availability in the first half of the financial year is normally higher as compared to the second half of the financial year. As such, the power generation in the first two quarters (based on past experience/ data) lies between 70-75% of the annual power generation, while balance 30-25% is generated in the last two quarters.
2.
  - (a) The operations of Thermal Power Projects have been impacted on account of (i) Jaypee Bina Thermal Power Plant (JBTPP) has been affected due to scheduling of power only for few hours in a day by MPPMCL through SLDC requiring the company to sell balance power on exchange, (ii) non availability of long term PPAs and unremunerative merchant rates for Jaypee Nigrie Super Thermal Power Plant (JNSTPP) and Jaypee Bina Thermal Power Plant (JBTPP).
  - (b) Company has accounted for revenue for the year/quarter ended 31st March, 2022 on the basis of Multi Year Tariff (MYT) for the period 2020-24 for JBTPP and JNSTPP which are subject to true up / final assessment.
  - (c) Revenue in respect of Vishnuprayag HEP for the year/quarter ended 31st March, 2022 has been accounted for based on provisional tariff which is subject to true up/final assessment.
3. The Company had given the corporate guarantee (CG) to State Bank of India (SBI) of USD 1,500 lakhs (previous year USD 1,500 Lakhs), for loans outstanding to the extent of Rs 70,333 lakhs (previous year Rs.70,333 lakhs), granted to Jaiprakash Associates Limited (JAL) (the party to whom the company is an associate) for which fair valuation as of 31<sup>st</sup> March 2022, has not been done as per the applicable Ind-AS. Subsequent to accounting the impact of "Framework Agreement" (Framework Agreement with its lenders for debt restructuring in earlier year), the Company has initiated process for the release of the guarantee provided to SBI. In the opinion of the Management there will be no material impact on these financial results of the fair valuation of the above-mentioned guarantee hence not been considered necessary by the management to be provided for. On this Auditors have drawn attention in their report on financial results.
4. During the current quarter/year ended, based on Management assessment, fair valuation of long-term investment in Trust has been carried out. Accordingly, a reversal of provision of amounting to Rs. 12,215 lakhs has been made and included in other income.
5. The Company has investment of Rs. 78,795 lakhs (previous year Rs. 78,785 lakhs) in subsidiary companies (including investment in SPGCL as stated in note no. 6). No provision for diminution in value against certain these long-term investments has been considered necessary by the management, as in the opinion of the management such diminution is temporary in nature considering the intrinsic value of assets, future prospects and management is confident for settlement of claims in their favour. On this Auditors have drawn attention in their report on standalone financial results.
6. Sangam Power Generation Company Limited (SPGCL, a Subsidiary Company) was acquired by JPVL (the Company) from Uttar Pradesh Power Corporation Ltd (UPPCL) in earlier year for implementation of 1320 MW Power Project (Karchana STPP) at Tahsil Karchana, Distt. Allahabad, Uttar Pradesh. The Company has investment of Rs.55,207 lakhs (5,520 lakhs equity shares of Rs. 10/- each fully paid till 31/03/2022) in SPGCL. In the books of SPGCL, amount aggregating to Rs.16,055 lakhs (excluding value of land) is shown as





expenditure incurred during the construction and incidental to setting up of the project, capital advances etc. and same been carried over since long and the Net Worth of SPGCL have been eroded significantly as on 31<sup>st</sup> March, 2022. In view of abnormal delay in handing over the physical possession of land by UPPCL, SPGCL had written to UPPCL in earlier year and to all procurers of power that the Power Purchase Agreement (PPA) be rendered void and cannot be enforced. As advised, draft of Share Purchase Agreement (SPA) was sent to UPPCL / UPRVUNL by SPGCL for their approval but there was abnormal delay in resolving the matter by UPPCL, therefore SPGCL had withdrawn all its undertakings given to UPPCL and also had filed a petition before Hon'ble UPERC (State Commission) for release of performance bank guarantee and also for payment against claim lodged of Rs 1,15,722 lakhs. UPERC vide its Order dated 28.06.2019 has allowed claim (of SPGCL) for Rs.25,137 Lakhs along with interest @ 9% p.a. on Rs.14,925 lakhs for the period from 11.04.2014 to 31.03.2019 and also directed UPPCL to immediately release Performance Bank Guarantee (Rs. 99 crore) to SPGCL and SPGCL to transfer the entire land parcel to UPPCL. UPPCL had appealed against the said order in APTEL and SPGCL had also filed counter appeal. During the current year, APTEL vide its order dated 14th July, 2021, upheld the State Commissions order dated 28.06.2019 and directed State Commission to complete the verification of relevant documents of the claim filed by SPGCL within a period of three months from the date of pronouncement of this judgment and crystallize the total amount to be paid to SPGCL. SPGCL has filed application with Hon'ble UPERC for verification of expenditure and payment thereof and release of performance bank guarantee. Further, UPPCL has filed an appeal with Hon'ble Supreme Court against above mentioned order of APTEL and also Company has filed an appeal with Hon'ble Supreme Court against the order of APTEL. Hon'ble Supreme Court has stayed the Order of APTEL. Further pursuant to the Order of Hon'ble Supreme Court, application filed with UPERC has been kept in abeyance. Pending these and management is confident about settlement of claims in its favour, no provision against diminution in value of investment, has been considered necessary at this stage.

7.

- (a) On account of outbreak of Coronavirus (Covid-19), in the previous year there was lockdown across the country / frequent lockdown for a significant period and there were disruption in business activities however, the Company had continued to generate and supply electricity to its customers, which had been declared as an essential service by the Government of India. However the Company had also received notices for invoking force majeure clause provided in the power purchase agreement (PPA) by M.P. Power Management Company Limited (MPPMCL) and UPPCL in respect of units JNSTPP & JBTPP and VHEP respectively and PTC with whom Company has short term PPA which had been suitably replied by the Company / clarified that the said situation is not covered under force majeure clause, considering generation and distribution of electricity falls under essential services vide notification dated March 25, 2020 issued by Ministry of Home Affairs, Government of India. The Power Ministry had also clarified on April 6, 2020 that the parties to the contract to comply with the obligation to pay fixed capacity charges as per PPA to the Power Producers.

The management believes that there will not be much of impact likely, due to this pandemic on the business of the Company in long term.

- (b) Revenue amounting to Rs 17,706 lakhs (till 31<sup>st</sup> March 2021 Rs19,535 lakhs) related to invoices raised on MPPMCL for capacity charges for the month of April'20, May'20 and August'20 to October'20 which has been disputed by MPPMCL as notices of invoking force majeure clause as stated in note 7(a) above had been served and/or non-scheduling of power by MPPMCL. In the Opinion of the Management considering the prevailing Madhya Pradesh Electricity Grid Code (revision -ii), 2019 (MPEGC, 2019) and based on opinion of an expert (legal opinion taken by the Association of Private Electricity Generating Stations of MP), the MPPMCL is liable to make payment of capacity charges for declared availability of Contracted Capacity under PPA and for which invoices had been raised in terms of PPA signed between company and MPPMCL. Further, during the year, Company has also filed petitions with Madhya Pradesh Electricity Regulatory Commission (MPERC) for the recovery of capacity charges as stated above. Considering above stated facts and pending





decision of the MPERC, amount stated above which is overdue for payment, has been considered good and fully recoverable by the management.

8. In the earlier years, Uttar Pradesh Power Corporation Ltd. (UPPCL) had sent notice/recovery plan in respect of unit VHEP for recovery of Rs. 39,970 lakhs (including carrying cost of Rs. 2916 lakhs and Rs. 729 lakhs for year ended 31st March, 2022 and quarter ended 31st March 2022 respectively and Rs 8,193 lakhs for the financial year 2018-19 to 2020-21) (as at 31.03.2021 Rs. 37,054 lakhs) being amount excess paid to the Company as assessed and estimated by the UPPCL on account of carrying cost (excess payment made to the Company towards income tax and secondary energy charges for financial years 2007-08 to 2019-20 and 2014-15 to 2019-20 respectively) and hold back Rs. 16,044 Lakhs till March'22 (up to March'21 Rs. 9,140 Lakhs) including recovery for carrying cost of Rs 11,109 lakhs (upto March'21 Rs. 8,193 Lakhs) as stated above. Based on the legal opinion obtained by the Company, the action of UPPCL for denying income tax and secondary charges and holding / deducting amount, is not as per the terms of the power purchase agreement (PPA), and the Company had filed a petition with Uttar Pradesh Electricity Regulatory Commission (UPERC) against UPPCL for the aforesaid recovery. UPERC vide its order dated 12th June, 2020 had disallowed the claims of the Company and upheld the recovery/proposed recovery of excess payment made. Against the Order of UPERC the Company has preferred an appeal before APTEL. Meanwhile in 2020-21 UPPCL and Company both have agreed that recovery of amount paid in excess (subject to ongoing reconciliations and final outcome of appeal filed with APTEL for revision in design energy) to be made from monthly power sale invoices raised/to be raised for next 7 years starting from FY 2021-22. In addition to that as per recovery plan, UPPCL will charge carrying cost on outstanding amount @SBI MCLR plus 350 basis points starting from financial year 2021-22 to financial year 2027-28. In view of the above and considering prudence, from 2020-21 onwards, revenue from UPPCL has been accounted for net of the component of income tax and excess secondary energy charges. Pending the decision on Company's appeal filed with Appellate Tribunal for Electricity (APTEL) as stated above, no provision in these financial statements has been considered necessary by the management against the disallowances of income tax and secondary energy charges of Rs. 39,970 lakhs and carrying cost (amount unascertainable). Further the management believes that it has credible case in its favour and accordingly amount which has been deducted by UPPCL of Rs.16,044 Lakhs (shown as part of trade receivables) is considered good and same is recoverable with interest from UPPCL.
9. As per Ind-AS 108 Operating segment, segment information has been provided on consolidated financial results basis.
10. During the quarter ended 30th June, 2021, Madhya Pradesh Electricity Regulatory Commission (MPERC) vide its order dated 30th April, 2021 and 03rd May, 2021, has determined the MYT for the period FY 2020-24 for JBTPP and JNSTPP respectively. According to which the net excess amount of Rs. 15,533 Lakhs is refundable/to be adjusted by the Company for financial year 2019-2020 and 2020-2021. Rs.11,649 lakhs has been charged to statement of Profit and Loss upto 31st December'2021 and balance amount of Rs.3,884 has been charged in current quarter.
11. During last quarter of financial year ended 31st March 2021, the Company was declared successful bidder for sand mining in the State of Andhra Pradesh and as per the contracts signed with Director Mines & Geology (DMG), Government of Andhra Pradesh, the Company was required to pay in total Rs. 1528.80 crore to DMG over a period of two years as fortnightly upfront payment/instalments (w.e.f. 16 May 2021 in fortnightly instalment). The Sand Contracts have been Sub-contracted to a party (Sub-contractor) on back to back basis and mining has been commenced in current financial year. However certain conditions (including opening of Escrow account) are pending. The balances of



DMG and sub-contractor is in process of reconciliations. Management believes that there will not be any material impact on financial results on reconciliation/confirmation.

12. During the current quarter/year ended, the Company has redeemed 25 nos. CRPS of Rs. 10,00,000 each (previous year, 25 nos. CRPS of Rs. 10,00,000 each) issued in earlier years to Banks.
13. The figures for the quarters ended 31 March 2022 and 31 March 2021 are the balancing figures between audited figures in respect of full financial years and unaudited year to date figures upto 31 December 2021 and 31 December 2020 respectively. Previous period/ year figures have been regrouped/ reclassified/recast, wherever necessary, to make them comparable.
14. The above audited financial results for the period/quarter ended 31<sup>st</sup> March, 2022 have been reviewed by Audit Committee and approved by the Board of Directors at their respective meetings held on 27<sup>th</sup> May, 2022.

**For and on behalf of the Board**

  
**MANOJ GAUR**

**Chairman**

**DIN 00008480**

**Place: New Delhi**

**Date: 27<sup>th</sup> May, 2022**



**Independent Auditor's Report on Quarterly and Year to Date Audited Standalone Financial Results of Jaiprakash Power Ventures Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended****To The Board of Directors of Jaiprakash Power Ventures Limited****Report on the Audit of Standalone Financial Results****Qualified Opinion**

1. We have audited the accompanying Statements of standalone financial results of JAIPRAKASH POWER VENTURES LIMITED ('the Company') for the quarter ended 31st March, 2022 and year to date for the period from 1<sup>st</sup> April 2021 to 31<sup>st</sup> March, 2022 ("the Statement"), being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements), 2015, as amended ("the Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us the Statement:

- (a) are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- (b) except for the effect/possible effects of the matter described in 'Basis for Qualified Opinion' paragraph below (including non-quantification for the reason stated therein), give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian accounting standards (Ind AS) and other accounting principles generally accepted in India of the net profit and other comprehensive income and other financial information for the quarter ended 31st March, 2022 as well as the year to date results for the period from 1st April, 2021 to 31st March, 2022.

**2. Basis of Qualified Opinion****Attention is drawn to:**

- (a) As stated in note no. 44(e) of audited standalone financial statements for the year ended 31st March, 2022, the Company has given/provided corporate guarantee of USD 1,500 lakhs (previous year USD 1,500 lakhs) for loans granted by the lender to Jaiprakash Associates Limited (JAL) (the party to whom the Company is an associate) of amounting to Rs. 70,333 lakhs (previous year Rs. 70,333 lakhs) for which fair valuation has not been done as per the applicable IND-AS as of 31<sup>st</sup> March, 2022 and also no provision there against has been made in these financial results (in the absence of fair valuation impact unascertained) (note no. 3 of accompanying financial results).
- (b) As stated in note no. 46 and 53(a) of audited standalone financial statements for the year ended 31st March, 2022, no provision for diminution in value against certain long-term investments made in subsidiaries amounting to Rs. 78,795 lakhs (previous year Rs. 78,785 lakhs and including amount of Rs. 55,207 investment in SPGCL) (Book Value) has been made by the management as in the opinion of the management such diminution is temporary in nature considering the intrinsic value of the assets, future prospects and settlement of claims as stated in note no.6 of accompanying financial results (impact unascertainable) (note no. 5 of accompanying financial results).



As stated above in para (a) and (b) impact is unascertainable in the opinion of the management. Matters stated in para (a) and (b) above had also been qualified in our limited review report on the standalone financial results for the quarter 31<sup>st</sup> December, 2021 and in audit report on the standalone financial results for the quarter/year ended 31<sup>st</sup> March, 2021.

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

**3. Emphasis of matters:**

We draw attention to the following matters:

- (a) As stated in note no. 47 of audited standalone financial statements for the year ended 31<sup>st</sup> March, 2022, regarding the claims of UPPCL of Rs. 39,970 lakhs (including carrying cost of Rs. 2,916 lakhs and Rs. 729 lakhs for year ended 31<sup>st</sup> March, 2022 and current quarter respectively and Rs. 8,193 lakhs for the financial year 2018-19 to 2020-21) against disallowances made in respect of a unit VHEP of the Company towards income tax and secondary energy charges (paid / accounted for) in earlier years which is to be refunded back to UPPCL in view of Order of UPERC. Against the Order of UPERC as stated in the note no. 8 of accompanying financial results, Company has filed an Appeal with APTEL. As stated, Company believes that it has a credible case in its favour and disallowance made by the UPPCL on account of income tax and secondary energy charges are not in line with the terms of PPA signed with UPPCL. Accordingly, as stated in the said note, no provision against the stated amount and carrying cost has been considered necessary by the management at this stage (note no. 8 of accompanying financial results) and amount deducted / retained by UPPCL amounting to Rs.16,044 lakhs is considered good.
- (b) As stated in Note no. 48(i) of the audited standalone financial statements for the year ended 31<sup>st</sup> March, 2022, no provision has been considered necessary by the management against Entry Tax in respect of Unit- Nigrie STPP (including Nigrie Cement Grinding Unit) amounting to Rs. 10,871 lakhs (previous year Rs. 10,871 lakhs) and interest thereon (impact unascertainable). As stated in said note, in respect of the stated unit receipts of approval for extension of the time for eligibility for exemption from payment of entry tax is pending before concerned authority, for which the management is confident for favourable outcome. Against the above entry tax demand, till date of Rs. 6,085 lakhs (till 31.03.2021 Rs. 5,885 lakhs) has been deposited and shown as part of other non-current assets which in the opinion of the management is good and recoverable.
- (c) As stated in note no. 59(a) & 59(c) of the audited standalone financial statements for the year ended 31<sup>st</sup> March, 2022 regarding pending confirmations/reconciliation of balances (this is to be read with note no. 11 of accompanying financial results) of certain secured and unsecured borrowings (current & non-current), banks (including certain fixed deposits), trade receivables/payables (including of micro and small) and others (including capital creditors and of Sub-contractors, CHAs and receivables/payables from/to related parties), liabilities, loans & advances and inventory lying with third parties/in transit. In this regard, as stated in the note, internal control is being strengthened through process automation. The management is

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confident that on confirmation/reconciliation there will not be any material impact on the state of affairs as stated in said notes.

- (d) For deferred tax assets (net) on unabsorbed depreciation & business losses and of MAT credit entitlement as on 31st March 2022 of amounting to Rs. 12,041 lakhs (previous year Rs. 22,841 lakhs) and Rs. 9,034 lakhs (previous year Rs. 18,297 lakhs) respectively, the Management is confident about its realisability. Accordingly, these have been considered good by the management as stated in Note no. 66(c) of the audited standalone financial statements for the year ended 31st March, 2022.
- (e) As stated in the Note no. 56 of the audited standalone financial statements for the year ended 31st March, 2022, fair value of Jaypee Nigrie Cement grinding unit being in excess as compared to the carrying value (as on 31st March 2022 carrying value amounting to Rs. 23,699 lakhs), as assessed by the management considering the expected future cash flows. Also, management is of the view that no impairment provision in the carrying amount of property, plant and equipment (including capital work-in-progress) is necessary at this stage considering above stated reasons.
- (f) As stated in the Note no. 52 of the audited standalone financial statements for the year ended 31st March, 2022, regarding the pending recovery of capacity charges of amounting to Rs. 17,706 lakhs (31st March, 2021 Rs. 19,535 lakhs) as stated in the said note, which have been disputed by MPPMCL. Company is contesting with MPPMCL and also has filed petitions with MPERC as stated in said note and in the opinion of the management, above stated amount is good and fully recoverable and hence no provision has been considered necessary by the management at this stage. (note no. 7(b) of the accompanying financial results).

Our opinion is not modified in respect of above stated matters in para (a) to (f).

#### **4. Management's Responsibilities for the Standalone Financial Results**

The Statement has been prepared on the basis of the annual standalone financial statements for the year ended 31st March, 2022. The Company's Board of Directors are responsible for the preparation and presentation of these standalone financial results that give a true and fair view of the net profit and other comprehensive income and other financial information in accordance with the Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Statement, the 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.

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

#### 5. Auditor's Responsibilities for the Audit of the Standalone Financial Results

Our objectives are to obtain reasonable assurance about whether the Statement 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 standalone financial results.

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 Statement, 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 through a separate report on the complete set of standalone financial statements on whether the company has adequate internal financial controls with reference to standalone 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 Board of Directors.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial results 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 standalone financial results, including the disclosures, and whether the financial results 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.

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6. **Other Matter**

The Statement includes the results for the quarter ended 31st March, 2022 being the balancing figure between the audited figures in respect of the full financial year ended 31st March, 2022 and the published un-audited year to date figures up to the third quarter of the current financial year, which were subjected to a limited review by us, as required under the Listing Regulations.

Our opinion is not modified in respect of above matter.

For **LODHA & CO.**  
Chartered Accountants  
Firm's Registration No. 301051E



(Gaurav Lodha)  
Partner

Membership No. 507462

UDIN: 22507462AJSWWJ5425

Place: New Delhi

Dated: 27/05/2022

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**ANNEXURE-I****Statement on Impact of Audit Qualifications (for audit report with modified opinion) submitted along-with Annual Audited Financial Results – (Standalone)****Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2022  
(See Regulation 33/52 of the SEBI (LODR)(Amendment) Regulations, 2016)****(Amount in Rs. Lakhs)**

I.	S.No.	Particulars	Audited Figures (as reported before adjusting for qualifications)	Adjusted Figures (audited figures after adjusting for qualifications)
	1.	Turnover/ Total Income	4,85,942	4,85,942
	2.	Total Expenditure	4,54,881	4,54,881
	3.	Exceptional and Extraordinary items (Net)	-	-
	4.	Net Profit/(Loss) (1-2-3) before tax	31,061	31,061
	5.	Earnings Per Share (after Extraordinary items)	0.099	0.099
	6.	Total Assets	17,66,968	17,66,968
	7.	Total Liabilities	6,94,770	6,94,770
	8.	Net Worth	10,72,198	10,72,198
	9.	Any other financial item(s) (as felt appropriate by the management)	-	-
			-	-

The qualified opinion of the statutory auditor and management reply thereto was as under: -

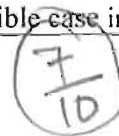
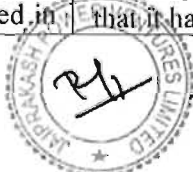
	Auditors' Qualification	Management's Reply
a)	As stated in note no. 44(e) of audited standalone financial statements for the year ended 31st March, 2022, the Company has given/provided corporate guarantee of USD 1,500 lakhs (previous year USD 1,500 lakhs) for loans granted by the lender to Jaiprakash Associates Limited (JAL) (the party to whom the Company is an associate) of amounting to Rs. 70,333 lakhs (previous year Rs. 70,333 lakhs) for which fair valuation has not been done as per the applicable IND-AS as of 31st March, 2022 and also no provision there against has been made in these financial results (in the absence of fair valuation impact unascertained) (note no. 3 of accompanying financial results).	<p>In the opinion of the Management there will be no material impact of the following guarantee on the financial result/ statement of affairs. Accordingly fair valuation is not being considered and recorded in this financial statement.</p> <p>(Corporate Guarantee of US\$ 1,500 Lakhs in favour of State Bank of India, Hong Kong branch for the credit facilities granted by lenders to Jaiprakash Associates Limited (Party to whom the company is Associate). The principal amount of loan outstanding of US\$ 1,300 Lakhs (equivalent to Rs. 70,333 lakhs) has been converted into rupee term loan by State Bank</p>



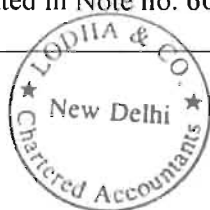
	Auditors' Qualification	Management's Reply																		
		<p>of India vide sanction letter dated 28th December, 2016.</p> <p>Presently Impact cannot be quantified.</p>																		
b)	<p>As stated in note no. 46 and 53(a) of audited standalone financial statements for the year ended 31st March, 2022, no provision for diminution in value against certain long-term investments made in subsidiaries amounting to Rs. 78,795 lakhs (previous year Rs. 78,785 lakhs and including amount of Rs. 55,207 investment in SPGCL) (Book Value) has been made by the management as in the opinion of the management such diminution is temporary in nature considering the intrinsic value of the assets, future prospects and settlement of claims as stated in note no.6 of accompanying financial results (impact unascertainable) (note no. 5 of accompanying financial results).</p> <p>Above both (a) &amp; (b) qualification are appearing since the year ended 31st March 2018.</p>	<p>No provision for diminution in value against following long-term investments of amounting to Rs.78,795 lakhs (Book Value) has been made as in the opinion of the management such diminution is temporary in nature considering the intrinsic value of the assets, future prospects and claims as stated in note no.5 (this to be read with note no.6) of accompanying financial results and management is confident that no provision for the same at this stage is considered necessary.</p> <table border="1" data-bbox="847 801 1485 1189"> <thead> <tr> <th>SL</th><th>Particulars</th><th>Rs.In Lakhs</th></tr> </thead> <tbody> <tr> <td>(i)</td><td>Investment in Sangam Power Generation Company Limited</td><td>55,207</td></tr> <tr> <td>(ii)</td><td>Investment in Jaypee Arunachal Power Ltd</td><td>22,872</td></tr> <tr> <td>(iii)</td><td>Investment in Jaypee Meghalaya Power Ltd</td><td>711</td></tr> <tr> <td>(iv)</td><td>Investment in Bina Power Supply Co. Ltd.</td><td>5</td></tr> <tr> <td></td><td><b>Total</b></td><td><b>78,795</b></td></tr> </tbody> </table> <p>Presently Impact cannot be quantified.</p>	SL	Particulars	Rs.In Lakhs	(i)	Investment in Sangam Power Generation Company Limited	55,207	(ii)	Investment in Jaypee Arunachal Power Ltd	22,872	(iii)	Investment in Jaypee Meghalaya Power Ltd	711	(iv)	Investment in Bina Power Supply Co. Ltd.	5		<b>Total</b>	<b>78,795</b>
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(iv)	Investment in Bina Power Supply Co. Ltd.	5																		
	<b>Total</b>	<b>78,795</b>																		

The Emphasis of matters in the Standalone Annual Audited Financial Statement and management reply thereto was as under: -

	Auditors Emphasis on matters	Management's Reply
a)	<p>As stated in note no. 47 of audited standalone financial statements for the year ended 31st March, 2022, regarding the claims of UPPCL of Rs. 39,970 lakhs (including carrying cost of Rs. 2,916 lakhs and Rs. 729 lakhs for year ended 31st March,2022 and current quarter respectively and Rs 8,193 lakhs for the financial year 2018-19 to 2020-21) against disallowances made in respect of a unit VHEP of the Company towards income tax and secondary energy charges (paid / accounted for) in earlier years which is to be refunded back to UPPCL in view of Order of UPERC. Against the Order of UPERC as stated in the note no. 8 of accompanying financial results, Company has filed an Appeal with APTEL. As stated, Company believes that it has a credible case in its favour and disallowance made by the UPPCL on account of income tax and secondary energy charges are not in line with the terms of PPA signed with UPPCL. Accordingly, as stated in</p>	<p>Based on the legal opinion obtained by the Company, the action of UPPCL is not as per the terms of the power purchase agreement (PPA), and the Company had filed a petition with Uttar Pradesh Electricity Regulatory Commission (UPERC) against UPPCL for the aforesaid recovery. UPERC vide its order dated 12th June,2020 has disallowed the claims of the Company and upheld the recovery/proposed recovery of excess payment made by UPPCL to company.</p> <p>The Company has filed an Appeal with Appellate Tribunal for Electricity (APTEL) against the above stated Order of UPERC and the appeal is pending hence no provision in these financial statements considered necessary against the disallowances of income tax and secondary energy charges of Rs. 39,970 lakhs including carrying cost, as mentioned above as Company believes that it has credible case in its favour.</p>









	Auditors Emphasis on matters	Management's Reply
	the said note, no provision against the stated amount and carrying cost has been considered necessary by the management at this stage (note no. 8 of accompanying financial results) and amount deducted / retained by UPPCL amounting to Rs.16,044 lakhs is considered good.	Presently Impact cannot be quantified.
b)	As stated in Note no. 48(i) of the audited standalone financial statements for the year ended 31st March, 2022, no provision has been considered necessary by the management against Entry Tax in respect of Unit-Nigrie STPP (including Nigrie Cement Grinding Unit) amounting to Rs. 10,871 lakhs (previous year Rs. 10,871 lakhs) and interest thereon (impact unascertainable). As stated in said note, in respect of the stated unit receipts of approval for extension of the time for eligibility for exemption from payment of entry tax is pending before concerned authority, for which the management is confident for favourable outcome. Against the above entry tax demand, till date of Rs. 6,085 lakhs (till 31.03.2021 Rs. 5,885 lakhs) has been deposited and shown as part of other non-current assets which in the opinion of the management is good and recoverable.	<p>The Company has not made provision against Entry Tax in respect of Nigrie Power and Cement unit amounting to Rs. 10,871 lakhs (previous year Rs. 10,871 lakhs) and interest thereon (impact unascertainable). in respect of Nigrie Power and Cement unit receipts of approval for extension of the time for eligibility of exemption from payment of Entry tax is pending from concerned authority, for which the company has made representations before the concerned authority and management is confident for favourable outcome. Against the above entry tax demand, till date of Rs. 6,085 lakhs (previous year Rs. 5,885 lakhs) has been deposited which is in the opinion of the management good and recoverable.</p> <p>Presently Impact cannot be quantified.</p>
c)	As stated in note no. 59(a) & 59(c) of the audited standalone financial statements for the year ended 31st March, 2022 regarding pending confirmations/reconciliation of balances (this is to be read with note no. 11 of accompanying financial results) of certain secured and unsecured borrowings (current & non-current), banks (including certain fixed deposits), trade receivables/payables (including of micro and small) and others (including capital creditors and of Sub-contractors, CHAs and receivables/payables from/to related parties), liabilities, loans & advances and inventory lying with third parties/in transit. In this regard, as stated in the note, internal control is being strengthened through process automation. The management is confident that on confirmation/reconciliation there will not be any material impact on the state of affairs as stated in said notes.	<p>Management is in the process to confirmations/reconciliation of balances of balances (this is to be read with note no. 11 of accompanying financial results) of certain secured and unsecured borrowings (current &amp; non-current), banks (including certain fixed deposits), trade receivables/payables (including of micro and small) and others (including capital creditors and of Sub-contractors, CHAs and receivables/payables from/to related parties), liabilities, loans &amp; advances and inventory lying with third parties/in transit. In this regard, as stated in the note, internal control is being strengthened through process automation. The management is confident that on confirmation/reconciliation there will not be any material impact on the state of affairs.</p> <p>Presently Impact cannot be quantified.</p>
d)	For deferred tax assets (net) on unabsorbed depreciation & business losses and of MAT credit entitlement as on 31st March 2022 of amounting to Rs. 12,041 lakhs (previous year Rs. 22,841 lakhs) and Rs. 9,034 lakhs (previous year Rs. 18,297 lakhs) respectively, the Management is confident about its realisability. Accordingly, these have been considered good by the management as stated in Note no. 66(c) of	During the year company has operational profit however losses incurred in previous years and it expects turnaround of the sector and accordingly Deferred tax assets in respect of unabsorbed depreciation and business losses and MAT credit entitlement have been recognized amounting to Rs. 12,041 lakhs and Rs. 9,034 lakhs, owing to reasonable certainty of availability of future taxable income to realize such assets. Accordingly, these have been



	<b>Auditors Emphasis on matters</b>	<b>Management's Reply</b>
	the audited standalone financial statements for the year ended 31st March, 2022.	considered good and no provision there against at this stage is considered necessary in the financial statements.  Presently Impact cannot be quantified.
e)	As stated in the Note no. 56 of the audited standalone financial statements for the year ended 31st March, 2022, fair value of Jaypee Nigrie Cement grinding unit being in excess as compared to the carrying value (as on 31st March 2022 carrying value amounting to Rs. 23,699 lakhs), as assessed by the management considering the expected future cash flows. Also, management is of the view that no impairment provision in the carrying amount of property, plant and equipment (including capital work-in-progress) is necessary at this stage considering above stated reasons.	As assessed by the Management, carrying value is lower than fair value, therefore, the management feel that there is no need to make provision on account of impairment at the stage.  Presently Impact cannot be quantified.
f)	As stated in the Note no. 52 of the audited standalone financial statements for the year ended 31st March, 2022, regarding the pending recovery of capacity charges of amounting to Rs. 17,706 lakhs (31st March, 2021 Rs. 19,535 lakhs) as stated in the said note, which have been disputed by MPPMCL. Company is contesting with MPPMCL and also has filed petitions with MPERC as stated in said note and in the opinion of the management, above stated amount is good and fully recoverable and hence no provision has been considered necessary by the management at this stage. (note no. 7(b) of the accompanying financial results).	Considering the prevailing Madhya Pradesh Electricity Grid Code (revision -ii), 2019 (MPEGC, 2019) and legal opinion taken by the Association of Private Electricity Generating Stations of MP, the MPPMCL is liable to make payment of capacity charges for declared availability of Contracted Capacity under PPA and invoices had been raised as per the terms of PPA signed between company and MPPMCL. Further, during the year, Company has also filed petitions with Madhya Pradesh Electricity Regulatory Commission (MPERC) for the recovery of capacity charges as stated above. Considering above stated facts and pending decision of the MPERC, amount stated above which is overdue for payment, has been considered good and fully recoverable by the management Accordingly, the amount of Rs. 17,706 Lakhs has been considered good and fully recoverable hence no provision has been considered necessary at this stage.



Signatories	
<ul style="list-style-type: none"> <li>Suren Jain (Managing Director &amp; CEO)</li> </ul>	
<ul style="list-style-type: none"> <li>Jagmohan Garg (Chairman-Audit Committee)</li> </ul>	
<ul style="list-style-type: none"> <li>RK Porwal (Chief Financial Officer)</li> </ul>	 
<ul style="list-style-type: none"> <li>Statutory Auditors:  Gaurav Lodha, Partner, (M.No. 507462)  Lodha &amp; Co., Chartered Accountants (FRN 301051E)</li> </ul>	 
Place: New Delhi	
Date : 27 <sup>th</sup> May, 2022	

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**Independent Auditor's Report on Quarterly and Year to Date Audited Consolidated Financial Results of Jaiprakash Power Ventures Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended****To The Board of Directors of Jaiprakash Power Ventures Limited****Report on the Audit of Consolidated Financial Results****Qualified Opinion**

1. We have audited the accompanying Statements of Consolidated Financial Results of JAIPRAKASH POWER VENTURES LIMITED ("the Company"/ "the Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group") for the quarter ended 31st March, 2022 and year to date for the period from 1st April 2021 to 31st March, 2022 ("the Statement"), being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("the Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us and based on the consideration of reports of other auditors on separate audited financial statements /financial information of the subsidiaries referred in Other Matters section below, the Statement:

- a) includes the results of the following subsidiaries:
  - (i) Jaypee Arunachal Power Limited (JV Subsidiary);
  - (ii) Jaypee Meghalaya Power Limited;
  - (iii) Sangam Power Generation Company Limited;
  - (iv) Bina Mines and Supply Limited (formerly known as Bina Power Supply Limited).
- b) is presented in accordance with the requirements of Regulation 33 of the Listing Regulations, as amended; and
- c) except for the effect/possible effects of the matter described in 'Basis for Qualified Opinion' paragraph below (including non-quantification for the reason stated therein), gives a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian accounting standards (Ind AS) and other accounting principles generally accepted in India of the consolidated net profit and other comprehensive income and other financial information for the quarter ended 31st March, 2022 as well as the year to date results for the period from 1st April, 2021 to 31st March, 2022.

**2. Basis for Qualified Opinion:**

Attention is drawn to:

- (a) As stated in note no. 43(h) of audited consolidated financial statements for the year ended 31st March, 2022, the Company has given/provided corporate guarantee of USD 1,500 lakhs



(previous year USD 1,500 lakhs) for loans granted by the lender to Jaiprakash Associates Limited (JAL) (the party to whom the Company is an associate) of amounting to Rs. 70,333 lakhs (previous year Rs. 70,333 lakhs) for which fair valuation has not been done as per the applicable IND-AS as of 31st March, 2022 and also no provision there against has been made in these financial results (in the absence of fair valuation impact unascertained) (note no. 3 of accompanying financial results).

As stated above in para (a) impact is unascertainable in the opinion of the management. Matters stated in para (a) above had also been qualified in our limited review report on the consolidated financial results for the quarter 31st December, 2021 and in audit report on the consolidated financial results for the quarter/year ended 31st March, 2021.

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013 (the Act). Our responsibilities under those Standards are further described in the 'Auditor's Responsibilities for the Audit of the Consolidated Financial Results' section of our report. We are independent of the Group 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 consolidated financial results under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us and other auditors in terms of their reports referred to in "Other Matters" paragraph below, is sufficient and appropriate to provide a basis for our opinion.

### 3. **Emphasis of matters:**

We draw attention to the following matters:

- (a) As stated in note no. 48 of audited consolidated financial statements for the year ended 31st March, 2022, regarding the claims of UPPCL of Rs. 39,970 lakhs (including carrying cost of Rs. 2,916 lakhs and Rs. 729 lakhs for year ended 31st March, 2022 and current quarter respectively and Rs 8,193 lakhs for the financial year 2018-19 to 2020-21) against disallowances made in respect of a unit VHEP of the Company towards income tax and secondary energy charges (paid / accounted for) in earlier years which is to be refunded back to UPPCL in view of Order of UPERC. Against the Order of UPERC as stated in the note no. 8 of accompanying financial results, Company has filed an Appeal with APTEL. As stated, Company believes that it has a credible case in its favour and disallowance made by the UPPCL on account of income tax and secondary energy charges are not in line with the terms of PPA signed with UPPCL. Accordingly, as stated in the said note, no provision against the stated amount and carrying cost has been considered necessary by the management at this stage (note no. 8 of accompanying financial results) and amount deducted / retained by UPPCL amounting to Rs.16,044 lakhs is considered good.

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- (b) As stated in Note no. 46(i) of the audited consolidated financial statements for the year ended 31st March, 2022, no provision has been considered necessary by the management against Entry Tax in respect of Unit- Nigrie STPP (including Nigrie Cement Grinding Unit) amounting to Rs. 10,871 lakhs (previous year Rs. 10,871 lakhs) and interest thereon (impact unascertainable). As stated in said note, in respect of the stated unit receipts of approval for extension of the time for eligibility for exemption from payment of entry tax is pending before concerned authority, for which the management is confident for favourable outcome. Against the above entry tax demand, till date of Rs. 6,085 lakhs (till 31.03.2021 Rs. 5,885 lakhs) has been deposited and shown as part of other non-current assets which in the opinion of the management is good and recoverable.
- (c) As stated in note no. 57(a) & 57(c) of the audited consolidated financial statements for the year ended 31st March, 2022 regarding pending confirmations/reconciliation of balances (this is to be read with note no. 11 of accompanying financial results) of certain secured and unsecured borrowings (current & non-current), banks (including certain fixed deposits), trade receivables/payables (including of micro and small) and others (including capital creditors and of Sub-contractor, CHAs and receivables/payables from/to related parties), liabilities, loans & advances and inventory lying with third parties/in transit. In this regard, as stated in the note, internal control is being strengthened through process automation. The management is confident that on confirmation/reconciliation there will not be any material impact on the state of affairs as stated in said notes.
- (d) For deferred tax assets (net) on unabsorbed depreciation & business losses and of MAT credit entitlement as on 31st March 2022 of amounting to Rs. 12,041 lakhs (previous year Rs. 22,841 lakhs) and Rs. 9,034 lakhs (previous year Rs. 18,297 lakhs) respectively, the Management is confident about its realisability. Accordingly, these have been considered good by the management as stated in Note no. 62(ii) of the audited consolidated financial statements for the year ended 31st March, 2022.
- (e) As stated in the Note no. 54 of the audited consolidated financial statements for the year ended 31st March, 2022, fair value of Jaypee Nigrie Cement grinding unit being in excess as compared to the carrying value (as on 31st March 2022 carrying value amounting to Rs. 23,699 lakhs), as assessed by the management considering the expected future cash flows. Also, management is of the view that no impairment provision in the carrying amount of property, plant and equipment (including capital work-in-progress) is necessary at this stage considering above stated reasons.
- (f) As stated in the Note no. 65 of the audited consolidated financial statements for the year ended 31st March, 2022 regarding the pending recovery of capacity charges of amounting to Rs. 17,706 lakhs (31st March, 2021 Rs. 19,535 lakhs) as stated in the said note, which have been disputed by MPPMCL. Company is contesting with MPPMCL and also has filed petitions with MPERC as stated in said note and in the opinion of the management, above stated amount is good and fully

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recoverable and hence no provision has been considered necessary by the management at this stage. (note no. 7(b) of the accompanying financial results).

Our opinion is not modified in respect of above stated matters in para (a) to (f).

**(g) Uncertainty on the going concern – of Subsidiary Companies:**

- (i) Jaypee Arunachal Power Limited (JAPL) (where Holding Company has investment of Rs. 22,872 lakhs) is in process of data/information submission to the nodal agency regarding handing over of the project to the designated agency i.e. NHPC where Government of India has proposed JAPL's project to be implemented by the central PSU (NHPC/NEEPCO). Accordingly, no provision has been considered necessary for capital work in progress and advance given to Government of Arunachal Pradesh and JAPL is dependent on its holding company for meeting its day-to-day obligations. These conditions indicate the existence of a material uncertainty that may cast significant doubt about the JAPL's ability to continue as a going concern. However, the financial statements of the JAPL have been prepared by the management on a going concern basis [Note no. 64(a) of the audited consolidated financial statements for the year ended 31st March, 2022].
- (ii) Jaypee Meghalaya Power Limited (JMPL) (where Holding Company has investment of Rs. 846 lakhs) is in process to file an application for refund/reimbursement of necessary fees etc. which was deposited with government agency in this regard along with other expenditures incurred as the project has been held up by Government of India, hence no impairment is considered necessary for capital work in progress and JMPL is dependent on its holding company for meeting its day-to-day obligations. These conditions indicate the existence of a material uncertainty that may cast significant doubt about the JMPL's ability to continue as a going concern. However, the financial statements of the JMPL have been prepared by the management on a going concern basis [Note no. 64(b) of the audited consolidated financial statements for the year ended 31st March, 2022].
- (iii) Sangam Power Generation Company Limited (SPGCL) (where Holding company investment of Rs. 55,207 lakhs) is having accumulated losses and its net worth has significantly eroded as on 31st March 2022 and its claim against UPPCL is pending before Hon'ble Supreme Court. These conditions, indicates the existence of a material uncertainty that may cast significant doubt about the SPGCL's ability to continue as a going concern. However, the financial statements have been prepared on going concern basis. [this is to be read with as stated in note no. 6 of the accompanying financial results].

Our opinion on above [(g) (i) to (iii)] is not modified.

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#### 4. Management's Responsibilities for the Consolidated Financial Results

The statement has been prepared on the basis of the Consolidated financial statements. The Holding Company's Board of Directors are responsible for the preparation and presentation of the statement that gives a true and fair view of the net loss and other comprehensive income and other financial information of the Group in accordance with the applicable accounting standards prescribed under section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulations 33 of the Listing Regulations.

The respective Board of Directors of the Companies included in Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies, making judgements and estimates that are reasonable and prudent; and the 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 statement that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the Statement by the Directors of the Holding Company, as aforesaid.

In preparing the statement, the respective Board of Directors of the companies included in the Group are responsible for assessing the ability of the Group to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Board of Directors either intends to liquidate the Group or the cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group are also responsible for overseeing of financial reporting process of the Group.

#### 5. Auditor's Responsibilities for the Audit of the Consolidated Financial Results

Our objectives are to obtain reasonable assurance about whether the Statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is the 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. Misstatement 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 the statement.

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

- Identify and assess the risk of material misstatement of the statement, 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, misrepresentation, 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 through a separate report on the complete set of Consolidated financial statements on whether the Holding Company and subsidiary companies incorporated in India has adequate internal financial control with reference to financial statements in place and the operating effectiveness of such controls. For drafting of our report, we have considered the report of the independent auditors of respective Indian subsidiary companies.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on ability of the Group to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial results 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 Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the statement, including the disclosures, and whether the statement represents the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial results/financial information of the entities within the Group to express an opinion on the statement. We are responsible for the direction, supervision and performance of the audit of the financial information of such entities included in the Statement of which we are the independent auditors. For the other entities included in the Statement, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion. Our responsibilities in this regard are further described in para (1) of the section titled "Other Matters" in this audit report.

We communicate with those charged with governance of the Holding Company and such other entities included in the statement of which we are the independent auditors 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.





We also performed procedures in accordance with the Circular No. CIR/CFD/CMD1/44/2019 dated March 29, 2019 issued by the Securities Exchange Board of India under Regulation 33 (8) of the Listing Regulations, to the extent applicable.

**6. Other Matters:**

- (a) The consolidated financial results include the audited financial results of four subsidiaries, whose financial statements/financial information reflect total assets of Rs. 46492 lakhs as at 31<sup>st</sup> March 2022, total revenue of Rs. 6 lakhs and Rs. 21 lakhs, total net profit / (loss) after tax of Rs. 10 lakhs and Rs. (111 lakhs), total comprehensive income of Rs. 10 lakhs and Rs. (111 lakhs) for the quarter and the year ended on that date respectively, and net cashflow of Rs. 8 lakhs for the year ended 31 March 2022, as considered in the consolidated financial results. These financial statements / financial information have been audited by other auditors whose reports have been furnished to us by the management and our opinion on the consolidated Financial Results, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, is based solely on the reports of the other auditors and the procedures performed by us are as stated in paragraph above.

Our opinion is not modified in respect of matter stated above.

- (b) The Statement includes the results for the quarter ended 31st March, 2022 being the balancing figure between the audited figures in respect of the full financial year ended 31st March, 2022 and the published un-audited year to date figures up to the third quarter of the current financial year, which were subjected to a limited review by us, as required under the Listing Regulations.

Our opinion is not modified in respect of matter stated above.

For LODHA & CO.

Chartered Accountants

Firm's Registration No. 301051E



(Gaurav Lodha)

Partner

Membership No. 507462

UDIN: 22507462 AJSXEM3136

Place: New Delhi

Date: 27/05/2022



**ANNEXURE-I**

**Statement on Impact of Audit Qualifications (for audit report with modified opinion) submitted along-with Annual Audited Financial Results – (Consolidated)**

**Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2022**  
**(See Regulation 33/52 of the SEBI (LODR)(Amendment) Regulations, 2016)**

(Amount in Rs.

Lakhs)

I.	S.No.	Particulars	Audited Figures (as reported before adjusting for qualifications)	Adjusted Figures (audited figures after adjusting for qualifications)
	1.	Turnover/ Total Income	4,85,963	4,85,963
	2.	Total Expenditure	4,54,917	4,54,917
	3.	Exceptional and Extraordinary items (Net)	-	-
	4.	Net Profit/(Loss) (1-2-3) before tax (Continuing operation and discontinued operations)	31,046	31,046
	5.	Earnings Per Share (after Extraordinary items) (Continuing and discontinued operations)	0.098	0.098
	6.	Total Assets	17,34,653	17,34,653
	7.	Total Liabilities	6,95,719	6,95,719
	8.	Net Worth	10,38,934	10,38,934
	9.	Any other financial item(s) (as felt appropriate by the management)	-	-

The qualified opinion of the statutory auditor and management reply thereto was as under: -

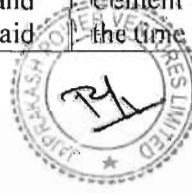
	Auditors' Qualification	Management's Reply
a)	As stated in note no. 43(h) of audited consolidated financial statements for the year ended 31st March, 2022, the Company has given provided corporate financial result/	In the opinion of the Management there will be no material impact of the following guarantee on the statement of affairs.



<p>guarantee of USD 1,500 lakhs (previous year USD 1,500 lakhs) for loans granted by the lender to Jaiprakash Associates Limited (JAL) (the party to whom the Company is an associate) of amounting to Rs. 70,333 lakhs (previous year Rs. 70,333 lakhs) for which fair valuation has not been done as per the applicable IND-AS as of 31st March, 2022 and also no provision there against has been made in these financial results (in the absence of fair valuation impact unascertained) (note no. 3 of accompanying financial results).</p> <p>Above qualification is appearing since the year ended 31st March 2018.</p>	<p>Accordingly fair valuation is not being considered and recorded in this financial statement.</p> <p>(Corporate Guarantee of US\$ 1,500 Lakhs in favour of State Bank of India, Hong Kong branch for the credit facilities granted by lenders to Jaiprakash Associates Limited (Party to whom the company is Associate). The principal amount of loan outstanding of US\$ 1,300 Lakhs (equivalent to Rs. 70,333 lakhs) has been converted into rupee term loan by State Bank of India vide sanction letter dated 28th December, 2016.</p> <p>Presently Impact cannot be quantified.</p>
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The Emphasis of matters in the Consolidated Annual Audited Financial Statement and management reply thereto was as under: -

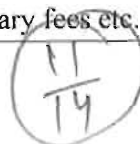
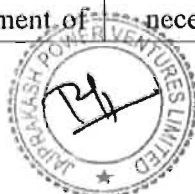
	<b>Auditors' emphasis on matters</b>	<b>Management's Reply</b>
a)	<p>As stated in note no. 48 of audited consolidated financial statements for the year ended 31st March, 2022, regarding the claims of UPPCL of Rs. 39,970 lakhs (including carrying cost of Rs. 2,916 lakhs and Rs. 729 lakhs for year ended 31st March, 2022 and current quarter respectively and Rs 8,193 lakhs for the financial year 2018-19 to 2020-21) against disallowances made in respect of a unit VHEP of the Company towards income tax and secondary energy charges (paid / accounted for) in earlier years which is to be refunded back to UPPCL in view of Order of UPERC. Against the Order of UPERC as stated in the note no. 8 of accompanying financial results, Company has filed an Appeal with APTEL. As stated, Company believes that it has a credible case in its favour and disallowance made by the UPPCL on account of income tax and secondary energy charges are not in line with the terms of PPA signed with UPPCL. Accordingly, as stated in the said note, no provision against the stated amount and carrying cost has been considered necessary by the management at this stage (note no. 8 of accompanying financial results) and amount deducted / retained by UPPCL amounting to Rs.16,044 lakhs is considered good.</p>	<p>Based on the legal opinion obtained by the Company, the action of UPPCL is not as per the terms of the power purchase agreement (PPA), and the Company had filed a petition with Uttar Pradesh Electricity Regulatory Commission (UPERC) against UPPCL for the aforesaid recovery. UPERC vide its order dated 12th June, 2020 has disallowed the claims of the Company and upheld the recovery/proposed recovery of excess payment made by UPPCL to company.</p> <p>The Company has filed an Appeal with Appellate Tribunal for Electricity (APTEL) against the above stated Order of UPERC and the appeal is pending hence no provision in these financial statements considered necessary against the disallowances of income tax and secondary energy charges of Rs. 39,970 lakhs including carrying cost, as mentioned above as Company believes that it has credible case in its favour.</p> <p>Presently Impact cannot be quantified.</p>
b)	<p>As stated in Note no. 46(i) of the audited consolidated financial statements for the year ended 31st March, 2022, no provision has been considered necessary by the management against Entry Tax in respect of Unit- Nigrie STPP (including Nigrie Cement Grinding Unit) amounting to Rs. 10,871 lakhs (previous year Rs. 10,871 lakhs) and interest thereon (impact unascertainable). As stated in said</p>	<p>The Company has not made provision against Entry Tax in respect of Nigrie Power and Cement unit amounting to Rs. 10,871 lakhs (previous year Rs. 10,871 lakhs) and interest thereon (impact unascertainable). in respect of Nigrie Power and Cement unit receipts of approval for extension of the time for eligibility of exemption from payment</p>



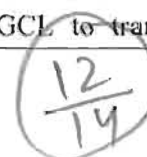
	Auditors' emphasis on matters	Management's Reply
	note, in respect of the stated unit receipts of approval for extension of the time for eligibility for exemption from payment of entry tax is pending before concerned authority, for which the management is confident for favourable outcome. Against the above entry tax demand, till date of Rs. 6,085 lakhs (till 31.03.2021 Rs. 5,885 lakhs) has been deposited and shown as part of other non-current assets which in the opinion of the management is good and recoverable.	of Entry tax is pending from concerned authority, for which the company has made representations before the concerned authority and management is confident for favourable outcome. Against the above entry tax demand, till date of Rs. 6,085 lakhs (previous year Rs. 5,885 lakhs) has been deposited which is in the opinion of the management good and recoverable.  Presently Impact cannot be quantified.
c).	As stated in note no. 57(a) & 57(c) of the audited consolidated financial statements for the year ended 31st March, 2022 regarding pending confirmations/reconciliation of balances (this is to be read with note no. 11 of accompanying financial results) of certain secured and unsecured borrowings (current & non-current), banks (including certain fixed deposits), trade receivables/payables (including of micro and small) and others (including capital creditors and of Sub-contractor, CHAs and receivables/payables from/to related parties), liabilities, loans & advances and inventory lying with third parties/in transit. In this regard, as stated in the note, internal control is being strengthened through process automation. The management is confident that on confirmation/reconciliation there will not be any material impact on the state of affairs as stated in said notes.	Management is in the process to confirmations/reconciliation of balances of balances (this is to be read with note no. 11 of accompanying financial results) of certain secured and unsecured borrowings (current & non-current), banks (including certain fixed deposits), trade receivables/payables (including of micro and small) and others (including capital creditors and of Sub-contractors, CHAs and receivables/payables from/to related parties), liabilities, loans & advances and inventory lying with third parties/in transit. In this regard, as stated in the note, internal control is being strengthened through process automation. The management is confident that on confirmation/reconciliation there will not be any material impact on the state of affairs.  Presently Impact cannot be quantified
d)	For deferred tax assets (net) on unabsorbed depreciation & business losses and of MAT credit entitlement as on 31st March 2022 of amounting to Rs. 12,041 lakhs (previous year Rs. 22,841 lakhs) and Rs. 9,034 lakhs (previous year Rs. 18,297 lakhs) respectively, the Management is confident about its realizability. Accordingly, these have been considered good by the management as stated in Note no. 62(ii) of the audited consolidated financial statements for the year ended 31st March, 2022.	During the year company has operational profit however losses incurred in previous years and it expects turnaround of the sector and accordingly Deferred tax assets in respect of unabsorbed depreciation and business losses and MAT credit entitlement have been recognized amounting to Rs. 12,041 lakhs and Rs. 9,034 lakhs, owing to reasonable certainty of availability of future taxable income to realize such assets. Accordingly, these have been considered good and no provision there against at this stage is considered necessary in the financial statements.  Presently Impact cannot be quantified.
e)	As stated in the Note no. 54 of the audited consolidated financial statements for the year ended 31st March, 2022, fair value of Jaypee Nigrie Cement grinding unit being in excess as compared to the carrying value (as on 31st March 2022 carrying value amounting to Rs. 23,699 lakhs), as assessed by the management considering the expected future cash flows. Also, management is of the view that no impairment provision in the carrying amount.	As assessed by the Management, carrying value is lower than fair value, therefore, the management feel that there is no need to make provision on account of impairment at the stage.  Presently Impact cannot be quantified.



	Auditors' emphasis on matters	Management's Reply
	of property, plant and equipment (including capital work-in-progress) is necessary at this stage considering above stated reasons.	
f)	As stated in the Note no. 65 of the audited consolidated financial statements for the year ended 31st March, 2022 regarding the pending recovery of capacity charges of amounting to Rs. 17,706 lakhs (31st March, 2021 Rs. 19,535 lakhs) as stated in the said note, which have been disputed by MPPMCL. Company is contesting with MPPMCL and also has filed petitions with MPERC as stated in said note and in the opinion of the management, above stated amount is good and fully recoverable and hence no provision has been considered necessary by the management at this stage. (note no. 7(b) of the accompanying financial results).	Considering the prevailing Madhya Pradesh Electricity Grid Code (revision -ii), 2019 (MPEGC, 2019) and legal opinion taken by the Association of Private Electricity Generating Stations of MP, the MPPMCL is liable to make payment of capacity charges for declared availability of Contracted Capacity under PPA and invoices had been raised as per the terms of PPA signed between company and MPPMCL. Further, during the year, Company has also filed petitions with Madhya Pradesh Electricity Regulatory Commission (MPERC) for the recovery of capacity charges as stated above. Considering above stated facts and pending decision of the MPERC, amount stated above which is overdue for payment, has been considered good and fully recoverable by the management Accordingly, the amount of Rs. 17,706 Lakhs has been considered good and fully recoverable hence no provision has been considered necessary at this stage.
	Our Opinion is not modified for matters stated in para (a) to (f).	
g.	<p><b><u>Uncertainty on the going concern – of Subsidiary Companies:</u></b></p> <p>(i) Jaypee Arunachal Power Limited (JAPL) (where Holding Company has investment of Rs. 22,872 lakhs) is in process of data/information submission to the nodal agency regarding handing over of the project to the designated agency i.e. NHPC where Government of India has proposed JAPL's project to be implemented by the central PSU (NHPC/NEEPCO). Accordingly, no provision has been considered necessary for capital work in progress and advance given to Government of Arunachal Pradesh and JAPL is dependent on its holding company for meeting its day-to-day obligations. These conditions indicate the existence of a material uncertainty that may cast significant doubt about the JAPL's ability to continue as a going concern. However, the financial statements of the JAPL have been prepared by the management on a going concern basis [Note no. 64(a) of the audited consolidated financial statements for the year ended 31st March, 2022].</p> <p>(ii) Jaypee Meghalaya Power Limited (JMPL) (where Holding Company has investment of Rs. 846 lakhs) is in process to file an application for refund/reimbursement of</p>	<p>(i) Government of India has proposed company's project to be implemented by central PSU (NHPC/ NEEPCO). We are in process of data / information submission to the nodal agency regarding handing over of the project to the designated agencies i.e. NHPC, therefore no impairment provision has been considered necessary for 'Capital work- in –progress' and Advance given to Government of Arunachal Pradesh at this level.</p> <p>(ii) Government of India has held up the project of the company and we are in the process to file an application for refund / reimbursement of necessary fees etc. which was deposited with the</p>



Auditors' emphasis on matters	Management's Reply
<p>necessary fees etc. which was deposited with government agency in this regard along with other expenditures incurred as the project has been held up by Government of India, hence no impairment is considered necessary for capital work in progress and JMPL is dependent on its holding company for meeting its day-to-day obligations. These conditions indicate the existence of a material uncertainty that may cast significant doubt about the JMPL's ability to continue as a going concern. However, the financial statements of the JMPL have been prepared by the management on a going concern basis [Note no. 64(b) of the audited consolidated financial statements for the year ended 31st March, 2022].</p> <p>(iii) Sangam Power Generation Company Limited (SPGCL) (where Holding company investment of Rs. 55,207 lakhs) is having accumulated losses and its net worth has significantly eroded as on 31st March 2022 and its claim against UPPCL is pending before Hon'ble Supreme Court. These conditions, indicates the existence of a material uncertainty that may cast significant doubt about the SPGCL's ability to continue as a going concern. However, the financial statements have been prepared on going concern basis. [this is to be read with as stated in note no. 6 of the accompanying financial results]</p> <p>Our opinion on above [(i) to (iii)] is not modified</p>	<p>Government agency in this regard along with other expenditures incurred, hence no impairment is considered necessary for 'capital work- in –progress' at this level. Company has made provision of Rs. 135 Lakhs against the investment of Rs. 846 Lakhs.</p> <p>(iii) Sangam Power Generation Company Limited (SPGCL, a Subsidiary Company) was acquired by JPVL (the Company) from Uttar Pradesh Power Corporation Ltd (UPPCL) in earlier year for implementation of 1320 MW Power Project (Karchana STPP) at Tahsil Karchana, Distt. Allahabad, Uttar Pradesh. The Company has investment of Rs.55,207 lakhs (5,520 lakhs equity shares of Rs. 10/- each fully paid till 31/03/2022) in SPGCL. Net Worth of SPGCL have been eroded significantly as on 31st March, 2022. In view of abnormal delay in handing over the physical possession of land by UPPCL, SPGCL had written to UPPCL in earlier year and to all procurers of power that the Power Purchase Agreement (PPA) be rendered void and cannot be enforced. As advised, draft of Share Purchase Agreement (SPA) was sent to UPPCL / UPRVUNL by SPGCL for their approval but there was abnormal delay in resolving the matter by UPPCL, therefore SPGCL had withdrawn all its undertakings given to UPPCL and also had filed a petition before Hon'ble UPERC (State Commission) for release of performance bank guarantee and also for payment against claim lodged of Rs 1,15,722 lakhs. UPERC vide its Order dated 28.06.2019 has allowed claim (of SPGCL) for Rs.25,137 Lakhs along with interest @ 9% p.a. on Rs.14,925 lakhs for the period from 11.04.2014 to 31.03.2019 and also directed UPPCL to immediately release Performance Bank Guarantee (Rs. 99 crore) to SPGCL and SPGCL to transfer the entire land parcel to</p>


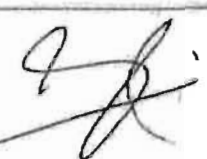








	Auditors' emphasis on matters	Management's Reply
		<p>UPPCL. UPPCL had appealed against the said order in APTEL and SPGCL had also filed counter appeal. During the current year, APTEL vide its order dated 14th July, 2021, upheld the State Commissions order dated 28.06.2019 and directed State Commission to complete the verification of relevant documents of the claim filed by SPGCL within a period of three months from the date of pronouncement of this judgment and crystallize the total amount to be paid to SPGCL. SPGCL has filed application with Hon'ble UPERC for verification of expenditure and payment thereof and release of performance bank guarantee. Further, UPPCL has filed an appeal with Hon'ble Supreme Court against above mentioned order of APTEL and also Company has filed an appeal with Hon'ble Supreme Court against the order of APTEL. Hon'ble Supreme Court has stayed the Order of APTEL. Further pursuant to the Order of Hon'ble Supreme Court, application filed with UPERC has been kept in abeyance. Pending these and management is confident about settlement of claims in its favour, no provision against diminution in value of investment, has been considered necessary at this stage.</p>



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<b>Signatories</b>	
<ul style="list-style-type: none"> <li>Suren Jain (Managing Director &amp; CEO)</li> </ul>	
<ul style="list-style-type: none"> <li>Jagmohan Garg (Chairman-Audit Committee)</li> </ul>	
<ul style="list-style-type: none"> <li>RK Porwal (Chief Financial Officer)</li> </ul>	 
<ul style="list-style-type: none"> <li>Statutory Auditors:  Gaurav Lodha, Partner, (M.No. 507462)  Lodha &amp; Co., Chartered Accountants (FRN 301051E)</li> </ul>	 
Place: New Delhi	
Date : 27 <sup>th</sup> May, 2022	

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