KANPUR ELECTRICITY SUPPLY COMPANY LIMITED

14/71- KESA HOUSE, CIVIL LINES, KANPUR-208001

CIN:U40105UP1999SGC024626

BALANCE SHEET AS AT 31.12.2022

(₹ in Crore)

Particulars	Note No.	AS AT 31.12.2022 UNAUDITED	AS AT 31.03.2022 Audited
(I) **ASSETS**			
(1) **Non-current assets**			
(a) Property, Plant and Equipment	2	1007.07	1052.70
(b) Capital work-in-progress	3	117.87	100.04
(c) Assets not in Possession	4	-	-
(d) Intangible assets	5A	11.43	11.63
(e) Intangible Assets Under Development	5B	-	-
(f) Financial Assets			
(i) Investments	6	-	-
(ii) Loans	7	-	-
(iii) Others	8	403.36	444.48
(2) **Current assets**			
(a) Inventories	9	56.32	62.03
(b) Financial Assets			
(i) Trade receivables	10	3186.05	3376.24
(ii) Cash and cash equivalents	11-A	35.19	87.86
(iii) Bank balances other than (ii) above	11-B	18.58	4.72
(iv) Others	12	293.83	354.48
(c) Other Current Assets	13	13.21	12.02
Total Assets		5142.90	5506.21
(II) **EQUITY AND LIABILITIES**			
Equity			
(a) Equity Share Capital	14	2249.31	1984.77
(b) Other Equity	15	(3951.30)	(3506.06)
LIABILITIES			
(1) **Non-current liabilities**			
(a) Financial liabilities			
(i) Borrowings	16	2400.96	2446.31
(ii) Trade payables			
(b) Other financial liabilities	17	237.32	237.41
(2) **Current liabilities**			
(a) Financial liabilities			
(i) Borrowings	18	599.96	331.80
(ii) Trade payables	19	1831.74	2352.26
(iii) Other financial liabilities	20	1774.92	1659.72
(b) Provisions	21	0.00	0.00
Significant Accounting Policies of Financial Statement	1		
Notes on Accounts of Financial Statement	31		
Note 1 to 31 form integral part of Accounts.			
Total Equity and Liabilities		5142.90	5506.21

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

As per our separate report of even date attached

For and on behalf of the Board of Directors

For
Gupta Akash & Company
Chartered Accountants
FRN. 019734C

Gupta Akash & Company Chartered Accountants KANPUR

CA Akash Gupta

Partner
M. No. 417069
Date: 7/2/2023
Place: Kanpur

UDIN: 23417069BGWPLI8347

(Anand Kumar)
Dy. C.A.O. & C.F.O.

(Abha Sethi Tandon)
Company Secretary

(H.K Agarwal)
Director (F)
DIN No. 09696796

(Anil Dhingra)
Managing Director
DIN No.09342888

KANPUR ELECTRICITY SUPPLY COMPANY LIMITED

14/71- KESA HOUSE, CIVIL LINES, KANPUR-208001

CIN:U40105UP1999SGC024626

STATEMENT OF PROFIT AND LOSS FOR THE PERIOD ENDED ON 31.12.2022

(₹ In Crore)

	Particulars	Note No.	QUARTER ENDED			YEAR TO DATE		YEAR ENDED
			31.12.2022	30.09.2022	31.12.2021	01.04.2022 to 31.12.2022	01.04.2021 to 31.12.2021	31.03.2022
			(UNAUDITED)					(AUDITED)
I	Revenue From Operations	22	684.98	861.03	643.89	2364.58	1939.60	2744.52
II	Other Income	23	12.74	41.87	57.10	108.07	167.69	267.27
III	Total Income (I+II)		697.72	902.90	700.98	2472.66	2107.30	3011.78
IV	EXPENSES							
	1 Cost of materials consumed							
	1 Purchases of Stock-in-Trade (Power Purchased)	24	722.42	858.52	584.37	2221.16	1787.49	2541.00
	3 Changes in inventories of finished goods, Stock-in-Trade and work-in-progress							
	2 Employee benefits expense	25	33.53	30.68	29.11	94.70	85.16	128.34
	3 Finance costs	26	63.52	79.41	70.87	213.52	212.97	256.28
	4 Depreciation and amortization expenses	27	13.45	13.32	13.33	39.29	42.05	54.31
	5 Adminstration, Gerenral & Other Expense	28	51.08	47.32	42.91	137.90	108.89	185.69
	6 Repair and Maintenance	29	17.32	19.83	18.07	57.79	53.61	68.07
	7 Bad Debts & Provisions	30	(0.29)	(6.71)	3.39	(2.17)	7.18	(100.55)
IV	Total expenses (IV)		901.04	1042.36	762.05	2762.20	2297.35	3133.14
V	Profit/(Loss) before exceptional items and tax (III-IV)		(203.32)	(139.46)	(61.07)	(289.54)	(190.05)	(121.36)
VI	Exceptional Items		0.00	0.00	0.00	0.00	0.00	(94.10)
VII	Profit/(Loss) before tax (V(+/-)VI)		(203.32)	(139.46)	(61.07)	(289.54)	(190.05)	(215.45)
VIII	Tax expense: (1) Current tax (2) Deferred tax		0.00	0.00	0.00	0.00	0.00	0.00
IX	Profit (Loss) for the period from continuing operations (VII-VIII)		(203.32)	(139.46)	(61.07)	(289.54)	(190.05)	(215.45)
X	Profit/(Loss) from discontinued operations							
XI	Tax expense of discontinued operations							
XII	Profit/(Loss) from discontinued operations (after tax) (X-XI)							
XIII	Profit/(Loss) for the period (IX+XII)		(203.32)	(139.46)	(61.07)	(289.54)	(190.05)	(215.45)
XIV	Other Comprehensive Income A (i) Items that will not be reclassified to profit or loss- Remeasurement of Defined Benefit Plans (Acturial Gain aor Loss) (ii) Income tax relating to items that will not be reclassified to profit or loss 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		0.00	0.00	0.00	0.00	0.00	(2.72)
XV	Total Comprehensive Income for the period (XIII+XIV) (Comprising Profit/(Loss) and Other Comprehensive Income for the period)		(203.32)	(139.46)	(61.07)	(289.54)	(190.05)	(218.18)
XVI	Earnings per equity share (continuing operation) : (1) Basic		(1.03)	(0.71)	(61.07)	(289.54)	(190.05)	(218.18)
	(2) Diluted		(1.03)	(0.71)	(61.07)	(289.54)	(190.05)	(218.18)
XVII	Earnings per equity share (for discontinued operation) : (1) Basic (2) Diluted							
XVIII	Earnings per equity share (for discontinued & continuing operations) (1) Basic		(1.03)	(0.71)	(0.31)	(1.46)	(0.96)	(1.10)
	(2) Diluted		(1.03)	(0.71)	(0.31)	(1.46)	(0.96)	(1.10)
	Significant Accounting Policies of Financial Statement	1						
	Notes on Accounts of Financial Statement	31						
	Note 1 to 31 form integral part of Accounts.							

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

As per our separate report of even date attached

For
Gupta Akash & Company
Chartered Accountants
FRN. 019734C

KANPUR

CA Akash Gupta
Partner
M. No. 417069
Date: 07/02/2023
Place: Kanpur

UDIN: 23417069BGWPLI8347

For and on behalf of the Board of Directors

(Anand Kumar)
Dy. C.A.O. & C.F.O.

(Abha Sethi Tandon)
Company Secretary

(H.K Agarwal)
Director (F)
DIN No. 09696796

(Anil Dhingra)
Managing Director
DIN No.09342888

KANPUR ELECTRICITY SUPPLY COMPANY LIMITED
14/71 Civil Lines, Kesa House, Kesco, Kanpur
Statement of Cash Flows for the Quarter ended 31st Dec,2022

Amount ((₹ in crore)

Particulars	For the period ended 31st Dec, 2022	For the year ended 31st March, 2022
A. Cash flow from operating activities		
Profit/(Loss) for the Period	(289.54)	(218.18)
Adjustments for:	0.00	0.00
a) Depreciation	39.29	54.31
b) Interest & Financial Charges	213.52	256.28
c) Bad Debts & Provision	(2.17)	(100.55)
d) Interest income	0.65	(4.22)
Sub Total	(38.26)	(1235.12)
Operating Profit Before Working Capital Changes		
Adjustments for (increase) / decrease in operating assets:		
a) Inventory	5.71	8.55
b) Trade Receivable	192.36	(230.18)
c) Other Current Financial Assets	63.07	(206.31)
d) Other Current Assets	(1.19)	3.39
e) Other Current financial Liability	(3.74)	71.32
f) Other Current Liabilities	118.94	148.76
g) Trade Payables	(520.52)	(239.27)
h) Non-Current Financial assets	38.70	51.60
Sub Total	(106.67)	(392.15)
Net Cash Flow from Operating Activities (A)	(144.93)	(404.51)
B. Cash Flow From Investing Activities		
a) Decrease (increase) in Fixed Assets	(24.51)	(101.09)
b) Decrease/(increase) in Capital Advances	0.06	27.21
c) Interest Income	(0.65)	4.22
d) fixed Deposits	(13.87)	11.33
Net Cash Flow from Investing Activities (B)	(38.96)	(58.34)
C. Cash Flow from Financing Activities		
a) Increase/(Decrease) in Borrowings	222.81	227.23
b) Proceeds from share application money	89.58	264.55
c) Proceeds from consumers contribution & GoUP capital subsidy (Reserve & Surplus)	32.43	32.71
d) Other long term liabilities	(0.09)	13.91
e) Interest & Financial Charges	(213.52)	(256.28)
Net Cash Flow from Financing Activities (C)	131.21	282.11
NET INCREASE (DECREASE) IN CASH & CASH EQUIVALENTS (A+B+C)	(52.68)	(180.74)
CASH & CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR	87.86	268.60
CASH & CASH EQUIVALENTS AT THE END OF THE YEAR	35.18	87.86

As per our separate report of even date attached

For
Gupta Akash & Company
Chartered Accountants
FRN. 019734C

CA Akash Gupta
Partner
M. No. 417069
Date: 07/02/2023
Place: Kanpur

UDIN: 23417069BGWPLI8347

(Anand Kumar)
Dy. C.A.O. & CFO

(Abha Tandon Sethi)
Company Secretary

(H.K Agarwal)
Director (F)
DIN No.09696796

(Anil Dhingra)
Managing Director
DIN No.09342888

Gupta Akash & Company KANPUR Chartered Accountants

4

KANPUR ELECTRICITY SUPPLY COMPANY LIMITED
14/71- KESA HOUSE, CIVIL LINES, KANPUR-208001CIN:U40105UP1999SGC024626

STATEMENT OF CHANGES IN EQUITY

(₹ in Crore)

A. EQUITY SHARE CAPITAL AS AT 31.12.2022

Balance at the beginning of the reporting period	Changes in Equity Share Capital during the year	Change in Equity Share Capital due to Prior Period Errors	Balance at the end of the reporting period
1984.76	264.55	0.00	2249.31

B. OTHER EQUITY AS AT 31.12.2022

Particulars	Share application money pending allotment	Capital Reserve	Restructuring Reserve	General Reserve	Retained Earnings	Total
Balance at the beginning of the reporting period	264.55	283.66	125.19	0.00	(4179.46)	(3506.06)
Changes in accounting policy or prior period errors	0.00	0.00	0.00	0.00	0.00	0.00
Adjustment as per Point no. 37 of Note no. 31	0.00	0.00	0.00	0.00	0.00	0.00
Restated balance at the beginning of the reporting period	264.55	283.66	125.19	0.00	(4179.46)	(3506.06)
Profit/(Loss) for the Period	0.00	0.00	0.00	0.00	(289.54)	(289.54)
Other Comprehensive Income for the Period	0.00	0.00	0.00	0.00	0.00	0.00
Subsidy under Atmnirbhar Scheme	0.00	0.00	0.00	0.00	0.00	0.00
Addition during the Year	0.00	32.43	0.00	0.00	0.00	32.43
Reduction during the Year	0.00	(13.17)	0.00	0.00	0.00	(13.17)
Share Application Money Received	89.58	0.00	0.00	0.00	0.00	89.58
Share Allotted against Appliation Money	(264.55)	0.00	0.00	0.00	0.00	(264.55)
Balance at the end of the reporting period	89.58	302.92	125.19	0.00	(4469.00)	(3951.31)
Net Balance at the end of the reporting period						(3951.31)

(₹ in Crore)

A. EQUITY SHARE CAPITAL AS AT 31.03.2022

Balance at the beginning of the reporting period	Changes in Equity Share Capital during the year	Change in Equity Share Capital due to Prior Period Errors	Balance at the end of the reporting period
1974.21	10.55		1984.76

B. OTHER EQUITY AS AT 31.03.2022

Particulars	Share application money pending allotment	Capital Reserve	Restructuring Reserve	General Reserve	Retained Earnings	Total
Balance at the beginning of the reporting period	10.55	392.62	0.00	0.00	(3961.28)	(3558.11)
Changes in accounting policy or prior period errors	0.00	0.00	0.00	0.00	0.00	0.00
Adjustment as per Point no. 37 of Note no. 31	0.00	0.00	0.00	0.00	0.00	0.00
Restated balance at the beginning of the reporting period	10.55	392.62	0.00	0.00	(3961.28)	(3558.11)
Profit/(Loss) for the Period	0.00	0.00	0.00	0.00	(215.45)	(215.45)
Other Comprehensive Income for the Period	0.00	0.00	0.00	0.00	(2.72)	(2.72)
Subsidy under Atmnirbhar Scheme	0.00	0.00	0.00	0.00	0.00	0.00
Addition during the Year	0.00	32.71	0.00	0.00	0.00	32.71
Reduction during the Year	0.00	(16.48)	0.00	0.00	0.00	(16.48)
Share Application Money Received	253.99	0.00	0.00	0.00	0.00	253.99
Share Allotted against Appliation Money	0.00	0.00	0.00	0.00	0.00	0.00
Balance at the end of the reporting period	264.55	408.85	0.00	0.00	(4179.46)	(3506.06)
Net Balance at the end of the reporting period						(3506.06)

As per our separate report of even date attached

For and on behalf of the Board of Directors

For
Gupta Akash & Company
Chartered Accountants
FRN. 019734C

CA Akash Gupta
Partner
M. No. 417069
Date: 7/1/23
Place: Kanpur

UDIN:23417069BGWPLI8347

(Anand Kumar)
Dy. C.A.O. & C.F.O.

(Abha Sethi Tandon)
Company Secretary

(H.K Agarwal)
Director (F)
DIN No. 09696796

(Anil Dhingra)
Managing Director
DIN No.09342888

NOTE-2

PROPERTY, PLANT & EQUIPMENT

(₹ in Crore)

Particulars	Gross Block				Depreciation				Net Block	
	AS AT 01.04.2022	Addition	Adjustment/ Deletion	AS AT 31.12.2022	AS AT 01.04.2022	Addition	Adjustment/ Deletion	AS AT 31.12.2022	AS AT 31.12.2022	AS AT 31.03.2022
Land & Land Rights	-	-	-	-	-	-	-	-	-	-
Buildings	51.83	-	-	51.83	15.23	1.28	-	16.51	35.32	36.60
Plant & Pipe Lines	-	-	-	-	-	-	-	-	-	-
Other Civil Works	-	-	-	-	-	-	-	-	-	-
Plant & Machinery	516.81	2.98	-	519.79	169.86	18.54	-	188.41	331.38	346.95
Lines, Cable Networks etc	1,024.06	3.06	-	1,027.12	361.69	30.72	-	392.41	634.71	662.37
Vehicles	4.07	-	-	4.07	3.55	0.06	-	3.62	0.45	0.52
Furniture & Fixtures	2.20	-	-	2.20	1.39	0.06	-	1.45	0.74	0.80
Office Equipments	23.51	-	-	23.51	18.05	1.00	-	19.05	4.47	5.46
Total	1,622.47	6.04	-	1,628.51	569.77	51.67	-	621.44	1,007.07	1,052.70

Note-4

Assets not in Possession

Assets not in Possession of Company	-	-	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-	-	-

NOTE-2

PROPERTY, PLANT & EQUIPMENT

(₹ in Crore)

Particulars	Gross Block				Depreciation				Net Block	
	AS AT 01.04.2021	Addition	Adjustment/ Deletion	AS AT 31.03.2022	AS AT 01.04.2021	Addition	Adjustment/ Deletion	AS AT 31.03.2022	AS AT 31.03.2022	AS AT 31.03.2021
Land & Land Rights	-	-	-	-	-	-	-	-	-	-
Buildings	51.09	0.74	-	51.83	13.53	1.70	-	15.23	36.60	37.57
Plant & Pipe Lines	-	-	-	-	-	-	-	-	-	-
Other Civil Works	-	-	-	-	-	-	-	-	-	-
Plant & Machinery	512.01	4.81	-	516.81	145.22	24.64	-	169.86	346.95	366.79
Lines, Cable Networks etc.	930.62	93.44	-	1,024.06	320.86	40.83	-	361.69	662.37	609.76
Vehicles	4.07	-	-	4.07	3.47	0.08	-	3.55	0.52	0.60
Furniture & Fixtures	2.16	0.04	-	2.20	1.31	0.08	-	1.39	0.80	0.85
Office Equipments	21.85	1.67	-	23.51	16.96	1.09	-	18.05	5.46	4.89
Total	**1,521.79**	**100.68**	-	**1,622.47**	**501.35**	**68.43**	-	**569.77**	**1,052.70**	**1,020.44**

Note-4

Assets not in Possession

Assets not in Possession of Company	-	-	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-	-	-

KANPUR

KANPUR ELECTRICITY SUPPLY COMPANY LIMITED
KESA HOUSE, CIVIL LINES, KANPUR-208001CIN:U40105UP1999SGC024626

Note-3

CAPITAL WORKS IN PROGRESS

(₹ in Crore)

Particulars	AS AT 01.04.2022	Additions	Deductions/ Adjustments	Capitalised During the Year	AS AT 31.12.2022
Capital Work in Progress	39.48	23.93	-	-6.04	57.37
Advance to Supplier/Contractor	60.56	-	-0.06	-	60.50
	100.04	**23.93**	**-0.06**	**-6.04**	**117.87**

Particulars	AS AT 01.04.2021	Additions	Deductions/ Adjustments	Capitalised During the Year	AS AT 31.03.2022
Capital Work in Progress	39.06	101.09	-	-100.68	39.48
PPE Adjustment of CWIP	-		-		-
Advance to Supplier/Contractor	87.77	0.06	-27.26	-	60.56
	126.83	**101.15**	**-27.26**	**-100.68**	**100.04**

KANPUR ELECTRICITY SUPPLY COMPANY LIMITED 14/71- KESA HOUSE, CIVIL LINES, KANPUR-208001CIN:U40105UP1999SGC024626

Note-5 A

INTANGIBLE ASSETS

(₹ in Crore)

Particulars	AS AT 31.12.2022	AS AT 31.03.2022
Intangible Assets		
Opening Balance	15.76	15.75
Addition	0.58	-
Dediction	4.91	4.12
Amortization	-	-
Closing Balance	11.43	11.63
Total	**11.43**	**11.63**

Note-5 B

INTANGIBLE ASSETS (UNDER DEVELOPMENT)

(₹ in Crore)

Particulars	AS AT 31.12.2022	AS AT 31.03.2022
Intangible Assets (Under Development)		
Opening Balance	-	-
Addition	-	-
Dediction	-	-
Closing Balance	-	-
Total	-	-

Note-6

FINANCIAL ASSETS - INVESTMENTS (NON-CURRENT)

(₹ in Crore)

Particulars	AS AT 31.12.2022		AS AT 31.03.2022	
UPPTCL-Investment in Share Capital	-		-	
Share Application Money	-		-	
Provision for Impairment on UPPTCL	-	-	-	-
Southern U.P.Power Transmission Co. Ltd.				
Equity Share Capital (Southern)	-		-	
Provision for Impairment-Southern UPPTCL	-	-	-	-
Other Investments-				
(a) 7.75% PFC Bonds	-		-	
(b) 7.59% HUDCO Bonds	-	-	-	-
Total		-		-

Note-7

FINANCIAL ASSETS - LOANS (NON-CURRENT)

(₹ in Crore)

Particulars	AS AT 31.12.2022		AS AT 31.03.2022	
Capital Advances				
NPCL LOAN	-		-	
Interest Accrued and Due	-		-	
Provision for Bad & Doubtful Debts Loan & Interest	-	-	-	-
Total		-		-

KANPUR ELECTRICITY SUPPLY COMPANY LIMITED
14/71- KESA HOUSE, CIVIL LINES, KANPUR-208001CIN:U40105UP1999SGC024626

Note-8

FINANCIAL ASSETS - OTHERS (NON-CURRENT)

(₹ in Crore)

Particulars	AS AT 31.12.2022		AS AT 31.03.2022	
UPPTCL				
Receivable	-		-	
Payable	-	-	-	-
Advance paid to State Govt. for freehold title of Land		7.44		7.44
Deposits				
Deposit with BSE for REF		-		-
UDAY Loss subsidy receivable from GoUP		-		-
Receivable from Govt. of U.P (Aatmnirbhar Scheme) Non Current		395.92		437.04
TDS F.Y. 2017-18		-		-
TDS F.Y. 2018-19		-		-
Total		**403.36**		**444.48**

Note-9

INVENTORIES

(₹ in Crore)

Particulars	AS AT 31.12.2022		AS AT 31.03.2022	
(a) Stores and Spares				
Stock of Materials - Capital Works	13.76		24.69	
Stock of Materials - O&M	42.55	56.32	37.34	62.03
PPE Adjustment				
(b) Others		-		-
B		**56.32**		**62.03**
Provision for Unserviceable Stores		-		-
Total		**56.32**		**62.03**

Note-10

FINANCIAL ASSETS - TRADE RECEIVABLES (CURRENT)

(₹ in Crore)

Particulars	AS AT 31.12.2022		AS AT 31.03.2022	
Sundry Debtors		-		-
Trade Receivables outstanding from Customers on account of Sale of Power				
Secured & Considered goods	179.34		181.63	
Unsecured & considered good	2,731.66		3,038.67	
Unsecured & Considered doubtful	500.10	3,411.10	524.14	3,744.43
Trade Receivables outstanding from Customers on account of Eletricity Duty				
Secured & Considered goods	-		-	
Unsecured & considered good	275.05		155.95	
Unsecured & Considered doubtful	47.25	322.30	25.38	181.33
Dabtors-Sale of Power (subsidiary)				
Dabtors Unbilled revenue	-		-	
Reversal of Purchased Cost	-		-	
Adjustment as per Point no. 37 of Note 31	-		-	
Add/Less: PPE Adjustment	-	-	-	-
Sub-Total		**3,733.41**		**3,925.76**
Allowance for Bad & Doubtful Debts		-547.35		-549.52
Total		**3,186.05**		**3,376.24**

Note-11-A

FINANCIAL ASSETS - CASH AND CASH EQUIVALENTS (CURRENT)

(₹ in Crore)

Particulars	AS AT 31.12.2022		AS AT 31.03.2022	
(a) Balance with Banks				
In Current & Other Account	32.74		81.49	
In Earmarked Bank A/c (IPDS)	0.00		0.02	
RPO Fund A/c	-		-	
PPE Adjustment of in Current & Other account	-		-	
Dep. with original maturity upto 3 months	-	32.74	-	81.50
(b) Cash in Hand				
Cash in Hand (Including Stamps in Hands)	0.00		0.05	
Cheque/Drafts in Hand	2.38		6.28	
Cash imprest with Staff	0.06	2.45	0.02	6.36
Total		**35.19**		**87.86**

Note-11-B

FINANCIAL ASSETS - BANK BALANCES OTHER THAN ABOVE (CURRENT)

(₹ in Crore)

Particulars	AS AT 31.12.2022	AS AT 31.03.2022
Deposit with original maturity of more than 3 months but less than 12 months	18.58	4.72
PPE Adjustments	-	-
Total	18.58	4.72

Note-12

FINANCIAL ASSETS - OTHERS (CURRENT)

(₹ in Crore)

Particulars	AS AT 31.12.2022		AS AT 31.03.2022	
Receivables (unsecured)				
Uttar Pradesh Government		21.36		-
Receivable from Govt. of UP (Aatmnirbhar Scheme)		54.02		51.60
Receivable from IREDA		-		-
Receivable from UPNEDA		-		-
Uttar Pradesh jal Vidyut Nigam Ltd.		-		-
UPRVUNL				
Receivable -UPRVUNL	-		0.00	
Payable -UPRVUNL	-	-	-	0.00
UPPTCL				
Receivable -UPPTCL	10.49		10.49	
Payable -UPPTCL	-	10.49	-	10.49
Receivable from GoUP		-		-
Subsidiaries of UPPCL				
KESCO	-		-	
DVVNL	6.61		7.33	
MVVNL	-		-	
PVVNL	-		-	
PuVVNL	-	6.61	-	7.33
Employees (Receivables)	0.34		0.38	
Provision for Doubtful receivables from Employees	-0.32	0.02	-0.29	0.09
UDAY Loss subsidy receivable from GoUP (Receivable in less than 12 months)		-		-
Others		-		-
Receivable on account of Loan & Deposit work (Unsecured)				
UPPCL	201.32		284.98	
Less: Liabilities against Loan	-	201.32	-	284.98
Prov. For Doubtful Receivables		-		-
Total		**293.83**		**354.48**

Note: Rec from GoUP includes Rs 21.36 crore on account of Tariff rebate

Note-13

OTHER CURRENT ASSETS

(₹ in Crore)

Particulars	AS AT 31.12.2022		AS AT 31.03.2022	
Advances (Unsecured/Considered Good)				
Suppliers/Contractors	-		-	
Less: Provision for Doubtful Advances	-	-	-	-
Tax Deducted at source		8.41		7.75
TDS- Other Receipts	-	-	-	-
Tax Collected at Source		-		-
Advances recoverable in Cash or in kind of value to be received				
Unsecured Considered Good	1.03		0.51	
Unsecured Considered Doubtful	2.21		2.21	
Provision for Doubtful Loans & Advances	-2.21	1.03	-2.21	0.51
Other Advances (Unsecured/Considered Good)	-		-	
Provision for Loss in Land acquisition process	-	-	-	-
Advance paid to State Govt. for freehold title of Land				
Misc. Recovery				
Unsecured Considered Good	0.75		0.75	
Unsecured Considered Doubtful	3.99		3.99	
Provision for Doubtful Loans & Advances	-3.99	0.75	-3.99	0.75
Income Accrued & Due		2.94		2.94
Income Accrued & but not Due		-		-
Prepaid Expenses		0.08		0.07
Inter Unit Transfers	-6.97		-6.97	
Less: Provision for Unsecured considered Doubtful	6.97	-	6.97	-
Total		**13.21**		**12.02**

Note-14

EQUITY SHARE CAPITAL

Particulars	AS AT 31.12.2022	AS AT 31.03.2022
(A) AUTHORISED :		
Rs 3000 crore (Previous Year 2000 respectively)		
300,00,00,000/-Equity shares of par value of Rs. 10/- each		
(previous year200,00,00,000/-Equity share of par value Rs. 10/- each)		
(B) ISSUED SUBSCRIBED AND FULLY PAID UP		
2249310184(Previous Year1984764969) Equity shares of par value Rs. 10/- each	2249.31	1984.77
Total	**2249.31**	**1984.77**

a) During the year, The Company has issued 264545215 Equity Shares of Rs. 10/- each only and has not bought back any shares.
b) The Company has only one class of equity shares having a par value Rs. 10/- per share.
c) During the period ended 31st December 2022, no dividend has been declared by board due to heavy accumulated losses.

d) Detail of Shareholders holding more than 5% share in the Company:

Shareholder's Name	AS AT 31.12.2022		AS AT 31.03.2022	
	No. of Shares	% of Holdings	No. of Shares	% of Holdings
U.P Power Corporation Ltd.	2249310215	100	1984765000	100

e) Reconciliation of No. of Shares

No. of Shares as on 01.04.2022	Issued During the Year	Buy Back during the Year	No. of Shares as on 31.12.2022
1984765000	264545215	0	2249310215

Note-15

OTHER EQUITY

Particulars	AS AT 31.12.2022		AS AT 31.03.2022	
A. Share Application Money (Pending For Allotment)		89.58		264.55
B. Capital Reserve				
(i) Consumers Contributions towards Service Line and other charges	287.09		267.82	
(ii) Subsidies towards Cost of Capital Assets	125.19		125.19	
(iii) APDRP Grant/Other Grants	-		-	
(iv) Uday Grant	-		-	
(iv)Amount Received Under IPDS	1.38		1.38	
(v) Others	-	413.66	-	394.39
C. Resturcturing Reserve		14.46		14.46
D. Surplus in Statement of P&L				
Opening Balance	-4,179.46		-3,961.28	
PPE Adjustment for year	-		-	
Restated Opening Balance	-4,179.46		-3,961.28	
Add: Subsidy under Atmanirbhar Scheme	-		-	
Add: Adjustment against Reserves & Surplus	-		-	
Add: Depreciation on expired life assets & earlier years	-		-	
Add: impact of Ind AS adjustment to ratained earnings	-		-	
Add: Operational Loss Subsidy	-		-	
Add: Profit/(Loss) for the year	-289.54		-215.45	
Add: Other Comprehensive Income/(Loss)	-		-2.72	
Less: Prior Period Expenditure/(Income)	-		-	
Add: Transferred from Capital Reserve	-		-	
Adjustment as per Point no. 37 of Note 31	-		-	
Other Reserves	-	-4,469.00	-	-4,179.46
E. General Reserve				
Opening Balance of General Reserve	-		-	
Add: Received during the year	-		-	
Less: Transfer to statement of P& L	-	-	-	-
Total		**-3,951.30**		**-3,506.06**

Note-16

FINANCIAL LIABILITIES - BORROWINGS (NON-CURRENT)

(₹ in Crore)

Particulars	AS AT 31.12.2022		AS AT 31.03.2022	
(A)SECURED LOANS				
TERM LOANS				
Power Finanace Corporation Ltd. (IPDS)	87.64		93.75	
	-	87.64	-	93.75
(B) UNSECURED LOANS				
9.70% Uday Bonds/Bonds	453.79		482.10	
REC	367.26		411.52	
PFC	638.20		734.93	
UP Government Loan (Others)	-	1,459.25	23.10	1,651.66
(C) BONDS/ LOANS RELATE TO DISCOMS(Secured)				
9.70% Non Convertible Bonds	365.30		365.30	
8.97% Rated Listed Bond	183.49		225.83	
10.15% Rated Listed Bonds	-		-	
9.75% Rated Listed Bonds	-		-	
8.48% Rated Listed Bonds	89.19		109.77	
9.95% Rated Listed Bonds	216.10		-	
Non-Convertable Bonds	-	854.08	-	700.90
Total		**2,400.96**		**2,446.31**

Note-17

FINANCIAL LIABILITIES - OTHERS (NON-CURRENT)

(₹ in Crore)

Particulars	AS AT 31.12.2022	AS AT 31.03.2022
Security Deposits From Consumers	179.34	181.63
Liability/Provision for Leave Encashment	57.98	55.79
Total	**237.32**	**237.41**

Note-18

FINANCIAL LIABILITIES - BORROWINGS (CURRENT)

(₹ in Crore)

Particulars	AS AT 31.12.2022		AS AT 31.03.2022	
Current Maturity of Long Term Borrowings (Other)	8.15		8.15	
Current Maturity of Long Term Borrowings through UPPCL	589.08		320.92	
Interest accured & due on borrowings	-		-	
Interest Accrued but not Due on Borrowings	2.73	599.96	2.73	331.80
Total		**599.96**		**331.80**

Note-19

FINANCIAL LIABILITIES - TRADE PAYABLE (CURRENT)

(₹ in Crore)

Particulars	AS AT 31.12.2022		AS AT 31.03.2022	
Liabilitiy for Purchase of Power from UPPCL	1,743.44		2,259.51	
Liabilitiy for Wheeling charges	88.30	1,831.74	92.74	2,352.26
Total		**1,831.74**		**2,352.26**

KESCO

Note-20

OTHER FINANACIAL LIABILITIES(CURRENT)

(₹ in Crore)

Particulars	AS AT 31.12.2022		AS AT 31.03.2022	
Liability for Capital Supplies/works		26.61		30.28
Liability for O&M Supplies/works		24.06		24.72
Deposits & Retentions from Suppliers & others		22.69		34.83
Electricity Duty & other levies payable to govt.		1,364.76		1,245.81
Deposit for Electrification works	-		-	
Deposit Works	55.02	55.02	52.54	52.54
Liabilties towards UPPCL CPF Trust		0.05		0.58
Liabilities for Gratuity on CPF Employees	-		-	
Liability for Leave Encashment	1.60	1.60	3.79	3.79
Staff related Liabilities		58.18		52.17
Other Liabilities Payable to:				
Uttar Pradesh Power Corporation Limited	59.30		52.90	
Madhyanchal Vidyut Vitran Nigam Limited	6.62		5.79	
Purvanchal Vidyut Vitran Nigam Limited	4.24		0.89	
Dakshinanchal Vidyut Vitran Nigam Limited	-		-	
Pashchimanchal Vidyut Vitran Nigam Limited	1.09		4.18	
Kesco	-	71.25	-	63.75
Sundry Liabilities	3.63		3.49	
Liabilities for GST	1.07	4.70	1.51	5.00
Liabilties towards UP Power Sector Employees Trust				
Provident Fund	2.85		3.88	
Provision for Interest on GPF Liability	-		-	
Pension & Gratuity Liability	1.32	4.17	6.39	10.27
Provision for Loss incurred by GPF Trust	77.09		77.09	
Provision for Loss incurred by CPF Trust	17.00	94.10	17.00	94.10
Provision for Interest on CPF Liability		-		-
Interest on Security Deposits from Consumer		47.72		41.88
Provision for Loss incurred by (CPF and GPF Trust)		-		-
Total		**1,774.92**		**1,659.72**

Note-21

PROVISIONS (CURRENT)

(₹ in Crore)

Particulars	AS AT 31.12.2022	AS AT 31.03.2022
Legal & Professional Charges	-	-
Provision for Income Tax	-	-
Total	-	-

Note-22

REVENUE FROM OPERATIONS (GROSS)

(₹ in Crore)

Particulars	QUARTER ENDED						YEAR TO DATE				YEAR ENDED	
	31.12.2022		30.09.2022		31.12.2021		01.04.2022 to 31.12.2022		01.04.2021 to 31.12.2021		31.03.2022	
	UNAUDITED										AUDITED	
Domestic	262.85		384.94		209.65		1,016.53		809.24		1,031.31	
Commercial	89.11		103.45		83.55		296.17		255.84		274.75	
Industrial Low & Medium Voltage	-		-		-		-		-		-	
Public Lighting	14.84		12.63		9.55		38.37		30.60		52.28	
Prior Period Adjustment of Public Lighting	-		-		-		-		-		-	
STW & Pump Canals	-		-		-		-		-		-	
Prior Period Adjustment of STW & Pump Ca	-		-		-		-		-		-	
PTW & Sewage Pumping	0.01		0.01		0.02		0.04		0.07		0.05	
Institution	5.06		7.51		4.80		20.43		16.14		60.90	
Small Power (LMV VI)	69.94		75.02		78.52		219.72		244.91		327.37	
Water Work (LMV VII)	23.70		26.97		27.25		80.04		78.81		113.37	
Temp Connection (LMV IX)	-		-		-		-		-		8.37	
LMV-XI	0.87		0.80		-		2.15		-		0.85	
Prepaid	-		-		-		-		-		36.72	
Large & Heavy (HV I)	71.08		75.25		105.45		207.69		243.67		197.99	
Large & Heavy (HV II)	139.24		163.45		115.97		454.04		231.94		605.38	
Railways	-		-		-		-		-		-	
Miscelleneous Charges form Consumers	-		-		-		-		-		-	
Energy Internally Consumed	8.29		11.00		9.13		29.40		28.39		35.18	
Electricity Duty	39.89	724.87	52.68	913.71	82.21	726.10	141.01	2,505.59	123.00	2,062.60	153.86	2,898.38
Other Operating Revenue												
Extra State Consumer		-		-		-		-		-		-
		724.87		913.71		726.10		2,505.59		2,062.60		2,898.38
Less: Electricity Duty		-39.89		-52.68		-82.21		-141.01		-123.00		-153.86
Total		**684.98**		**861.03**		**643.89**		**2,364.58**		**1,939.60**		**2,744.52**

Note-23

OTHER INCOME

(₹ in Crore)

Particulars	QUARTER ENDED						YEAR TO DATE				YEAR ENDED	
	31.12.2022		30.09.2022		31.12.2021		01.04.2022 to 31.12.2022		01.04.2021 to 31.12.2021		31.03.2022	
	UNAUDITED										AUDITED	
From U.P. Govt.												
Subsidy for Operational Losses	12.19		40.72		-		108.78		0.10		219.96	
	-	12.19	-	40.72	-	-	-	108.78	-	0.10	-	219.96
(a) Interest from :												
Fixed Deposits	0.03		0.24		0.53		0.65		3.24		4.05	
Others	-	0.03	-	0.24	-	0.53	-	0.65	-	3.24	-	4.05
PPE Adjustment of interest from others	-		-		-		-		-		-	
(b) Other non operating income												
Delayed Payment Charges	-		-		-		-		-		32.75	
Income from Contractors/Suppliers	-		-		-		-		-		-	
Rental from Staff	0.02		0.03		0.02		0.08		4.24		2.91	
Miscellenous Income/ Receipts	0.01		0.00		0.00		-4.07		0.00		0.05	
Excess found on Verification of Stores	-		-		-		-		-		-	
Other Recoveries from Consumers	0.26		0.51		0.21		1.12		0.60		2.81	
Sale of Scrap	-		-		0.12		0.42		0.45		0.45	
Penalty from Contractors	0.20		0.27		0.93		0.85		1.52		4.14	
Balance Write/off	-		-		-		-		-		-	
Sale of Tender Forms	0.03		0.10		0.02		0.26		0.14		0.15	
Interest on Income Tax Refund	-	0.52	-	0.91	-	1.31	-	-1.35	-	6.94	-	43.26
UDAY Loss subsidy receivable from GoUP	-		-		55.27		-		157.41		-	
Prior Period Adjustment of other non	-		-		-		-		-		-	
operating income	-		-		-	55.27	-		-	157.41	-	
Total		12.74		41.87		57.10		108.07		167.69		267.27

Note-24

PURCHASE OF POWER

(₹ in Crore)

Particulars	QUARTER ENDED						YEAR TO DATE				YEAR ENDED	
	31.12.2022		30.09.2022		31.12.2021		01.04.2022 to 31.12.2022		01.04.2021 to 31.12.2021		31.03.2022	
	UNAUDITED										AUDITED	
Transmission Charges	20.07		28.99		20.40		72.85		70.21		100.71	
PURCHASE FROM OTHERS	-	20.07	-	28.99	-	20.40	-	72.85	-	70.21	-	100.71
Power Purchase from:												
Power Purchase from UPPCL		702.35		829.53		563.98		2,148.31		1,717.28		2,440.29
Total		**722.42**		**858.52**		**584.37**		**2,221.16**		**1,787.49**		**2,541.00**

Note-25

EMPLOYEE BENEFIT EXPENSES

(₹ in Crore)

Particulars	QUARTER ENDED 31.12.2022 (UNAUDITED)	QUARTER ENDED 30.09.2022 (UNAUDITED)	QUARTER ENDED 31.12.2021 (UNAUDITED)	YEAR TO DATE 01.04.2022 to 31.12.2022 (UNAUDITED)	YEAR TO DATE 01.04.2021 to 31.12.2021 (UNAUDITED)	YEAR ENDED 31.03.2022 (AUDITED)
Salaries & Allowances	21.45	18.29	18.88	58.54	58.77	81.68
Dearness Alloance	7.46	7.11	5.99	20.41	12.56	20.10
Other Allowances	1.50	1.52	1.51	4.81	4.71	6.28
Bonus/Ex.Gratia	0.03	0.02	0.02	0.06	0.17	0.20
Medical Expenses (Reimbursement)	0.65	0.64	0.47	1.71	1.58	2.18
Leave Travel Assistance	-	-	-	-	-	-
Earned Leave Encashment	1.27	1.84	1.27	4.58	4.14	11.24
Compensation	-	-	-	-	-	-
Staff Welfare Expenses	0.01	0.02	-0.24	0.08	0.05	0.08
Pension & Gratuity	-	-	-	-	-	12.01
Expenditure on Trust	-	-	-	-	-	-
Contributions to provident and other funds	1.06	1.12	1.15	3.19	3.03	3.85
Others	-	-	-	-	-	-
Others/Compensation	0.07	0.12	0.06	1.35	0.16	0.27
Sub Total	**33.51**	**30.68**	**29.11**	94.73	**85.16**	**137.88**
Expense Capitalised	0.03	-	-	-0.03	-	-9.55
Total	**33.53**	**30.68**	**29.11**	94.70	**85.16**	**128.34**

Note-26

FINANCE COST

Particulars	3 Months ended 31.12.2022		Preceeding 3 Months ended 30.09.2022		Corresponding 3 Months ended 31.12.2021		Year to date for current period ended 01.04.2022 to 31.12.2022		Year to date for previous year ended 01.04.2021 to 31.12.2021		For the Year ended on 31.03.2022	
(a) Interest on Loans												
Working Capital	-		-		-		-		-		-	
Interest expenses on Borrowings	58.00		76.15		62.12		201.57		199.09		238.99	
Less- Rebate of Timely Payment of Interest	-0.06	57.94	-0.19	75.96	-0.07	62.05	-0.25	201.32	-0.20	198.88	-0.20	238.78
(b) other borrowing costs												
Finance Charges/Cost of Raising Fund	3.62		1.49		1.43		6.36		2.90		9.98	
Bank Charges	-		-		-		-		-		-	
Service fees	-		-		-		-		-		-	
Guarantee Charges	-	3.62	-	1.49	-	1.43	-	6.36	-	2.90	-	9.98
(c)Interest on Loans												
Interest on Govt Loan	-		-		-		-		-		-	
Interest on Bonds	-		-		-		-		-		-	
NOIDA	-		-		-		-		-		-	
PFC	-		-		-		-		-		-	
PPE Adjustment	-		-		-		-		-		-	
R-APDRP	-		-		-		-		-		-	
REC	-		-		-		-		-		-	
PPE Adjustment	-		-		-		-		-		-	
Bank Loan	-		-		-		-		-		-	
Interest on GPF	-		-		-		-		-		-	
Interest on CPF	-		-		-		-		-		-	
Interest to Consumers	1.95		1.95		7.38		5.84		11.18		7.52	
Provision of Int. on ED/Liecence Fee/GPF	-		-		-		-		-		-	
Interest on Secured Loan	-		-		-		-		-		-	
Interest/Stamp Duty on Bill Discounted for PP	-	1.95	-	1.95	-	7.38	-	5.84	-	11.18	-	7.52
Sub Total		**63.52**		**79.41**		**70.87**		213.52		**212.97**		**256.28**
Interest Capitalised		-		-		-		-		-		-
Total		**63.52**		**79.41**		**70.87**		213.52		**212.97**		**256.28**

KANPUR

Note-27

DEPRECIATION AND AMORTIZATION EXPENSE

(₹ in Crore)

Particulars	QUARTER ENDED						YEAR TO DATE				YEAR ENDED	
	31.12.2022		30.09.2022		31.12.2021		01.04.2022 to 31.12.2022		01.04.2021 to 31.12.2021		31.03.2022	
	UNAUDITED										AUDITED	
Depreciation on -												
Land & Land Rights	-		-		-		-		-		-	
Buildings	0.43		0.43		0.42		1.28		2.82		1.70	
Other Civil Works	-		-		-		-		-		-	
Plant & Machinary	6.22		6.16		4.95		18.54		15.10		24.64	
Lines Cables Networks etc.	10.31		10.21		10.88		30.72		33.32		40.83	
Vehicles	0.02		0.02		0.02		0.06		0.06		0.08	
Furnitures & Fixtures	0.02		0.02		0.02		0.06		0.06		0.08	
Office Equipments	0.87		0.86		0.71		1.79		2.19		3.45	
Intangible Assets	-		-		-		-		-		-	
Equivalent amount of dep. on assets aquired out of the consumer's contribution & GoUP subsidy	-4.42	13.45	-4.38	13.32	-3.67	13.33	-13.17	39.29	-11.51	42.05	-16.48	54.31
Capital Expenditure Assets not pertains to Corporation/Nigam		-		-		-		-		-		-
Total		13.45		13.32		13.33		39.29		42.05		54.31

Note-28

ADMINISTRATIVE, GENERAL & OTHER EXPENSES

(₹ in Crore)

Particulars	QUARTER ENDED			YEAR TO DATE		YEAR ENDED
	31.12.2022	30.09.2022	31.12.2021	01.04.2022 to	01.04.2021 to	31.03.2022
	UNAUDITED					AUDITED
Interest Expense on Electricity duty	26.49	25.86	22.92	77.17	64.60	94.08
Rent	-	-	-	-	-	-
Rates & Taxes	-	0.01	-	0.01	0.04	1.83
Insurance	-	-	-	0.00	0.28	0.22
Communication Charges	0.14	0.17	0.18	0.53	0.64	0.70
Legal Charges	0.13	0.11	0.10	0.52	0.40	0.62
Auditors Remuneration & Expenses	-	-	-	-	0.03	0.05
Consultancy Charges	-	-	-	-	-	-
Licence Fees	-	-	-	-	-	-
Technical Fees & Professional Charges	-	-	-	-	-	-
Travelling & Conveyance	0.03	0.14	0.04	0.22	0.17	0.22
Printing & Stationary	0.02	0.15	0.02	0.18	0.05	0.16
Advertisement Expenses	0.07	0.19	0.29	0.33	0.55	0.72
Electricity Charges	4.49	4.49	-	13.47	-	14.56
Incentive Amount (Incentive Scheme to prevent the theft of Electricity)	-	-	-	-	-	-
Miscellaenous Expenses	3.44	2.09	1.32	7.56	7.77	10.87
Expenses incurred for Revenue Realisation	-	-	-	-	-	-
Compensation	-	-	-	-	-	-
Vehicle Expenses	-	-	-	-	-	-
Fees & Subscription	1.00	4.20	2.37	6.38	3.48	5.32
Online, Spot Billing & Camp Charges	10.47	3.56	9.73	15.78	17.64	23.02
Loss on sale of Assets Scrapped	-	-	-	-	-	-
Security charges	4.81	6.34	5.93	15.76	13.24	17.88
Rebate to consumer	-	-	-	-	-	15.45
Sub Total	**51.08**	**47.32**	**42.91**	**137.90**	**108.89**	**185.69**
Expenses Allocated to DISCOMs and Others	-	-	-	-	-	-
Total	**51.08**	**47.32**	**42.91**	**137.90**	**108.89**	**185.69**

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Note-29

REPAIRS AND MAINTENANCE

(₹ in Crore)

Particulars	QUARTER ENDED						YEAR TO DATE				YEAR ENDED	
	31.12.2022		30.09.2022		31.12.2021		01.04.2022 to 31.12.2022		01.04.2021 to 31.12.2021		31.03.2022	
	UNAUDITED										AUDITED	
Plant & Machinary	6.55		6.07		4.88		19.24		17.24		28.85	
Buildings	0.79		0.40		6.10		1.47		15.95		2.84	
Other Civil Works	2.28		2.04		1.57		5.65		4.15		5.60	
Lines, Cables Networks etc	7.71		11.33		5.52		31.44		16.28		30.78	
Less: Transferred to different Capital & O&M Works/ Administrative Exp	-	17.32	-	19.83	-	18.07	-	57.79	-	53.61	-	68.07
Sub Total		17.32		19.83		18.07		57.79		53.61		68.07
Expenses Allocated to DISCOMS and Others		-		-		-		-		-		-
Total		17.32		19.83		18.07		57.79		53.61		68.07

Note-30

BAD DEBTS & PROVISIONS

(₹ in Crore)

Particulars	3 Months ended 31.12.2022		Preceeding 3 Months ended 30.09.2022		Corresponding 3 Months ended 31.12.2021		Year to date for current period ended 01.04.2022 to 31.12.2022		Year to date for previous year ended 01.04.2021 to 31.12.2021		For the Year ended on 31.03.2022	
Bad Debts written off-Others		-		-		-		-		-		-
Bad Debts (Impairment in investment)		-		-		-		-		-		-
PROVISIONS												
Doubtful Debts (Sale of Power)	-0.29		-6.71		3.39		-2.17		7.18		-99.27	
Doubtful Loans and Advances												
Doubtful Advances	-		-		-		-		-		-0.44	
Bad and Doubtful Debts	-		-		-		-		-		-	
Provision (Other)/Loss in Land acquisition process	-		-		-		-		-		-	
Adjuntment of Provision as per Actuarial Valuation Report	-	-0.29	-	-6.71	-	3.39	-	-2.17	-	7.18	-	-99.70
Doubtful Advances(Suppliers/ Contractor)												
Doubtful Other Current Assets (Receivables)	-		-		-		-		-		-0.85	
Doubtful Financial Assets (Others)	-		-		-		-		-		-	
Provision For Impairment of Assets	-		-		-		-		-		-	
Loss of Materials	-		-		-		-		-		-	
Advances to Supplier/Contrator	-		-		-		-		-		-	
Provision for Theft of Fixed Assets/Estimated Lo	-	-	-	-	-	-	-	-	-	-	-	-0.85
		-0.29		-6.71		3.39		-2.17		7.18		-100.55

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Kanpur Electricity Supply Company Ltd.

CIN U40105UP1999SGC024626

NOTE NO. 1A

SIGNIFICANT ACCOUNTING POLICY

1. **REPORTING ENTITY**

Kanpur Electricity Supply Company (KESCo), is a company domiciled in India having its registered address at 'KESA House',14/71, Civil Lines Kanpur. The Company is a wholly owned subsidiary of U.P. Power Corporation Limited, Lucknow(A State Govt. Company) and is engaged in the distribution of electricity in its specified area.

2. **GENERAL/BASIS OF PREPARATION**

(a) The financial statements are prepared in accordance with the applicable provisions of the Companies Act, 2013. However where there is a deviation from the provisions of the Companies Act, 2013 in preparation of these accounts, the corresponding provisions of Electricity (Supply) Annual Accounts Rules 1985 have been adopted.

(b) The accounts are prepared under historical cost convention, on accrual basis, unless stated otherwise in pursuance of Ind AS, and on accounting assumption of going concern.

(c) Insurance and Other Claims, Refund of Interest on Income Tax & Other taxes,Interest on loans to staff is accounted for on receipt basis after the recovery of principal in full.

(d) **Statement of compliance**

The financial statements are prepared on accrual basis of accounting, unless stated otherwise, and comply with the Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 and subsequent amendments thereto, the Companies Act, 2013 (to the extent notified and applicable), applicable provisions of the companies Act, 1956, and the provisions of the Electricity Act, 2003 to the extent applicable.

These financial statements were authorized for issue by Board of Directors on 01.02.2023

Functional and presentation currency

The financial statements are prepared in Indian Rupee (₹) in crores, which is the Company's functional currency. All financial information presented in Indian rupees has been rounded to the nearest rupees in Crore (up to two decimals), except as stated otherwise.

(e) **Use of estimates and management judgments**

The preparation of financial statements require management to make judgments, estimates and assumptions that may impact the application of accounting policies and the reported value of asset, liabilities, income, expenses and related disclosures concerning the items involved as well as contingent Assets and Liabilities at the balance sheet date. The estimates and management's judgments are based on previous experience and other factor considered reasonable and prudent in the circumstances. Actual results may differ from this estimate.

Estimates and Underlying assumptions are reviewed as on ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate are reviewed and if any future periods affected.

(f) **Current and non-current classification**

1)The Company presents assets and liabilities in the balance sheet based on current/non-current classification.

An asset is current when it is:

- Expected to be realized or intended to sold or consumed in normal operating cycle;
- Held primarily for the purpose of trading;
- Expected to be realized within twelve months after the reporting period; or
- Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

All other assets are classified as non-current.

A liability is current when:

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

All other liabilities are classified as non-current.

3. SIGNIFICANT ACCOUNTING POLICIES

I- PROPERTY, PLANT AND EQUIPMENT

(a) Property, Plant and Equipmentare shown at historical cost less accumulated depreciation.

(b) All costs relating to the acquisition and installation of Property, Plant and Equipmenttill the date of commissioning are capitalized.

(c) Consumer Contribution, Grants and Subsidies received towards cost of capital assets are treated initially as capital reserve and subsequently amortized in the proportion in which depreciation on related asset is charged.

(d) In the case of commissioned assets, where final settlement of bills with the contractor is yet to be affected, capitalization is done, subject to necessary adjustment in the year of final settlement.

(e) Due to multiplicity of functional units as well as multiplicity of functions at particular unit, Employees cost to capital works are capitalized @ 15% on deposit works, 13.50% on Distribution works and @ 9.5% on other works on the amount of total expenditure.

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(f) Borrowing cost during construction stage of capital assets are capitalized as per provisions of Ind AS-23.

II- CAPITAL WORK-IN-PROGRESS

Property, Plant and Equipment those are not yet ready for their intended use are carried at cost under Capital Work-In-Progress, comprising direct costs, related incidental expenses and attributable interest.

The value of construction stores is charged to capital work-in-progress as and when the material is issued. The material at the year end lying at the work site is treated as part of capital work in progress.

III- INTANGIBLE ASSETS

Intangible assets are measured on initial recognition at cost. Subsequently the intangible assets are carried at cost less accumulated amortization/accumulated impairment losses. The amortization has been charged over its useful life in accordance with Ind AS-38.

An intangible asset is derecognized on disposal or when no future economic benefits are expected from its use.

IV- DEPRECIATION

(a) In terms of Part-B of Schedule-II of the Companies Act, 2013, The Compay has followed depreciation rate/useful life using the stright line method and residual value of Property, Plant and Equipment as notified by the UPERC Tarrif Regulations.
In Case of change in rates/useful life and residual value, the effect of change is recognized prospectively.

(b) Depreciation on additions to / deductions from Property, Plant and Equipment during the year is charged on Pro rata basis.

V- STORES & SPARES

(a) Stores and Spares are valued at cost.

(b) As per practice consistently followed by the Company, Scrap is accounted for as and when sold.

(c) Any shortage /excess of material found during the year end are shown as "material short/excess pending investigation" till the finalization of investigation.

VI- REVENUE/ EXPENDITURE RECOGNITION

(a) Revenue from sale of energy is accounted for on accrual basis.

(b) Late payment surcharge recoverable from consumers on energy bills is accounted for on cash basis due to uncertainty of realisation.

(c) The sale of electricity does not include electricity duty payable to the State Government.

(d) Sale of energy is accounted for based on tariff rates approved by U.P. Electricity Regulatory Commission.

(e) In case of detection of theft of energy, the consumer is billed on laid down norms as specified in Electricity Supply Code.

(f) Penal interest, over due interest, commitment charges, restructuring charges and incentive/rebates on loans are accounted for on cash basis after final ascertainment.

VII- POWER PURCHASE

Power purchase is accounted for in the books of Corporation as below:

(a) The Bulk purchase of power is made available by the holding company (U.P. Power Corporation Limited) and the cost of Power Purchase is accounted for on accrual basis at the rates approved/bills raised by UPPCL.

(b) Transmission charges are accounted for on accrual basis on bills raised by the U.P Power Transmission Corpration Limited at the rates approved by UPERC.

VIII- EMPLOYEE BENEFITS

(a) Liability for Pension & Gratuity in respect of employees has been determined on the basis of acturial valuation and has been accounted for on accrual basis.

(b) Medical benefits and LTC are accounted for on the basis of claims received and approved during the year.

(c) Leave encashment has been accounted for on accrual basis.

IX- PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS

(a) Accounting of the Provisions is made on the basis of estimated expenditures to the extent possible as required to settle the present obligations.

(b) Contingent assets and liabilities are disclosed in the Notes on Accounts.

(c) The Contingent assets of unrealisable income are not recognised.

X- GOVERNMENT GRANT, SUBSIDIES AND CONSUMER CONTRIBUTIONS

Government Grants (Including Subsidies) are recognised when there is reasonable assurance that it will be received and the company will comply the conditions attached, if any, to the grant. The amount of Grant, Subsidies and Loans are received from the State Government by the UPPCL centrally, being the Holding Company and distributed by the Holding Company to the DISCOMS.

Consumer Contributions, Grants and Subsidies received towards cost of capital assets are treated initially as capital reserve and subsequently amortized in the proportion in which depreciation on related asset is charged.

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XI- FOREIGN CURRENCY TRANSACTIONS

Foreign Currency transactions are accountedat the exchange rates prevailing on the date of transaction. Gains and Losses, if any, as at the year end in respect of monetary assets and liabilities are recognized in the Statement of Profit and Loss.

XII- DEFERRED TAX LIABILITY

Deferred tax liability of Income Tax (reflecting the tax effects of timing difference between accounting income and taxable income for the period) is provided on the profitability of the Company and no provision is made in case of current loss and past accumulated losses as per Para 34 of Ind AS 12 "Income Taxes".

XIII- STATEMENT of CASH FLOWS

Cash Flow Statement is prepared in accordance with the indirect method prescribed in Ind AS – 7'Statement ofCash Flow'.

XIV- FINANCIAL ASSETS

Initial recognition and measurement:
Financial assets of the Company comprises, Cash & Cash Equivalents, Bank Balances, Trade Receivable, Advance to Contractors, Advance to Employees, Security Deposits, Claim recoverables etc. The Financial assets are recognized when the company become a party to the contractual provisions of the instrument.
All the Financial Assets are recognized initially at fair value plus transaction cost that are attributable to the acquisition or issue of the financial assets as the company purchase/acquire the same on arm length priceand the arm length price is the price on which the assets can be exchanged.

Subsequent Measurement:

A- **Debt Instrument:-** A debt instrument is measured at the amortized cost in accordance with Ind AS 109.

B- **Equity Instrument:-** All equity investments in entities are measured at fair value through P & L (FVTPL) as the same is not held for trading.

Impairment on Financial Assets- Expected credit loss or provisions are recognized for all financial assets subsequent to initial recogniztion. The impairment losses and reversals are recognized in Statement of Profit & Loss.

XV- FINANCIAL LIABILITIES

Initial recognition and measurement:
Financial liabilities are recognised when the Company becomes a party to the contractual provisions of the instruments. All the financial liabilities are recognised initially at fair value. The Company's financial liabilities include trade payables, borrowingsand other payables.

Subsequent Measurement:
Borrowings have been measured at fair value using effective interest rate (EIR) method. Effective interest rate method is a method of calculating the amortised cost of a financial instrument and of allocating interest and other expenses over the relevant period. Since each borrowings has its own separate rate of interest and risk, thereforethe rate of interest at which they are existing is treated as EIR.
Trade and other payables are shown at contractual value/amortized cost.

A financial liability is derecognised when the obligation specified in the contract is discharged, cancelled or expired.

XVI- MATERIAL PRIOR PERIOD ERRORS

Material prior period errors are corrected retrospectively by restating the comparative amount for the prior periods presented in which the error occurred. If the error occurred before the earliest period presented, the opening balance of assets, liabilities and equity for the earliest period presented, are restated.

For Kanpur Electricity Supply Company Limited

(Anand Kumar)
Dy. C.A.O. & C.F.O.

(Abha Sethi Tandon)
Company Secretary

(H. K. Agarwal)
Director (Finance)
DIN No. 09696796

(Anil Dhingra)
Managing Director
DIN No. 09342888

KANPUR Chartered Accountants

UDIN: 23417069BGWPLI8347

KANPUR ELECTRICITY SUPPLY COMPANY LIMITED
14/71, CIVIL LINES, KESA HOUSE, KANPUR (U.P.)

Note No. 1 B

NOTES ON ACCOUNTS FORMING PART OF THE BALANCE SHEET AS AT 31st Dec,2022 AND STATEMENT OF PROFIT& LOSS ACCOUNT FOR THE PERIOD APR-22 TO Dec-22

1. Kanpur Electricity Supply Company Ltd. (KESCo) ,is a company domiciled in India having its registered address at 'KESA House',14/71,Civil Lines Kanpur. The company is registered under the erstwhile Companies Act, 1956 and was incorporated through the Transfer Scheme dated 15th January, 2000, wherein the assets, liabilities and personnel of Kanpur Electricity Supply Administration (KESA) under erstwhile Uttar Pradesh State Electricity Board (UPSEB) were transferred to KESCo. Subsequently the UP Electricity Regulatory Commission, in exercise of the powers conferred on it under Section 15 of the Uttar Pradesh Electricity Reform Act, 1999 (Uttar Pradesh Act No.24 of 1999), granted KESCO on 4th October 2000 a distribution license for a period of 30 years for carrying out the business of Distribution and Retail Supply of electrical energy within its license area.

2. The Company is a wholly owned subsidiary of U.P. Power Corporation Limited, Lucknow (A State Govt. company) and is engaged in the distribution of electricity in its specified area.

3. The amount of Loans, Subsidies and Grants were received from the State Government by the Uttar Pradesh Power Corporation Limited centrally, being the Holding Company and distributed by the Holding Company to the DISCOMs, which have been accounted for accordingly.

4. The share capital include 700 Equity shares of ₹ 10 each allotted to subscribers of Memorandum of Association

5. The loan taken by the Company during the Apr-Dec,2022 amounted to ₹ 77.90 Crores out of which Rs Nil was taken directly by KESCo and ₹ 77.90 Crores was taken by Holding Company i.e. UPPCL for and on behalf of KESCo as per details given below:-

Particulars	FY Apr-Dec,22 (₹ in Crore)	FY 2021-22 (₹ in Crore)
Taken directly by KESCo	Nil	Nil
Taken by UPPCL on behalf of KESCo-		
(a) REC	77.90	66.39
(b) PFC	186.42	66.39
Total	264.32	132.78

6. The Board of Directors of KESCO has escrowed all the Revenue receipt accounts in favour of U.P. Power Corporation Limited, Lucknow. The Holding Company has been further authorized to these escrow revenue accounts for raising or borrowing the funds for & on behalf of KESCO for all necessary present and future financial needs including Power Purchase obligation

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KANPUR ELECTRICITY SUPPLY COMPANY LIMITED
14/71, CIVIL LINES, KESA HOUSE, KANPUR (U.P.)

7. Based on actuarial valuation report dt. 9.11.2000 submitted by M/s Price Waterhouse Coopers to UPPCL (the Holding Company) provision for accrued liability on account of Pension and Gratuity has been made @16.70% and 2.38% respectively on the amount of Basic pay, Grade pay and DA paid to erstwhile UPSEB employees.
A part from this,with respect to employees appointed under KESCo after 14.01.2000, the provision for accrued liability on account of Gratuity has been made as per separate actuarial valuation report by M/s Mithras Consultants, Actuarial valuators and liability on account of earned leave encashment for all employees has also been made as per actuarial valuation report by M/s Mithras Consultants.

8. Revenue from Operation
Revenue from Sale of Power is recognized on satisfaction of performance obligation upon supply of power to the consumers at an amount that reflects the consideration (As per UPERC Tariff), the Company expects to receive in exchange for those supplied power.

9. Consumer Contribution received under Deposit work has been amortized in the proportion in which depreciation on related assets is charged to allocate the transaction price over a period of life of assets.

10.

a) Property, Plant & Equipment including Land remained with the company after notification of final transfer scheme are inherited from erstwhile UPSEB which had been the title holder of the such Property, Plant & Equipment. The title deeds of new Property, Plant & Equipment created after incorporation of the company, are held in the respective units where such Property, Plant & Equipment were created/purchased.

b) In terms of powers conferred by the Notification no. GSR 627(E) dated 29 August 2014 of Ministry of Corporate Affairs, Govt. of India, the Depreciation/Amortization on Property, Plant & Equipment/Intangible Assets have been calculated taking into consideration the rate of depreciation for Property, Plant & Equipment as provided in the orders of UPERC (Multiyear Tariff for Distribution and Transmission) Regulations,2019 .

c) Land of the company is on lease from UPPCL at ₹. 1.00 per month as per the transfer scheme.

11. Capitalization of Interest on borrowed fund utilized during construction stage of Capital Assets is done by identifying the Schemes/Assets and the funds used for the purpose to the extent established.

12. Balances appearing under the heads 'Other Non-Current Assets','Other Current Financial Assets', 'Other Current Assets''Other Current Financial Liabilities', 'Other Current liabilities', 'Material in transit/ under inspection/lying with contractors are subject to confirmation.

13. Basic and diluted earnings per share has been shown in the Statement of Profit & Loss in accordance with Ind AS-33" Earnings Per Share". Basic earnings per share have been computed by dividing net loss by the weighted average number of equity shares outstanding during the year.

Earnings Per Share
Amount ₹ in Crore

Particulars	Apr-Dec	FY 2021-22
Net Profit after tax (₹ in Crore) (Numerator used for calculation of Basic and Diluted EPS)	(289.54)	(218.18)
Weighted average number of Equity Shares (in Crore) (denominator for calculating Basic EPS)	224.93	197.77
Basic earnings per share of ₹ 10/- each	(1.46)	(1.10)

As per para 43 of Ind AS-33 issued by the Institute of Chartered Accounts of India, Potential Equity Shares are treated as Anti-Dilutive as their conversion to Equity Shares would decrease loss per share. Therefore, effect of Anti-Dilutive Potential Equity Shares is ignored in calculating Dilutive Earnings Per Share) * for FY 2021-22

14. Amount due to Micro, Small and medium enterprises (under the MSMED Act 2006) could not be ascertained and interest thereon could not be provided for want of sufficient related information. However, the company is in process to obtain the complete information in this regard.

15. Bill of power purchase and transmission charges is being taken in to account as per the bills raised by UPPCL/UPPTCL.

16. Payment to Directors and Officers in foreign currency towards foreign tour was NIL (Previous year NIL).

17. Debts due to/from Directors were Nil (Previous year Nil)

18. Since the Company is principally engaged in the distribution business of Electricity and there is no other reportable Operating segment as per Ind AS-108, hence the disclosure as per Ind AS-108 on operating segment reporting is not required.

19. Related Party Disclosure as per Ind AS 24

A-List of Related Parties

(a)List of Parent, Subsidiary and Associates of Parent Company:-

Company/Govt	Nature
Government of Uttar Pradesh	Holding Company,UPPCL is a Govt of UP undertaking
Uttar Pradesh Power Corporation Ltd.	Holding Company
DakshinanchalVidyutVitran Nigam Ltd	Subsidiary of Holding Company
PaschimanchalVidyutVitran Nigam Ltd	Subsidiary of Holding

	Company
MadhyanchalVidyutVitran Nigam Ltd	Subsidiary of Holding Company
PoorvanchalVidyutVitran Nigam Ltd	Subsidiary of Holding Company
Sonebhadra Power Generation Company Limited	Subsidiary of Holding Company
Southern UP Power Transmission Corporation Limited	Subsidiary of Holding Company
Yamuna Power Generation Company Limited	Associates of Holding Company

(b) Key Management Personnel: -

S. No	Name	Designation	Working Period for FY Q2,21-22	
			From	Up to
Key managerial personnel of KESCo				
1	Sri M Devaraj ,IAS	Chairman	10.03.2021	31.12.2022
2	Sri Pankaj Kumar, IAS	Managing Director, UPPCL (Nominee Director)	10.03.2021	31.12.2022
3	Sri Anil Dhingra, IAS	Managing Director, KESCo	12.02.2021	31.12.2022
4	Sri Nidhi Narang	Director (Finance),UPPCL	01.06.2022	31.12.2022
5	Sri HK Agarwal	Director (Finance),KESCo	12.12.2022	31.12.2022
6	Sri Sanjay Srivastava	Director (Technical)	20.01.2021	31.12.2022
7	Sri Vishakh G Iyer	DM Kanpur,(Nominee Director)	08.06.2022	31.12.2022
8	Smt Saumya Agarwal, IAS	Women Director	28.07.2020	29.08.2022
9	Smt Yashu Rustagi,IAS	Women Director	29.08.2022	31.12.2022
10	Smt Abha Sethi Tandon	Company Secretary	14.03.2013	31.12.2022

c).
The Company is a State Public Sector Undertaking (SPSU) controlled by State Government by holding majority of shares through its holding company (UPPCL). Pursuant to Paragraph 25 & 26 of Ind AS 24, entities over which the same government has control or joint control, or significant influence, then the reporting entity and other entities shall be regarded as related parties. The Company has applied the exemption available for Government related entities and has made limited disclosures in the financial statements. Such entities from which Company have significant transactions includes but not limited to U.P Power Transmission Corporation Limited.

d)Post-Employment Benefit Plan: -
Uttar Pradesh State Power Sector Employees Trust.

KANPUR Chartered Accountants

KANPUR ELECTRICITY SUPPLY COMPANY LIMITED
14/71, CIVIL LINES, KESA HOUSE, KANPUR (U.P.)

B. Transaction with related Parties

a) Transaction with Holding and fellow Subsidiary of Holding Company:

(Amount ₹In Crore)

Particulars	Holding Company		Fellow Subsidiary	
	Apr,22-Dec,22	2021-22	Apr,22-Dec,22	2021-22
(i) Power Purchase	2,148.31	2,440.29		
(ii) Equity Contributed Received	89.58	264.55	-	-
(iii) Payable for other Transaction	6.40	12.12	01.81	3.49
(iv) Receivable for other Transactions				0.08
(v) Receivable on account of Loan& Deposit work	(83.65)	208.09	-	-

b)Transaction with related parties under the control of same government:

Name of The Company	Nature of Transaction	Apr,22-Dec,22 (₹ in Crore)	2021-22 (₹ in Crore)
UP Power Transmission Corporation Limited	Transmission Charges	72.85	100.71

d) Outstanding Balances of Holding, Fellow Subsidiary& Companies under the control of same government

Company	Nature	Payable/Receivable	Amount as on 31.12.2022 (₹ in Crore	Amount as on 31.03.2022 (₹ in Crore)
UPPCL	Liability for Power Purchase	Payable	1743.44	2259.51
UPPCL	Other Dues	Payable	59.30	52.90
UPPTCL	Liability for Transmission Charges	Payable	88.30	92.74
UPPTCL	Other Advances	Receivable	10.49	10.49
UPRVUNL	Other Advances	Receivable	-	-
DVVNL	Other Advances	Receivable	6.61	7.33

MVVNL	Other Payables	Payable	6.62	5.79
Pash VVNL	Other Payables	Payable	1.09	0.89
Pu VVNL	Other Payables	Payable	4.24	4.18

20. Due to heavy carried forward losses / depreciation and uncertainties to recover such losses/depreciation in near future, the deferred tax assets have not been recognized in accordance with Ind 'AS-12 Income Taxes' issued by ICAI.

21. In the opinion of management, there is no specific indication of impairment of any assets as on balance sheet date as envisaged by Ind AS 36'Impairment of Assets' of ICAI. Further, the assets of the corporation have been accounted for at their historical cost and most of the assets are very old where the impairment of assets is very unlikely.

22. Previous year figures have been regrouped/reclassified wherever necessary to confirm to this year classification

23. The company has booked ₹ 12.19 Crores during Q3,2022-23 towards additional subsidy received from GoUP for operational loss funding during the period.

24. Financial Risk Management

The company's principal financial liabilities comprise loans and borrowings, trade payables and other payables. The main purpose of these financial liabilities is to finance the company's operations. The company's principal financial assets include borrowings/advances, trade & other receivables and Cash that derive directly from its operations.

The company is exposed to the following risks from its use of financial instruments:

(a) Regulatory Risk

The company's substantial operations are subject to regulatory interventions, introductions of new laws and regulations including changes in competitive framework. The rapidly changing regulatory landscape poses a risk to the company.

Regulations are framed by State Regulatory Commission as regard to Standard of Performance for utilities, Terms & Conditions for determination of tariff, obligation of Renewable Energy purchase, grant of open Access, Deviation Settlement Mechanism, etc. Moreover, the State Government are notifying various guidelines and policy for growth of the sector. These Policies/Regulations are modified from time to time based on need and development in the sector. Hence the policy/regulation is not restricted only to compliance but also has implications for operational performance of utilities, return of Equity, Revenue, competitiveness, and scope of supply.

To protect the interest of utilities, State Utilities are actively participating while framing of Regulations, ARR is regularly filed to UPERC considering the effect of change, increase/decrease, of power purchase cost and other expenses in deciding the Tariff of Sales of Power to ultimate consumers.

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(b) Credit Risk

Credit risk is the risk of financial loss to the company if a customer or counter party to a financial instrument fails to meet its contractual obligation resulting in a financial loss to the company. Credit risk arises principally from cash & cash equivalents and deposits with banks and financial institutions. In order to manage the risk, company accepts only high rated bank/FIs.

(c) Market Risk- Foreign Currency Risk

Market risk is the risk that changes in market prices, such as foreign exchange rates and interest rates will affect the company's income/loss. The objective of market risk management is to manage and control market risk exposure within acceptable parameters, while optimizing the return. The company has no material foreign currency transaction hence there is no Market Risk w.r.t foreign currency translation.

(d) Market Risk- Interest Rate Risk

The company is exposed to interest rate risk arising from borrowing with floating rates because the cash flows associated with floating rate borrowings will fluctuate with changes in interest rates. The company manages the interest rate risks by entering into different kind of loan arrangements with varied terms (eg. Rate of interest, tenure etc.).

Fair value sensitivity analysis for fixed-rate instruments

The company's fixed rate instruments are carried at amortized cost. They are therefore not subject to interest rate risk, since neither the carrying amount nor the future cash flows will fluctuate because of a change in market interest rates.

At the reporting date the interest rate profile of the Company's interest-bearing financial instruments are as under:

(Amount ₹in Crore)

Particulars	31.12.2022	31.03.2022
Financial Assets		
Fixed Interest Rate Instruments- Deposits with Bank	18.58	4.72
Financial Liabilities		
Financial Instrument Loans	3000.92	2778.11

(e) Liquidity Risk: Liquidity risk is the risk that the company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or other financial assets. The Company's approach to managing liquidity is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed condition, without incurring unacceptable losses or risking damage to the company's reputation.

The Company manages liquidity risk by maintaining adequate FI/Bank facilities and reserve borrowing facilities by continuously monitoring, forecast the actual cash flows and matching the maturity profile of financial assets and liabilities.

25. Capital Management

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KANPUR ELECTRICITY SUPPLY COMPANY LIMITED
14/71, CIVIL LINES, KESA HOUSE, KANPUR (U.P.)

The Company's objective when managing capital is to safeguard its ability to continue as a going concern, so that it can continue to provide returns for shareholders and benefits for other stakeholders and maintain an appropriate capital structure of debt and equity.

The company is wholly owned by UPPCL (A Govt. of UP Undertaking) and the decision to transferring the share application money for issuing the shares is solely laid with GoUP through UPPCL. The company acts on the instruction and orders of UPPCL to comply with the statutory requirements.

The debt portion of capital structure is funded by the various banks, FIs and other institutions as per the requirement of the company.

26. Additional Information required under the Schedule-III of the Companies Act, 2013 are as under: -

(a) **Quantitative Details of Energy Purchased &Sold:-**

Particulars	Apr-22 to Dec-22 (2022-23)	2021-22
Total Power Purchased (MU)	3431.38	3757.862
Total Power Sold (MU)	3127.00	3396.635
Transmission & Distribution Loss (MU)	304.38	361.227
% Transmission & Distribution loss	8.87%	9.61%

27. Additional Regulatory Information Required by Schedule III

(a) The Company has not provided any Loans/Advances to its promoters/Directors/KMPs and Related Parties.

(b) No proceedings have been initiated on or are pending against the Company for holding benami property under the Prohibition of Benami Property Transactions Act, 1988 (as amended in 2016) (formerly the Benami Transactions (Prohibition) Act, 1988 (45 of 1988)) and Rules made thereunder during the year ended March 31, 2022 and March 31, 2021.

(c) The Company has not invested or traded in Crypto Currency or Virtual Currency during the Quarter ended Dec 31,2022 and March 31, 2022.

(d) During the Quarter/ year ended Dec 30,2022 and March 31, 2022., the Company has not surrendered or disclosed as income any transactions not recorded in the books of accounts in the course of tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961).

(e) Compliance with number of layers of companies in accordance with clause 87 of Section 2 of the Act read with the Companies (Restriction on number of Layers) Rules, 2017 is not applicable on the Company, as the Company is a Government Company as define under clause 45 of section 2 of Companies Act,2013.

(f) The Company has not been declared Willful Defaulter by any bank or financial institution or government or any government authority during the Quarter ended Dec 31,2022 and March 31, 2022

(g) As per best of our knowledge, the Company does not have any transactions with companies struck off under section 248 of Companies Act, 2013 (as amended) or section 560 of Companies Act,1956.

(h) No arrangement has been approved by the Competent Authority in terms of sections 230 to 237 of the Companies Act, 2013.

(i) Company has not advanced or loaned or invested fund (either borrowed fund or share premium or any other sources or kind of funds) to any other person (s) or entity (ies) including foreign entities (Intermediaries) with the understanding (whether recorded in writing or otherwise) that the Intermediary shall

(i) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or

(ii) Provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.

(j) As per requirement of Section 135 and Schedule VII of the Companies Act 2013 read with Companies (Corporate Social Responsibility policy) Rules 2014, the company has incurred losses during the three immediately preceding Financial Years as per Section 198 of the Companies Act 2013, hence no amount has been spent on CSR, and no provision has been made by the Company in this regard.

28. The figures as shown in the Balance Sheet, Statement of Profit& Loss, and Notes shown in () denotes negative figures.

29. The Annual Accounts of FY 2020-21 and FY 2021-22 are yet to be adopted at the Annual General Meeting of the company as the final comments of Comptroller & Auditor General of India for the supplementary audit of FY 2020-21and FY 2021-22 have not yet been received.

For Kanpur Electricity Supply Company Limited

For:

Gupta Akash & Company
Chartered Accountants
FRN. 019734C

C A Akash Gupta
Partner
M. No. 417069
Date:
Place: Kanpur

(Anand Kumar)
Dy. C.A.O. & C.F.O.

(Abha Sethi Tandon)
Company Secretary

(H. K. Agarwal)
Director (Finance)
DIN No. 09696796

(Anil Dhingra)
Managing Director
DIN No. 09342888

Gupta Akash & Company Chartered Accountants KANPUR

UDIN: 23417069BGWPLI8347

GUPTA AKASH & COMPANY
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Report on Review of Interim Financial Information

To the Board of Directors of
Kanpur Electricity Supply Company Limited

Introduction

We have reviewed the accompanying Balance sheet of Kanpur Electricity Supply Company Limited as of December 31, 2022 and the related statements of profit & loss for and cash flows for the period then ended, and a summary of significant accounting policies and other explanatory notes. Management is responsible for the preparation and fair presentation of this interim financial information in accordance with the Provisions of Companies Act, 2013. Our responsibility is to express a conclusion on this interim financial information based on our review.

Scope of Review

This statement is the responsibility of the management and has been approved by the board of directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standards 34 "Interim Financial Reporting" (IND AS 34), prescribed under section 133 of the Companies Act 2013 read with relevant rules issued their under and other accounting principles generally accepted in India. Our responsibility is to issue a report on these financial statements based on our review.

We conducted our review in accordance with Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Emphasis of Matter

Management has informed us that the transactions pertaining to duties & taxes, establishment liabilities for trust, gratuity, leave encashment etc. is subject to year end reconciliation. Inventory as on date is subject to physical verification and its value is subject to year end reconciliation. Cost of power purchase, interest on loans, principal repayments and receipt of loan is accounted for as per advice received from holding company UPPCL for the concern period. Similarly amount with respect to final amount of depreciation, provisions and other quarter end adjustment are subject to year end adjustments and may impact the financial statement accordingly. Further Sales has been accounted for

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based on the information provided by respective unit of the company which is subject to audit. Also, the figures have been reclassified, regrouped wherever necessary from previous quarter.

Conclusion

Based on our review and subject to point at Emphasis of Matters para nothing has come to our attention that causes us to believe that the accompanying interim financial information does not present fairly, in all material respects the state of affairs of the entity as at December 31, 2022, and of its results of operations and its cash flows for the period then ended in accordance with provision of Companies Act, 2013.

For Gupta Akash & Company
Chartered Accountants
Firm's Registration Number 019734C

(CA Akash Gupta)
(Partner)
Membership Number 417069
UDIN: 23417069BGWPLI8347

Place of Signature: Kanpur
Date: 07/02/2023