

APHMEL

An ISO 9001 - 2015 Certified Company



Where the focus is on Technology



150 HP ENDLESS HAULER FOR RAIL CAR MAN RIDING SYSTEM

ANDHRA PRADESH HEAVY MACHINERY & ENGINEERING LTD.
(Subsidiary of SCCL, A Government Company)

ANNUAL REPORT 2023-24

Board of Directors

<i>Sri NVK Sinivas, Director (Operations), SCCL</i>	Chairman	from 17.02.2023
<i>Sri Y.Rajasekhara Reddy, Sri J. Nagaraju</i>	Managing Director Managing Director	Upto 31.7.2024 from 23.08.2024

SCCL other nominees

<i>Sri CH.Narasimha Rao</i>	GM, KGM Area, SCCL	upto 23.06.2023
<i>Sri YGK Murthy,</i>	GM(E&M) (OCPs), SCCL	upto 02.08.2023
<i>Sri M. Subba Rao</i>	GM, (F&A), SCCL	from 09.09.2023
<i>Sri J. Ramesh</i>	GM, SCCL	upto 30.09.2024
<i>Sri SK.Pal ,</i>	Director (Technical), SECL	upto 30.09.2023
<i>Sri S N Kapri</i>	Director (Technical), SECL	from 01.07.2024

APIDC Nominees

<i>Sri V. Raghunath</i>	<i>VC&MD, APIDC</i>	from 22.08.2024
<i>Sri Y.S.S. Suresh</i>	<i>GM, APIDC</i>	from 12.03.2022

Other Shareholders elected Directors:

<i>Sri Juvva Seshagiri Rao</i>	from 24.09.2005
<i>Sri Kuchipudi Srinivasa Rao</i>	from 23.09.2006
<i>Sri P.S.R. Koteswara Rao</i>	from 24.09.2016

Chief Financial Officer

<i>Sri Y. Srinivasa Rao</i>	upto 31.08.2023
<i>Smt. K. Vijaya Swetha,</i>	from 17.02.2024

Company Secretary

<i>Sri G.Srinivas</i>	upto 19.09.2024
<i>Sri V. Venkateswara Rao</i>	from 20.09.2024

Registered Office:

Administrative Office & Factory
Kondapalli- 521228
Email:aphmel@gmail.com
Website:www.aphmel.com
CIN:U29219AP1976SGC002071

Bankers:

State Bank of India,
Vijayawada-520 007

Auditors:

M/s Annadevara Associates,
Chartered Accountants
D.No.40-15-3, Brindavan Colony, Labbipet,
Vijayawada – 520 010.
Andhra Pradesh.

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ANDHRA PRADESH HEAVY MACHINERY AND ENGINEERING LIMITED
(U29219AP1976SGC002071)

Registered Office: KONDAPALLI – 521 228, NTR District, Andhra Pradesh.

E-mail: apmel@gmail.com, Website: www.apmel.com

NOTICE OF 47TH ANNUAL GENERAL MEETING

Notice is hereby given that the FORTY SEVENTH (47th) Annual General Meeting of the Members of the **ANDHRA PRADESH HEAVY MACHINERY AND ENGINEERING LIMITED** will be held on Saturday the 28th day of December, 2024 at 3.00 p.m. (IST) through Video Conferencing (“VC”) / Other Audio Visual Means (“OAVM”) to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adapt the Audited Financial Statements which consist of Balance Sheet of the Company for the year ended on 31st March, 2024, the Statement of Profit & Loss and the Cash Flow Statement as on that date together with the Auditors Report, Comments of Comptroller and Auditor General of India along with the replies and Report of Board.
2. To appoint a Director in place of Sri M. Subba Rao (DIN 10322407) who retires by rotation and is eligible for re-election.
3. To appoint a Director in place of Sri Kuchipudi Srinivasa Rao (DIN00767418) who retires by rotation and is eligible for re-election.
4. To authorize the Board of Directors to fix the remuneration payable to the Statutory Auditors of the Company who are appointed by the C&AG of India for the financial year 2024-25.
“Resolved that pursuant to the provisions of Section 142(1) and other applicable provisions if any, of the Companies Act, 2013, the Board of Directors of the Company be and is hereby authorized to fix the remuneration payable to Statutory Auditors of the Company who are appointed by the C&AG of India for the financial year 2024-25”.

BY ORDER OF THE BOARD OF DIRECTORS

Sd/-

V. VENKATESWARA RAO

Company Secretary &

Sr. Manager (IA)

Membership No.ACS:19196

Place : Kondapalli.
Dated : 2nd December, 2024

NOTES:

1. In view of the massive outbreak of the COVID-19 pandemic, social distancing is a norm to be followed and pursuant to the Circular No. 14/2020 dated April 08, 2020, Circular No.17/2020 dated April 13, 2020 issued by the Ministry of Corporate Affairs followed by Circular No. 20/2020 dated May 05, 2020, Circular No. 02/2021 dated January 13, 2021 and all other relevant circulars issued from time to time, physical attendance of the Members to the AGM venue is not required and general meeting be held through video conferencing (VC) or other audio visual means (OAVM). Hence, Members can attend and participate in the ensuing AGM through VC/OAVM.
2. Pursuant to the Circular No. 14/2020 dated April 08, 2020, issued by the Ministry of Corporate Affairs, the facility to appoint proxy to attend and cast vote for the members is not available for this AGM. However, the Body Corporates are entitled to appoint authorised representatives to attend the AGM through VC/OAVM and participate there at and cast their votes through e-voting.
3. The Members can join the AGM in the VC/OAVM mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the AGM through VC/OAVM will be made available for 1000 members on first come first served basis. This will not include large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors etc. who are allowed to attend the AGM without restriction on account of first come first served basis.
4. The attendance of the Members attending the AGM through VC/OAVM will be counted for the purpose of reckoning the quorum under Section 103 of the Companies Act, 2013.
5. Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and the Circulars issued by the Ministry of Corporate Affairs dated April 08, 2020, April 13, 2020 and May 05, 2020 the Company is providing facility of remote e-Voting to its Members in respect of the business to be transacted at the AGM. For this purpose, the Company has entered into an agreement with National Securities Depository Limited (NSDL) for facilitating voting through electronic means, as the authorized agency. The facility of casting votes by a member using remote e-Voting system as well as venue voting on the date of the AGM will be provided by NSDL.
6. In line with the Ministry of Corporate Affairs (MCA) Circular No. 17/2020 dated April 13, 2020, the Notice calling the AGM has been uploaded on the website of the Company at www.aphmel.com. The AGM Notice is also available on the website of NSDL (agency for providing the Remote e-Voting facility) i.e. www.evoting.nsdl.com.
7. AGM has been convened through VC/OAVM in compliance with applicable provisions of the Companies Act, 2013 read with MCA Circular No. 14/2020 dated April 08, 2020 and MCA Circular No. 17/2020 dated April 13, 2020, MCA Circular No. 20/2020 dated May 05, 2020, MCA Circular No. 2/2021 dated January 13, 2021.
8. The Register of Members and the share transfer books of the Company will remain closed from **22nd December 2024 to 28th December 2024** (both days inclusive).
9. In case of joint holder attending the Meeting, only such joint holder who is higher in the order of names will be entitled to vote.

10. The Register of Directors and Key Managerial Personnel and their shareholding, maintained under Section 170 of the Act will be available electronically for inspection by the members during the AGM. All documents referred to in the Notice will also be available for electronic inspection without any fee by the Members from the date of circulation of this Notice up to the date of AGM, i.e. **28th December 2024**.
11. In compliance with the MCA Circulars, Notice of the AGM is being sent only through electronic mode to those Members whose email addresses are registered with the Company. Members may note that the Notice will also be available on the Company's website www.aphmel.com, and on the website of NSDL at www.evoting.nsdl.com.
12. Members may note that the User ID and password will be sent to their e-mail which has been registered with the Company to avail remote e-voting facility and to attend AGM through VC/OAVM.
13. Members, whose email addresses are not registered with the Company, are requested to enter the necessary details like Folio No., Least Distinctive Number, PAN, AADHAR, etc., for Shareholder's E-mail Registration through Company website www.aphmel.com under Investor Tab in the link of Shareholder's E-mail Registration, for obtaining login credentials for remote e-voting for the resolutions proposed in this Notice and to attend the meeting through VC/OAVM.
14. As the resolutions as set out in this Notice are being conducted through e-voting in terms of the provisions of Section 108 of the Companies Act, 2013, the said resolutions will not be decided on a show of hands at the Meeting.
15. The Members are requested to intimate any change in their address to the Registered Office of the Company for sending all correspondence.
16. In terms of Section 152 of the Act, Sri M. Subba Rao (DIN 10322407) and Sri Kuchipudi Srinivasa Rao (DIN 00767418) Directors retire by rotation at this Meeting and are eligible for re-appointment.
17. Members may note that as per the Articles of Association of the Company only the SCCL is having right to vote on item No.2 of the notice; and the members other than SCCL & APIDC are having right to vote on item No.3 of the notice.
18. Members other than SCCL and APIDC can send nominations for election of one post of Director (i.e. for item No.3 of the Notice) before **5.00 P.M the 13th December 2024**. Only those who have obtained Director Identification Number from Ministry of Corporate Affairs, Government of India are eligible for the post of Director.
19. Sri BVS Linga Murthy, Proprietor; Bondada & Associates, Chartered Accountant, Vijayawada has been appointed as the "Scrutinizer" to scrutinize the remote e-voting and e-voting during the meeting in a fair and transparent manner.
20. Members may note that the Company is providing e-voting facility for business of the notice of the meeting and the complete instructions on e-voting facility provided by the Company are furnished hereunder.
21. THE INSTRUCTIONS FOR MEMBERS FOR REMOTE E-VOTING AND JOINING GENERAL MEETING ARE AS UNDER:-

The remote e-voting period begins on **Tuesday the 24th Decemeber 2024 at 9.00 A.M. and ends on Friday, the 27th December 2024 at 5.00 P.M.** The remote e-voting module shall be disabled by NSDL for voting thereafter. The Members, whose names appear in the Register of Members / Beneficial

Owners as on the record date (cut-off date) i.e. 21st **December 2024**, may cast their vote electronically. The voting right of shareholders shall be in proportion to their share in the paid-up equity share capital of the Company as on the cut-off date, being 21st **December 2024**.

21.1.How do I vote electronically using NSDL e-Voting system?

How to Log-in to NSDL e-Voting website?

- A. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <https://www.evoting.nsdl.com/> either on a Personal Computer or on a mobile.
- B. Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholder/Member’ section.
- C. A new screen will open. You will have to enter your User ID, your Password/OTP and a Verification Code as shown on the screen.

Alternatively, if you are registered for NSDL eservices i.e. IDEAS, you can log-in at <https://eservices.nsdl.com/> with your existing IDEAS login. Once you log-in to NSDL eservices after using your log-in credentials, click on e-Voting and you can proceed to Step 2 i.e. Cast your vote electronically.

D. Your User ID details are given below :

Your User ID is:

EVEN Number followed by Folio Number registered with the company

For example if folio number is 001*** and EVEN is 101456 then user ID is 101456001***

- E. Password details for shareholders other than Individual shareholders are given below:
 - a) If you are already registered for e-Voting, then you can use your existing password to login and cast your vote.
 - b) If you are using NSDL e-Voting system for the first time, you will need to retrieve the ‘initial password’ which was communicated to you. Once you retrieve your ‘initial password’, you need to enter the ‘initial password’ and the system will force you to change your password.
 - c) How to retrieve your ‘initial password’?
 - (i) If your email ID is registered with the company, your ‘initial password’ is communicated to you on your email ID. Trace the email sent to you from NSDL from your mailbox. Open the email and open the attachment i.e. a .pdf file. Open the .pdf file. The password to open the .pdf file is folio number. The .pdf file contains your ‘User ID’ and your ‘initial password’.
 - (ii) If your email ID is not registered, please follow steps mentioned below in **process for those shareholders whose email ids are not registered**.

Enter the necessary details like Folio No., Least Distinctive Number, PAN, AADHAR, etc., for Shareholder’s E-mail Registration through Company website www.aphmel.com under Investor Tab in the link of Shareholder’s E-mail Registration.

- F. If you are unable to retrieve or have not received the “ Initial password” or have forgotten your password:
 - a) **Physical User Reset Password?**” option available on www.evoting.nsdl.com.

- b) If you are still unable to get the password, you can send a request at evoting@nsdl.co.in mentioning your folio number, your PAN, your name and your registered address etc.
- c) Members can also use the OTP (One Time Password) based login for casting the votes on the e-Voting system of NSDL.
- G. After entering your password, tick on Agree to “Terms and Conditions” by selecting on the check box.
- H. Now, you will have to click on “Login” button.
- I. After you click on the “Login” button, Home page of e-Voting will open.

21.2 Cast your vote electronically and join General Meeting on NSDL e-Voting system.

How to cast your vote electronically and join General Meeting on NSDL e-Voting system?

- (i) After successful login at Step 1, you will be able to see all the companies “EVEN” in which you are holding shares and whose voting cycle and General Meeting is in active status.
- (ii) Select “EVEN” of company for which you wish to cast your vote during the remote e-Voting period and casting your vote during the General Meeting. For joining virtual meeting, you need to click on “VC/OAVM” link placed under “Join Meeting”.
- (iii) Now you are ready for e-Voting as the Voting page opens.
- (iv) Cast your vote by selecting appropriate options i.e. assent or dissent, verify/modify the number of shares for which you wish to cast your vote and click on “Submit” and also “Confirm” when prompted.
- (v) Upon confirmation, the message “Vote cast successfully” will be displayed.
- (vi) You can also take the printout of the votes cast by you by clicking on the print option on the confirmation page.
- (vii) Once you confirm your vote on the resolution, you will not be allowed to modify your vote.

21.3 General Guidelines for Shareholders

General Guidelines for shareholders

- (i) Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution/ Authority letter etc. with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer by e-mail to lingamurthy@yahoo.com with a copy marked to evoting@nsdl.co.in.
- (ii) It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential. Login to the e-voting website will be disabled upon five unsuccessful attempts to key in the correct password. In such an event, you will need to go through “Physical User Reset Password?” option available on www.evoting.nsdl.com to reset the password.
- (iii) In case of any queries, you may refer the Frequently Asked Questions (FAQs) for Shareholders and e-voting user manual for Shareholders available at the download section of www.evoting.nsdl.com or

call on 022-4886-7000 or send a request to at evoting@nsdl.co.in

21.4 Process for registration of e mail ids for e-voting for the resolutions set out in this notice:

- i. Members, whose email addresses are not registered with the Company, are requested to enter the necessary details like Folio No., Least Distinctive Number, PAN, AADHAR, etc., for Shareholder's E-mail Registration through Company website www.aphmel.com under Investor Tab in the link of Shareholder's E-mail Registration, for obtaining login credentials for remote e-voting for the resolutions proposed in this Notice and to attend the meeting through VC/OAVM.
- ii. Alternatively shareholder/members may send a request to evoting@nsdl.co.in for procuring user id and password for e-voting by providing above mentioned documents.

21.5 THE INSTRUCTIONS FOR MEMBERS FOR e-VOTING ON THE DAY OF THE AGM ARE AS UNDER:-

- i. The procedure for e-Voting on the day of the AGM is same as the instructions mentioned above for remote e-voting.
- ii. Only those Members/ shareholders, who will be present in the AGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system in the AGM.
- iii. Members who have voted through Remote e-Voting will be eligible to attend the AGM. However, they will not be eligible to vote at the AGM.
- iv. The details of the person who may be contacted for any grievances connected with the facility for e-Voting on the day of the AGM shall be the same person mentioned for Remote e-voting.

21.6 INSTRUCTIONS FOR MEMBERS FOR ATTENDING THE AGM THROUGH VC/OAVM ARE AS UNDER:

- i. Member will be provided with a facility to attend the AGM through VC/OAVM through the NSDL e-Voting system. Members may access by following the steps mentioned above for **Access to NSDL e-Voting system**. After successful login, you can see link of "VC/OAVM link" placed under "**Join meeting**" menu against company name. You are requested to click on VC/OAVM link placed under Join Meeting menu. The link for VC/OAVM will be available in Shareholder/Member login where the EVEN of Company will be displayed. Please note that the members who do not have the User ID and Password for e-Voting or have forgotten the User ID and Password may retrieve the same by following the remote e-Voting instructions mentioned in the notice to avoid last minute rush.
- ii. Members are encouraged to join the Meeting through Laptops for better experience.
- iii. Further Members will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
- iv. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
- v. Members are encouraged to submit in advance their questions on the items of business to be transacted at this AGM, from their registered e-mail address, mentioning their Name and Folio Number to reach the Company's e-mail address at aphmel@gmail.com **before 3.00 p.m (IST) on**

21st December 2024. Queries that remain unanswered at the AGM will be appropriately responded by the Company at the earliest post the conclusion of the AGM.

- vi. Those Members who would like to express their views/ask questions as a speaker at the Meeting may pre-register themselves by sending a request from their registered e-mail address mentioning their names and Folio Number at aphmel@gmail.com between **22nd December 2024 and 25th Decemeber 2024**. Only those Members who have pre-registered themselves as a speaker will be allowed to express their views/ask questions during the AGM. The Company reserves the right to restrict the number of speakers depending on the availability of time for the AGM.
22. The voting rights of Members shall be in proportion to their shares of the paid-up equity share capital of the Company as on the cut-off date i.e **21st December 2024**. A person, whose name is recorded in the Register of Members as on the cut-off date only shall be entitled to avail the facility of remote e-voting as well as voting at the AGM. Any person who has ceased to be the member of the Company before the cut-off date will not be entitled for remote e-voting or voting at the meeting. Any person, who becomes member of the Company after dispatch of the notice and holding shares as of the cut-off date, should follow the same procedure for e-voting mentioned above.
23. The Chairman shall, at the AGM, at the end of discussion on the resolutions on which voting is to be held, allow voting, by use of e-voting system for all those Members who are present during the AGM through VC/OAVM but have not cast their votes earlier by availing the remote e-voting facility. The e-voting module shall be disabled by NSDL for voting 15 minutes after the conclusion of the Meeting.
24. The Scrutinizer shall, immediately after the conclusion of e-voting at the AGM, first download the votes cast at the AGM and thereafter unblock the votes cast through remote e-Voting and shall make a consolidated scrutinizer's report of the total votes cast in favour or against, invalid votes, if any, and whether the resolutions have been carried or not, and such report shall then be sent to the Chairman or a person authorized by him, within 48 (forty eight) hours from the conclusion of the AGM, who shall then countersign and declare the result of the voting forthwith.
25. The results declared along with the report of the Scrutinizer shall be placed on the website of the Company at www.aphmel.com and on the website of NSDL at www.evoting.nsdl.com immediately after the declaration of results by the Chairman or a person authorized by him.

ON BEHALF OF THE BOARD OF DIRECTORS

Sd/-

Place: Kondapalli.

Dated: 2nd December, 2024

V. VENKATESWARA RAO
Company Secretary &
Sr. Manager (IA)
Membership No.ACS:19196

BOARD'S REPORT

To
The Members
A.P. Heavy Machinery & Engineering Limited
KONDAPALLI – 521 228

Your Directors have pleasure in presenting the Forty Seventh (47th) Annual Report of your company with the Audited Accounts for the financial year ended on 31st March 2024.

The Company achieved turnover of Rs.3253.90 lakhs against the target of Rs.3854.68 lakhs. The Company could not achieve the target by Rs.600.78 lakhs during the year under review mainly due to lack of orders.

REVIEW OF FINANCIAL RESULTS & PRESENT SCENARIO

The summarized financial results are as under:

	<i>(Rupees in lakhs)</i>	
	2023-24	2022-23
Turnover of the Company	3,253.90	4,217.52
Gross Profit/loss (-) before interest and depreciation	113.25	638.75
Less: Interest	1.58	0.29
Depreciation	13.23	11.34
Profit/loss (-) for the year before charging provisions	98.44	627.11
Net Profit/loss (-) for the year after charging prior period adjustments and provisions	98.44	627.11
Profit/loss (-) after Tax	105.40	353.42

The net profit for the financial year under review is Rs. 105.40 lakh against the profit of Rs.353.42 lakh earned during previous year.

FUTURE OUTLOOK

Manufacture and fabrication of Belt Conveyor Drive Heads of various capacities, Armoured Chain Conveyors and Men transport systems are continued and expansion in these lines is under progress. Repairs and overhauling works of Drive heads are continued. The Company expects increase in demand for Man riding systems from coal producing companies in India. Man Riding Car system with endless haulage of 150 HP Capacity has been designed and developed.

Efforts are being made to take up turnkey projects for coal handling systems in association with other reputed firms.

The Management is making efforts constantly for development and diversification. It is optimistic about positive results for the efforts being put in.

CONTRIBUTION TO EXCHEQUER

During the year under review, the Company contributed an amount of Rs. 280.32 lakh to Government by way of taxes and duties compared to previous year amount of Rs.474.82 lakh.

ENERGY CONSERVATION, TECHNOLOGY ABSORPTION & FOREIGN EXCHANGE EARNINGS AND OUT-GO

The information relating to conservation of energy, technology absorption and foreign exchange earnings & outgo as required under Section 134(3)(m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2014 is annexed herewith as “Annexure - 1” to the Board`s Report.

Details of Load power consumption as shown below:

	2023-24	2022-23
A) Annual Consumption in KWH	430686	434468

During the year 2023-24, the Company has made production of Rs. 3072.73 lakh (previous year Rs.4329.91 lakh).

DEPOSITS

During the year under review, the Company has not accepted any deposits within the meaning of section 76 of the Companies Act, 2013 and the Companies (Acceptance of Deposits) Rules, 2014.

EMPLOYMENT

As on 31-3-2024 the total number of employees is 108 as against 115 at the end of previous year.

INDUSTRIAL RELATIONS

During the year under review, the industrial relations were cordial and peaceful.

SAFETY

Continuous efforts are made to ensure adherence to safety measures at work places and safety record consequently is quite satisfactory.

DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to the Directors' Responsibility Statement referred to in clause (c) of sub-section (3) of Section 134 of the Companies Act, 2013, your Directors hereby confirm that—

(a) in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;

(b) the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the company for that period;

(c) the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;

(d) the directors had prepared the annual accounts on a going concern basis; and

(e) the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

BOARD OF DIRECTORS

Sri J. Nagaraju has been appointed as Managing Director with effect from 23.08.2024 vice Sri Y.Rajasekhara Reddy, who ceased to be Managing Director with effect from 01.08.2024 consequent to his retirement from the services in the SCCL.

Sri Ch. Narasimha Rao, General Manager, SCCL ceased as part-time Director consequent to his retirement from service in SCCL with effect from 24.06.2023. Sri Y.G.K. Murthy, General Manager, SCCL ceased as part-time Director consequent to his retirement from service in SCCL with effect from 03.08.2023. Sri M. Subba Rao, General Manager, SCCL has been appointed as part-time Director of the Company by SCCL with effect from 09.09.2023 and Sri J. Ramesh, General Manager, SCCL has been appointed as part-time Director of the Company by SCCL with effect from 12.09.2023.

Sri S.K. Pal, Director (Technical) Operations, SECL ceased as part-time Director consequent to his retirement from service in SECL with effect from 01.10.2023 and Sri S.N. Kapri Director (Technical)

Operations, SECL has been appointed as part time Director w.e.f., 01.07.2024 as nominated by the SCCL.

Sri V. Raghunath, VC&MD, APIDC has been nominated as part time Director of the Company by APIDC and he has been appointed as such with effect from 22.08.2024

The Board appreciated the services rendered by Sri Y. Rajasekhara Reddy, Sri Ch. Narasimha Rao, Sri Y.G.K. Murthy and Sri S.K. Pal during their tenure as Managing Director and Directors of the Company respectively.

Sri M. Subba Rao and Sri K. Srinivasa Rao, Directors are due to retire by rotation and are eligible for re-election in the ensuing 47th Annual General Meeting.

INDEPENDENT DIRECTORS

Appointment of Independent Directors as per the provisions of the Companies Act, 2013 is under process.

KEY MANAGERIAL PERSONNEL

As per the provisions of Section 203 of the Companies Act 2013, the Company is having Key Managerial Personnel i.e. Managing Director, Chief Financial Officer and Company Secretary.

NUMBER OF MEETINGS OF THE BOARD:

The Board met 5 times during the year from 01.04.2023 to 31.03.2024 as detailed below:

Board meetings held during the year.

Dates on which the Board Meetings were held	Total Strength of the Board	No. of Directors Present
15 th April 2023	9	6
23 rd June 2023	8	5
20 th October 2023	8	5
17 th February 2024	8	5
12 th March 2024	8	6

AUDIT COMMITTEE

The Board of Directors constituted the Audit Committee in compliance with the provisions of section 177 of the Companies Act, 2013 to exercise powers and discharge functions as stipulated in that section.

The Audit Committee consists of the following three Directors during the year under review:

1. Sri NVK Srinivas ...Chairman of the Committee
2. Sri Y Rajasekhara Reddy ... Member
3. Sri Juvva Seshagiri Rao ... Member

Two Meetings of the Audit Committee were held during the financial year under review.

Audit Committee Meetings held during the year

Dates on which the Committee Meetings were held	Total Strength of the Committee	No. of Directors Present
23 rd June 2023	3	2
12 th March 2024	3	3

CORPORATE SOCIAL RESPONSIBILITY (CSR) COMMITTEE:

The Board of Directors constituted the Corporate Social Responsibility (CSR) Committee in compliance with the provisions of section 135 of the Companies Act, 2013 to exercise powers and discharge functions as stipulated in the Act and Rules made thereunder. The Board approved the CSR Policy and the same has been hosted in the Company's Website.

The Committee consists of the following three Directors during the year under review:

1. Sri Y Rajasekhara Reddy
2. Sri Y.S.S. Suresh
3. Sri K. Srinivasa Rao

Meetings were not held during the year since there were no CSR budget allocations in view of average net loss was incurred by the Company for the preceding 3 years, though there is profit more than Rs. 5.0 crore in the immediate preceding financial year.

The provisions of the Companies Act, 2013 relating to the Corporate Social Responsibility are not applicable to the Company during the year 2023-24 as per the Companies (Amendment) Act 2017.

The Annual Report on CSR activities is annexed herewith as "**Annexure – 2**" to the Board's Report.

SHARE TRANSFER COMMITTEE:

The Board of Directors constituted the Share Transfer Committee in compliance with the provisions of the Companies Act, 2013 to consider and approve the Share Transfer/Transmission applications and applications for issue of Duplicate Share Certificates to the Members of the Company as per the procedure prescribed by the Board.

The Committee consists of the following Directors during the year under review:

1. Sri Y Rajasekhara Reddy
2. Sri YGK Murthy (Upto 03.8.2023)
3. Sri M. Subba Rao (From 09.09.2023)
4. Sri Juvva Seshagiri Rao

One Meeting of the Share Transfer Committee was held during the year under review as there were no share transfer/transmission requests.

Share Transfer Committee Meeting held during the year

Dates on which the Committee Meetings were held	Total Strength of the Committee	No. of Directors Present
23 rd June 2023	3	2

STAKEHOLDERS RELATIONSHIP COMMITTEE

The Board of Directors constituted the Stakeholders Relationship Committee in compliance with the provisions of section 178 of the Companies Act, 2013 to exercise powers and discharge functions as stipulated in the Act and Rules made there under. The Committee consists of the following three Directors:

1. Sri M. Subbarao
2. Sri Y.S.S. Suresh
3. Sri J. Seshagiri Rao

Meetings were not held during the year since the Company has not received grievances for consideration.

NOMINATION AND REMUNERATION COMMITTEE

Nomination and Remuneration Committee will be constituted after appointment of Independent Directors.

RELATED PARTY TRANSACTIONS

The Company is having related party transactions during the year under review with The Singareni Collieries Company Limited (CIN: U10102TG 1920SGC000571), which is Holding Company. There are no materially significant related party transactions made by the Company which may have potential conflict with the interests of the Company. Some of the related party transactions that were entered into during the financial year were on arm's length basis and were in ordinary course of business. The same were apprised to the Board.

Board has reviewed the orders received on Nomination basis and ratified those related party transactions which are not in ordinary course of business or which are not on arm's length basis.

There are no materially significant Related Party Transactions made by the Company with Directors, Key Managerial Personnel or other designated persons which may have potential conflict with the interests of the Company at large.

None of the Directors has any pecuniary relationships or transactions vis-à-vis the Company. Form AOC 2 is attached to the Board's Report as **Annexure –3**.

AUDITORS

In terms of Sec.139 (5) of the Companies Act, 2013, the Comptroller & Auditor General of India have appointed M/s. ANNADEVARA ASSOCIATES., Chartered Accountants, Vijayawada as Statutory Auditors of the Company for the financial year 2023-24.

EXTRACT OF ANNUAL RETURN

The details forming part of the extract of the Annual Return in form MGT-9 is attached to the Board's Report as "**Annexure - 4**".

ACKNOWLEDGEMENTS

Your Directors acknowledge with appreciation the co-operation and support extended by The Singareni

Collieries Company Ltd.(Holding Company) and State Bank of India during the year under review. Your Directors are also grateful to the valued customers viz., SCCL, SECL, WCL, ECL, MCL, BCCL, NCL and others for the reliance & assurance reposed on APHMEL and for their continued patronage.

Your Directors gratefully acknowledge the valuable guidance extended by the Statutory Auditors and the Comptroller & Auditor General of India.

The Directors also deeply acknowledge the confidence and support received from all stakeholders of the Company. Your Directors also record their appreciation for the dedicated services rendered by the workers, staff and officers of the Company.

FOR AND ON BEHALF OF THE BOARD

Sd/-
(N.V.K. SRINIVAS)
Chairman
DIN: 10074610

Sd/-
(J. NAGARAJU)
Managing Director
DIN: 10751743

Registered Office:

KONDAPALLI-521 228,
NTR District. Andhra Pradesh.
Email:aphmel@gmail.com
Website:www.aphmel.com
CIN: U29219AP1976SGC002071.

ANNEXURE – 1

STATEMENT CONTAINING PARTICULARS PURSUANT TO SECTION 134 (3) (m) OF THE COMPANIES ACT, 2013 READ WITH RULE 8 (3) OF THE COMPANIES (ACCOUNTS) RULES, 2014.

FORM – A

FORM FOR DISCLOSURE OF PARTICULARS WITH RESPECT TO CONSERVATION OF ENERGY

- (a) Energy conservation has been an important thrust area for the Company and is continuously monitored. The adoption of energy conservation measures has helped the Company in reduction of cost and reduced machine down-time.
- (b) Energy conservation is an ongoing process and new areas are continuously identified and suitable investments are made, wherever necessary.
- (c) Various on-going measures for conservation of energy include (i) use of energy efficient lighting and better use of natural lighting, (ii) reduction of energy loss, and (iii) replacement of outdated energy intensive equipment.
- (d) Total energy consumption and Rate per unit is given in the table below:

SL.NO	POWER & FUEL CONSUMPTION	CURRENT YEAR	PREVIOUS YEAR
1.	Electricity a. Purchased Total consumed Units (KWH) Total amount paid (Rs.) b. Own generation i. Through diesel generator Unit (KWH) Units per litre of diesel oil (KWH) Cost/Unit (Rs.) ii. Through steam turbine/generator Units Units per litre of fuel oil/gas Cost/Unit	 4,30,686 65,02,484 } Not applicable	 4,34,468 57,15,613 } Not applicable
2	Coal Quantity (Tonnes) Total cost (Rs.) Average rate (Rs.)	} Not applicable	} Not applicable
3	Furnace oil Quantity (K. Litres) Total amount (Rs.) Average rate (Rs.)	} Not applicable	} Not applicable
4	Other/Internal generation Quantity Total cost (Rs.) Rate/Unit	} Not applicable	} Not applicable

FORM – B:

FORM FOR DISCLOSURE OF PARTICULARS WITH RESPECT TO ABSORPTION :

RESEARCH AND DEVELOPMENT (R&D) :**1. Specific areas in which R&D carried out by the Company :**

Continuous R&D efforts to improve quality, reduce costs and to develop substitute for imported machine/equipment/parts are made.

2. Contributions of R&D :

Design, Development and manufacturing of 500 Ton capacity Sages for use with continuous Miners.

3. Future plan of action :

- a) Continuous R&D efforts to improve quality, reduce costs and to develop substitute for imported machine/equipment/parts.
- b) Manufacture of higher capacity Belt conveyor drive heads and Chain Conveyors.
- c) Powered Roof Support.

4. Expenditure on R&D :

Expenditure on R&D is not being separately quantified since it is continuous exercise merged in the design, manufacturing, quality control and service activity.

TECHNOLOGY ABSORPTION, ADAPTATION AND INNOVATION.

The Company is developing and designing the manufacture of higher capacity Drive Units. Up gradation of Chair lift/ Chair car systems from time to time as per DGMS stipulations to improve safety in underground transportation system.

Sd/-
(N.V.K. SRINIVAS)
Chairman
DIN: 10074610

Sd/-
(J. NAGARAJU)
Managing Director
DIN: 10751743

Corporate Social Responsibility (CSR)

[Pursuant to clause (o) of sub-section (3) of section 134 of the Act and Rule 9 of the Companies (Corporate Social Responsibility) Rules, 2014]

1. A brief outline of the Company's CSR policy, including overview of projects or programs proposed to be undertaken and a reference to the web-link to the CSR policy and projects or programs.

The Board of Directors has approved the CSR Policy on the recommendation of CSR Committee of Board. The policy has been placed in Company's Website and its Weblink is -

<https://www.aphmel.com/csr-policy.html>.

The main objective of the APHMEL CSR Policy is to comply with the provisions of the Companies Act 2013 and Rules made there under relating to the Corporate Social Responsibility. All the CSR projects/ programmes shall be in consisting with the activities as specified in Schedule VII of the Companies Act 2013. Projects / programmes / activities will be identified by the Managing Director after examining the needs of the local public through self enquiry and the same will be submitted to the CSR Committee.

Priority shall be given to the projects /programmes/activities within radius of 5 Kilometers from the factory premises of the Company. However, the decision of the Board shall be final for selecting the Area of CSR activity.

2. The Composition of the CSR Committee : The Committee consists of the following three Directors:
 1. Sri Y. Rajasekhara Reddy
 2. Sri Y.S.S. Suresh
 3. Sri K. Srinivasa Rao
3. Average net Profit/loss(-) of the company for last three financial years: -11132782/-, as the average net profit negative, CSR Provisions are not applicable during the year 2023-24.
4. Prescribed CSR Expenditure (two per cent of the amount as in item 3 above): Not Applicable.
5. Details of CSR spent during the financial year.
 - (a) Total amount to be spent for the financial year; Rs. Nil
 - (b) Amount unspent, if any; Nil
 - (c) Manner in which the amount spent during the financial year: Not Applicable

CSR provisions of the Companies Act 2013 are not applicable for the year 2023-24 as per The Companies (Amendment) Act 2017.

A responsibility statement of the CSR Committee: Not applicable as the company has been incurring continuous losses.

Sd/-
(N.V.K. SRINIVAS)
Chairman
DIN: 10074610

Sd/-
(J. NAGARAJU)
Managing Director
DIN: 10751743

Form No. AOC-2

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014).

Form for disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto.

1. Details of contracts or arrangements or transactions not at arm's length basis:

- (a) Name(s) of the related party and nature of relationship: The Singareni Collieries Company Limited (SCCL), Holding Company;
- (b) Nature of contracts/arrangements/transactions: Sale of Goods and providing services.
- (c) Duration of the contracts / arrangements/transactions: Duration will be varied from order to order, goods will be supplied as per purchase order/contract.
- (d) Salient terms of the contracts or arrangements or transactions including the value, if any: Terms of the transaction will be varied from one purchase order to other order subject to respective Notice Inviting Tender. The value of the all transactions of SCCL is Rs.561.88 lakhs.
- (e) Justification for entering into such contracts or arrangements or transactions: There is no conflict of interest of the Company except order received on Nomination Basis and both the related parties are Government Companies.
- (f) date(s) of approval by the Board: Ratification 18.7.2024.
- (g) Amount paid as advances, if any: Nil
- (h) Date on which the special resolution was passed in general meeting as required under first proviso to section 188: Not Applicable.

2. Details of material contracts or arrangement or transactions at arm's length basis

- (a) Name(s) of the related party and nature of relationship: The Singareni Collieries Company Limited (SCCL), Holding Company as well as Common Director.
- (b) Nature of contracts/arrangements/transactions: Sale of the goods and providing services.
- (c) Duration of the contracts / arrangements/transactions: Duration will be varied from order to order, goods will be supplied as per purchase order.
- (d) Salient terms of the contracts or arrangements or transactions including the value, if any: Terms of the transaction will be varied from one purchase order to other order subject to respective Notice Inviting Tender and the total value of the all transactions of SCCL is of Rs.948.58 lakhs.
- (e) Date(s) of approval by the Board, if any: Not Applicable.
- (f) Amount paid as advances, if any: Nil.

Sd/-
(N.V.K. SRINIVAS)
Chairman
DIN: 10074610

Sd/-
(J. NAGARAJU)
Managing Director
DIN: 10751743

FORM NO. MGT 9
EXTRACT OF ANNUAL RETURN
As on financial year ended on 31.03.2024

Pursuant to Section 92 (3) of the Companies Act, 2013 and rule 12(1) of the Company (Management & Administration) Rules, 2014.

I. REGISTRATION & OTHER DETAILS:

1.	CIN	U29219AP1976SGC002071
2.	Registration Date	01.09.1976
3.	Name of the Company	Andhra Pradesh Heavy Machinery and Engineering Limited
4.	Category/Sub-category of the Company	State Government Company
5.	Address of the Registered office & contact details	Kondapalli – 521228, Ibrahimpatnam Mandal, NTR Dist. Andhra Pradesh.
6.	Whether listed company	No
7.	Name, Address & contact details of the Registrar & Transfer Agent, if any.	Not Applicable.

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY (All the business activities contributing 10 % or more of the total turnover of the company)

S. No.	Name and Description of main products / services	NIC Code of the Product/service	% to total turnover of the company
1	Equipment	292-2924-29249	35.10 % (Rs.in lakhs 1142.13)
2	Spares	292-2924-29246	30.18% (Rs.in lakhs 982.12)
3	Repairs	292-2924-29248	34.72 % (Rs.in lakhs 1129.65)

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES.

S. No.	Name and Address of the Company	CIN/GLN	Holding/ Subsidiary/ Associate	% of shares held	Applicable Section
1.	The Singareni Collieries Company Limited, Kothagudem – 507101, Bhadradi Kothagudem Dist. Telangana State.	U10102T G1920SG C000571	Holding	81.54	2(46)

IV A. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

Category-wise Share Holding

Category of Share holders	No. of Shares held at the beginning of the year [As on 31-March-2023]				No. of Shares held at the end of the year [As on 31-March-2024]				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters									
1 Indian									
a) Individual / HUF	-	-	-	-	-	-	-	-	-
b) Central Govt	-	-	-	-	-	-	-	-	-
c) State Govt(S)	-	-	-	-	-	-	-	-	-
d) Bodies Corp.	-	14082700	14082700	81.54	-	14082700	14082700	81.54	-
e) Banks / FI	-	-	-	-	-	-	-	-	-
f) Any other	-	-	-	-	-	-	-	-	-
Total Shareholding of Promoter (A)	-	14082700	14082700	81.54	-	14082700	14082700	81.54	-
B. Public Shareholding									
1. Institutions									
a) Mutual Funds	-	-	-	-	-	-	-	-	-
b) Banks / FI	-	-	-	-	-	-	-	-	-
c) Central Govt	-	-	-	-	-	-	-	-	-
d) State Govt(S)	-	149010	149010	0.86	-	149010	149010	0.86	-
e) Venture Capital Funds	-	-	-	-	-	-	-	-	-
f) Insurance Companies	-	-	-	-	-	-	-	-	-
g) FIs	-	-	-	-	-	-	-	-	-
h) Foreign Venture Capital Funds	-	-	-	-	-	-	-	-	-
i) Others (specify)	-	-	-	-	-	-	-	-	-
Sub-total (B)(1)	-	149010	149010	0.86	-	149010	149010	0.86	-
2. Non-Institutions									
a) Bodies Corp.									
i) Indian	-	1013221	1013221	5.87	-	1013221	1013221	5.87	-
ii) Overseas	-	-	-	-	-	-	-	-	-
b) Individuals									
i) Individual shareholders holding nominal share capital upto Rs.1 lakh	-	2026362	2026362	11.73	-	2026362	2026362	11.73	-
ii) Individual shareholders holding nominal share capital in excess of Rs.1 lakh	-	-	-	-	-	-	-	-	-

c) Others (specify)	-	-	-	-	-	-	-	-	-
Non Resident Indians	-	-	-	-	-	-	-	-	-
Overseas Corporate Bodies	-	-	-	-	-	-	-	-	-
Foreign Nationals	-	-	-	-	-	-	-	-	-
Clearing Members	-	-	-	-	-	-	-	-	-
Trusts	-	-	-	-	-	-	-	-	-
Foreign Bodies D R	-	-	-	-	-	-	-	-	-
Sub-total (B) (2)	-	3039583	3039583	17.60	-	3039583	3039583	17.60	-
Total Public Shareholding B=(B)(1)+B(2)	-	3188593	3188593	18.46	-	3188593	3188593	18.46	-
C.Shares held by Custodian for GDRs & ADRs	-	-	-	-	-	-	-	-	-
Grand Total (A+B+C)	-	17271293	17271293	100	-	17271293	17271293	100	-

B. Shareholding of Promoter-

Sl. No.	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in share holding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	
1.	The Singareni Collieries Company Limited (LF No.SCCL1)	14082700	81.54	-	14082700	81.54	-	-

C. Change in Promoters' Shareholding (please specify, if there is no change) : NO CHANGE

Sl. No.	Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1.	At the beginning of the year	14082700	81.54	14082700	81.54
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus / sweat equity etc.):	-	-	-	-
	At the end of the year	14082700	81.54	14082700	81.54

D. Shareholding Pattern of top ten Shareholders: (Other than Directors, Promoters and Holders of GDRs and ADRs):

Sl.No.	For Each of the Top 10 Shareholders	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1.	Andhra Pradesh Industrial Development Corporation (LF NO. APIDC 1)				
	At the beginning of the year	1000000	5.79	1000000	5.79
	Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus / sweat equity etc):	-	-	-	-
	At the end of the year	1000000	5.79	1000000	5.79
2.	Government of Andhra Pradesh (LF NO. GAP 1)				
	At the beginning of the year	149010	0.86	149010	0.86
	Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase/decrease (e.g. allotment / transfer / bonus / sweat equity etc):	-	-	-	-
	At the end of the year	149010	0.86	149010	0.86
3.	YANDURI SREE ANJANEYULU (LF NO. Y00269)				
	At the beginning of the year	2900	0.01679	2900	0.01679
	Date wise Increase/Decrease in Shareholding during the year specifying the reasons for increase/decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	-	-	-	-
	At the end of the year	2900	0.01679	2900	0.01679
4.	K. SWARNA LATHA(J/A) (LFNO.K07354)				
	At the beginning of the year	2600	0.01505	2600	0.01505
	Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	-	-	-	-
	At the end of the year	2600	0.01505	2600	0.01505
5.	M/S THE ANDHRACEMENT CO., LTD., (T01973)				
	At the beginning of the year	2500	0.01447	2500	0.01447
	Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase/decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	-	-	-	-
	At the end of the year	2500	0.01447	2500	0.01447
6.	ADUSUMILLI SEETHARAMAYYA (LF NO.A01951)				
	At the beginning of the year	2200	0.01273	2200	0.01273
	Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase/decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	-	-	-	-
	At the end of the year	2200	0.01273	2200	0.01273
7.	T. LALAMMA (LF NO.T02166)				
	At the beginning of the year	2120	0.01227	2120	0.01227
	Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase/decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	-	-	-	-
	At the end of the year	2120	0.01227	2120	0.01227

8.	S R M T LTD., (LF NO.S00081)				
	At the beginning of the year	2100	0.01215	2100	0.01215
	Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	-	-	-	-
	At the end of the year	2100	0.01215	2100	0.01215
9.	CHILAKAPATY LAKSHMA RAYUDU (LF NO.(C00003)				
	At the beginning of the year	2100	0.01215	2100	0.01215
	Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	-	-	-	-
	At the end of the year	2100	0.01215	2100	0.01215
10.	VEERAMACHANENI MALLESWARA RAO(LF NO.V03574)				
	At the beginning of the year	2028	0.01174	2028	0.01174
	Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	-	-	-	-
	At the end of the year	2028	0.01174	2028	0.01174
11.	TIPIRNENI TATA PRAKASA RAO (T02030)				
	At the beginning of the year	2000	0.01158	2000	0.01158
	Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	-	-	-	-
	At the end of the year	2000	0.01158	2000	0.01158
12.	SATYA BHUSHAN KALA NAURIA (LF NO.S03034)				
	At the beginning of the year	2000	0.01158	2000	0.01158
	Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	-	-	-	-
	At the end of the year	2000	0.01158	2000	0.01158
13.	PINNAMANENI RAMA KRISHNA PRASAD (LF NO.P04418)				
	At the beginning of the year	2000	0.01158	2000	0.01158
	Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	-	-	-	-
	At the end of the year	2000	0.01158	2000	0.01158
14.	MD. GHOUSE MOHIDDIN (LF NO.M04246)				
	At the beginning of the year	2000	0.01158	2000	0.01158
	Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	-	-	-	-
	At the end of the year	2000	0.01158	2000	0.01158

E. Shareholding of Directors and Key Managerial Personnel:

SI. No.	Shareholding of each Directors and each Key Managerial Personnel	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1.	Sri NVK Srinivas (DIN:10074610)				
	At the beginning of the year	-	-	-	-
	Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	-	-	-	-
	At the end of the year	-	-	-	-
2.	Sri Y. Rajasekhara Reddy (DIN:10118769)				
	At the beginning of the year	-	-	-	-
	Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	-	-	-	-
	At the end of the year	-	-	-	-
3.	Sri K. Prasada Rao (DIN:08923693)				
	At the beginning of the year	-	-	-	-
	Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	-	-	-	-
	At the end of the year	-	-	-	-
4.	Sri M. Subba Rao (DIN:10322407)				
	At the beginning of the year	-	-	-	-
	Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	-	-	-	-
	At the end of the year	-	-	-	-
5.	Sri J. Ramesh (DIN:10314804)				
	At the beginning of the year	-	-	-	-
	Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	-	-	-	-
	At the end of the year	-	-	-	-
6.	Sri SK Pal (DIN:09034709)				
	At the beginning of the year	-	-	-	-
	Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	-	-	-	-
	At the end of the year	-	-	-	-
7.	Sri Ch.Narsimha Rao (DIN: 06557315)				
	At the beginning of the year	-	-	-	-
	Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	-	-	-	-
	At the end of the year	-	-	-	-

8.	Sri YGK Murthy (DIN:08924395)	-	-	-	-
	At the beginning of the year	-	-	-	-
	Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	-	-	-	-
	At the end of the year	-	-	-	-
9.	Sri YSS Suresh (DIN:08589605)	-	-	-	-
	At the beginning of the year	-	-	-	-
	Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	-	-	-	-
	At the end of the year	-	-	-	-
10.	Sri Juvva Seshagiri Rao (DIN:00460552)				
	At the beginning of the year	150	0.000868	150	0.000868
	Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	-	-	-	-
	At the end of the year	150	0.000868	150	0.000868
11.	Sri Kuchipudi Srinivasa Rao (DIN: 00767418)				
	At the beginning of the year	470	0.002721	470	0.002721
	Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	-	-	-	-
	At the end of the year	470	0.002721	470	0.002721
12.	Sri P.S.R. KoteswaraRao (DIN:06377073)				
	At the beginning of the year	30	0.000174	30	0.000174
	Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	-	-	-	-
	At the end of the year	30	0.000174	30	0.000174
13.	Sri G. Srinivas, Company Secretary				
	At the beginning of the year	-	-	-	-
	Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	-	-	-	-
	At the end of the year	-	-	-	-
14.	Sri Y. SrinivasaRao , Chief Financial Officer				
	At the beginning of the year	-	-	-	-
	Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	-	-	-	-
	At the end of the year	-	-	-	-
15.	Smt. K. Vijaya Swetha, Chief Financial Officer				
	At the beginning of the year	-	-	-	-
	Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	-	-	-	-
	At the end of the year	-	-	-	-

V) INDEBTEDNESS -Indebtedness of the Company including interest outstanding/accrued but not due for payment.				
Particulars	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	-	1,00,00,000	-	1,00,00,000
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	-	1,00,00,000	-	1,00,00,000
Change in Indebtedness during the financial year				
* Addition	-	-	-	-
* Reduction	-	-	-	-
Net Change	-	-	-	-
Indebtedness at the end of the financial year				
i) Principal Amount	-	1,00,00,000	-	1,00,00,000
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	-	1,00,00,000	-	1,00,00,000

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL -				
A. Remuneration to Managing Director, Whole-time Directors and/or Manager :				
Sl. No.	Particulars of Remuneration	Name of Managing Director		Total Amount (Rs.)
		Sri K. Prasada Rao (DIN: 08923693)	Sri Y.Raja-sekhara Reddy (DIN: 10118769)	
1	Gross salary			
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	10,73,902	53,34,239	64,08,141
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	44,399	5,00,298	5,44,697
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961	-	-	
2	Stock Option	-	-	
3	Sweat Equity	-	-	
4	Commission- as % of profit- others, specify...	-	-	
5	Others, please specify			
	Total (A)	11,18,301	58,34,537	69,52,838
	Ceiling as per the Act	Not Applicable		

B. Remuneration to other directors

1. Independent Directors: Not Appointed

Sl. No.	Particulars of Remuneration	Name of Directors				Total Amount
1	Fee for attending board committee meetings	-	-	-	-	-
2	Commission	-	-	-	-	-
3	Others, please specify	-	-	-	-	-
	Total (1)	-	-	-	-	-

2. Other Non-Executive Directors

(Rs.)

Sl. No.	Particulars of Remuneration	Name of Directors										Total Amount	
		Sri NVK Srinivas	Sri Ch. Narasimha Rao	Sri Y.G.K. Murthy	Sri M. Subba Rao	Sri J. Ramesh	Sri SK Pal	Sri Juwwa Seshagiri Rao	Sri Kuchipudi Srinivasa Rao	Sri P.S.R. Koteswara Rao	Sri YSS Suresh		
1.	Fee for attending board /committee meetings	-	1000	1000	3000	3000	2000	4000	1000	2000	2000		19000
2.	Commission	-	-	-	-	-	-	-	-	-	-		
3.	Others (incidentals, travelling expenses, DA & Accommodation expenses)	-	150	150	450	450	300	600	150	300	300		2850
	Total (2)	-	1150	1150	3450	3450	2300	4600	1150	2300	2300		21850
	Total Managerial Remuneration	-	-	-	-	-	-	-	-	-	-		-
	Overall Ceiling as per the Act	Not Applicable											

C: REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTD (Rs.)					
Sl. No.	Particulars of Remuneration	Key Managerial Personnel			
		CS	CFO		Total
			Y. Srinivasa Rao	K. Vijaya Swetha	
1.	Gross salary				
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	49,13,376	27,06,506	3,64,929	79,84,811
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	3,89,121	3,40,078	0	7,29,199
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	-	-	-	
2.	Stock Option	-	-	-	
3.	Sweat Equity	-	-	-	
4.	Commission - as % of profit others, specify...	-	-	-	
5.	Others, please specify	-	-	-	
	Total (C)	53,02,497	30,46,584	3,64,929	87,14,010

VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES: Nil

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment/ Compounding fees imposed	Authority [RD / NCLT/ COURT]	Appeal made, if any (give Details)
A. COMPANY					
Penalty	Nil	Nil	Nil	Nil	Not Applicable
Punishment	Nil	Nil	Nil	Nil	Not Applicable
Compounding	Nil	Nil	Nil	Nil	Not Applicable
B. DIRECTORS					
Penalty	Nil	Nil	Nil	Nil	Not Applicable
Punishment	Nil	Nil	Nil	Nil	Not Applicable
Compounding	Nil	Nil	Nil	Nil	Not Applicable
C. OTHER OFFICERS IN DEFAULT					
Penalty	Nil	Nil	Nil	Nil	Not Applicable
Punishment	Nil	Nil	Nil	Nil	Not Applicable
Compounding	Nil	Nil	Nil	Nil	Not Applicable

Sd/-
(N.V.K. Srinivas)
 Chairman
 DIN: 10074610

Sd/-
(J. Nagaraju)
 Managing Director
 DIN: 10751743

REVISED INDEPENDENT AUDITORS' REPORT

To the Members of

ANDHRA PRADESH HEAVY MACHINERY AND ENGINEERING LIMITED

Report on the Audit of Financial Statements

We have audited the financial statements of **ANDHRA PRADESH HEAVY MACHINERY AND ENGINEERING LIMITED** ("the Company"), the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year ended 31st March 2024 and a summary of Material accounting policies and other explanatory information (hereinafter referred to as the "financial statements").

OPINION

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 (the "Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2024 and its profit, total comprehensive income, changes in equity and its cash flows for the year ended on that date.

BASIS FOR OPINION

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

KEY AUDIT MATTERS

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the standalone financial statements of the current period. These matters were addressed in the context of our audit of the standalone financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined that there are no key audit matters to communicate in our report.

RESPONSIBILITIES OF MANAGEMENT AND THOSE CHARGED WITH GOVERNANCE FOR THE FINANCIAL STATEMENTS

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income and cash

flows of the Company in accordance with the Accounting principles generally accepted in India, including the Indian Accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

AUDITOR'S RESPONSIBILITIES FOR THE AUDIT OF THE FINANCIAL STATEMENTS

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion.

Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143(3) of the Act, we report that:
 - a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c. The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, Statement of Changes in Equity and the Statement of Cash Flows dealt with by this Report are in agreement with the books of account.
 - d. In our opinion, the aforesaid standalone financial statements comply with the Ind AS specified under Section 133 of the Act.
 - e. In Pursuance to the Notification No.G.S.R 463 (E) dated 05-06-2015 issued by the Ministry of Corporate Affairs, Section 164 (2) of the Companies Act,2013 Pertaining to disqualification of Directors is not applicable to the Government Company.
 - f. With respect to the adequacy of the internal financial controls with reference to financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in

“Annexure B”. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company’s internal financial controls with reference to financial statements.

- g. In Pursuance to the Notification No.G.S.R 463 (E) dated 05-06-2015 issued by the Ministry of Corporate Affairs, Section 197 of the Companies Act,2013 Pertaining to the remuneration of Directors is not applicable to the Government Company.
- h. With respect to the other matters to be included in the Auditor’s Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - a. The Company has disclosed the impact of pending litigations on its Financial Position on its financial statements Refer Note to the 29 financial statements.
 - b. The Company does not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - c. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
 - d.
 - i) The management has represented that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity(ies), including foreign entities (“Intermediaries”), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (“Ultimate Beneficiaries”) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
 - ii) The management has represented, that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been received by the company from any person(s) or entity(ies), including foreign entities (“Funding Parties”), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (“Ultimate Beneficiaries”) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and
 - iii) Based on audit procedures which we considered reasonable and appropriate in the circumstances, nothing has come to their notice that has caused them to believe that the representations under sub-clause (i) and (ii) contain any material mis-statement.
 - e. The company has not declared or paid any dividend during the year in contravention of the provisions of section 123 of the Companies Act, 2013.
 - f. Based on our examination, which included test checks, the Company has used accounting software’s for maintaining its books of accounts for the financial year ended March 31, 2024 which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software. Further, during the course of our audit we did not come across any instance of the audit trail feature being tampered with.

As per proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 is applicable from April 1, 2023, reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 on preservation of audit trail as per the statutory requirements for record retention is not applicable for the financial year ended March 31, 2024.

3. As required by Sec 143(5) of the Act. We report that we have considered the directions/sub directions issued by the comptroller and audit general of India, the action taken thereon and its impact on the financial statements of the company are given in Annexure C.

For **ANNADEVARA ASSOCIATES**
Chartered Accountants
FRN: **004973S**

Sd/-
(A G Krishna Prasad)
Partner
Membership No. 210576
UDIN: **24210576BJZXMR5314**

Place: Vijayawada
Date: **12/11/2024**

ANNEXURE A: TO THE INDEPENDENT AUDITORS' REPORT:

Report as required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013 (Refer to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date) With reference to the Annexure A referred to in the Independent Auditors' Report to the members of the Company on the financial statements for the year ended March 31, 2024, we report the following:

- (i)(a) (A) The Company has proper records related to full particulars including quantitative details and situation of Property, Plant and Equipment.
 - (B) The company is not having any intangible asset. Therefore, the provisions of Clause (i)(a)(B) of paragraph 3 of the order are not applicable to the company.
 - (b) In our opinion Property, Plant and Equipment have been physically verified by the management at reasonable intervals. No material discrepancies were noticed on such verification during the year.
 - (C) The Title Deeds of all the immovable properties (other than properties where the company is lessee and the lease agreements are duly executed in favour of lessee) disclosed in the financial statements are held in the name of company.
 - (D) The company has not re-valued its Property, Plant and Equipment during the year. Therefore, the provisions of Clause (i)(d) of paragraph 3 of the order are not applicable to the company.
 - (E) No proceedings have been initiated (or) are pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder. Therefore, the provisions of Clause (i)(e) of paragraph 3 of the order are not applicable to the company.
- (ii) (a) In our opinion, physical verification of inventory has been conducted at reasonable intervals by the management and the coverage and procedure of such verification by the management is appropriate & no discrepancies of 10% or more in the aggregate for each class of inventory were noticed.
 - (b) During any point of time of the year, the company has not been sanctioned any working capital limits, from banks or financial institutions on the basis of security of current assets. Therefore, the provisions of Clause (ii)(b) of paragraph 3 of the order are not applicable to the company.
 - (iii) During the year, the company has not made any investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties. Therefore, the provisions of clause 3(iii) of the said Order are not applicable to the company.
 - (iv) The company has not made any loans, investments, guarantees and security on which provisions of section 185 and 186 of the Companies Act 2013 are applicable. Therefore, the provisions of clause 3(iv) of the said Order are not applicable to the company.
 - (v) The company has not accepted any deposit or amounts which are deemed to be deposits. Hence, reporting under clause 3(v) of the Order is not applicable.
 - (vi) As explained to us, the Central Government of India has not specified the maintenance of cost records under sub-section (1) of Section 148 of the Act for any of the products of the Company. Therefore, the provisions of Clause (vi) of paragraph 3 of the order are not applicable to the Company.
- (vii) (a) The Company is generally regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Income tax Duty of Customs, duty of Excise, Value Added Tax, GST, Cess and other statutory dues with the appropriate authorities to the extent applicable to it. There were no undisputed amounts payable in respect of these statutory dues as at March 31, 2024 for a period of more than six months from the date they became payable.

- (b) According to the information and explanations given to us, there were disputed amounts payable in respect of Income-tax, GST, Sales Tax, Employees State Insurance and others material statutory dues in arrears were outstanding as at 31-03-2024. The details are given below

S. No	Name of the Statute	Nature	Amount of Dispute (Rs.in Lakh)	Amount Deposit (Rs.in Lakh)	Assessment Year	From where Dispute is pending
1	Sales Tax	Sales Tax	4.59	2.75	1991-92	Appellate Tribunal
2	Sales Tax	Sales Tax	4.21	2.75	1994-95	Appellate Tribunal
3	ESI Act	ESI	131.91	0.00	01-01-1997 to 28-02-2002	Company Preferred to appeal before Hon'ble High Court on the order of the EI Court

- (viii) There were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961).
- (ix)(a) In our opinion and according to the information and explanations given to us, the Company has not defaulted in repayment of any loan or other borrowings or any interest due thereon to any lender.
- The Company has received an interest free loan from Government of Andhra Pradesh for Rs.100 Lakhs vide Letter No.23600/IFR/2002-03 dated 13-09-2003. The Interest free loan was granted by Govt., of A.P to implement the Voluntary Retirement Scheme (VRS) in 1997. Following the bifurcation of the State of A.P in 2014, the repayment of this loan has been suspended, pending the resolution of asset bifurcation issues.
- (b) In our opinion and according to the information and explanations given to us, the company has not been a declared wilful defaulter by any bank or financial institution or other lender.
- (c) In our opinion and according to the information and explanations given to us, the loans were applied for the purpose for which the loans were obtained.
- (d) In our opinion and according to the information and explanations given to us, there are no funds raised on short term basis which have been utilised for long term purposes.
- (e) In our opinion and according to the information and explanations given to us, the company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures not applicable.
- (f) In our opinion and according to the information and explanations given to us, the company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies.
- (x) (a) The Company has not raised money by way of initial public offer or further public offer (including debt instruments). Therefore, the provisions of Clause (x)(a) of paragraph 3 of the order are not applicable to the Company.
- (b) In our opinion and according to the information and explanations given to us, during the year, the company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) and hence, reporting under clause 3(x)(b) of the Order is not applicable.
- (xi) (a) We have not noticed any case of fraud by the company or any fraud on the Company by its officers or employees during the year. The management has also not reported any case of fraud during the year.

- (b) During the year no report under sub-section (12) of section 143 of the Companies Act has been filed by the auditors in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government. (c) As auditor, we did not receive any whistle-blower complaint during the year.
- (xii) The company is not a Nidhi Company. Therefore, the provisions of Clause (xii) of paragraph 3 of the order are not applicable to the Company.
- (xiii) As per the information and explanations received to us all transactions with the related parties are in compliance with sections 177 and 188 of Companies Act where applicable, and the details have been disclosed in the financial statements, etc., as required by the applicable accounting standards. Identification of related parties were made and provided by the management of the company.
- (xiv) The company is not covered by section 138 of the Companies Act, 2013, related to appointment of internal auditor of the company. Therefore, the company is not required to appoint any internal auditor. Therefore, the provisions of Clause (xiv) of paragraph 3 of the order are not applicable to the Company.
- (xv) The Company has not entered into any non-cash transactions with directors or persons connected with him for the year under review. Therefore, the provisions of Clause (xv) of paragraph 3 of the order are not applicable to the Company.
- (xvi) (a) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.
(b) The company has not conducted any Non-Banking Financial or Housing Finance activities during the year.
(c) The company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India.
(d) As per the information and explanations received, the group does not have any CIC as part of the group.
- (xvii) The company has not incurred cash losses during the financial year covered by our audit and in the immediately previous financial year also.
- (xviii) There has been no resignation of the previous statutory auditors during the year.
- (xix) On the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements, the auditor's knowledge of the Board of Directors and management plans, we are of the opinion that no material uncertainty exists as on the date of the audit report that company is capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date.
- (xx) There is no liability of the company under the provisions of section 135 of the Companies Act, relating to Corporate Social Responsibility. Therefore, the provisions of Clause (xx) of paragraph 3 of the order are not applicable to the Company.
- (xxi) The company has not made investments in subsidiary company. Therefore, the company does not require to prepare consolidated financial statement. Therefore, the provisions of Clause (xxi) of paragraph 3 of the order are not applicable to the Company.

For **ANNADEVARA ASSOCIATES**
Chartered Accountants
FRN: **004973S**

Sd/-
(A G Krishna Prasad)
Partner
Membership No. 210576
UDIN: **24210576BJZXMR5314**

Place: Vijayawada
Date: **12/11/2024**

ANNEXURE B: to the Independent Auditors' Report

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls with respect to the Financial Statements of ANDHRA PRADESH HEAVY MACHINERY AND ENGINEERING LIMITED ("the Company") as of 31 March 2024 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

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

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

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

Meaning of Internal Financial Controls with respect to Financial Statements

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

unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls with respect to Financial Statements

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2024, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For **ANNADEVARA ASSOCIATES**
Chartered Accountants
FRN: **004973S**

Sd/-
(A G Krishna Prasad)
Partner
Membership No. 210576
UDIN: **24210576BJZXMR5314**

Place: Vijayawada

Date: 12/11/2024

ANNEXURE C: TO THE INDEPENDENT AUDITOR'S REPORT

As referred to the Point (3) under "Report on Other Legal and Regulatory Requirements" section of our report of even date to the members of the M/s. ANDHRA PRADESH HEAVY MACHINERY AND ENGINEERING LIMITED on standalone financial statements for the year ended March, 31st2024.

As required by section 143(5) of the Companies Act, 2013 we report, on the basis of such checks of the books and records of the company as we considered appropriate and according to the information and explanation given to us during the course of our audit and the audit procedures conducted by us, on the directions and the sub-directions issued by Comptroller & Auditor General of India, to the extent applicable are:

(a) Directions :

Sl. No.	Directions	Our Comments
1.	Whether the company has system in place to process all the accounting transactions through IT system? If yes, the implications of processing of accounting transactions outside IT system on the integrity of the accounts along with the financial implications, if any, may be stated.	As per the information and explanation provided to us, Company has a system to process all the transactions through IT System. To the best of our knowledge there is no accounting transactions being processed outside IT system.
2.	Whether there is any restructuring of an existing loan or cases of waiver/write off of debts /loans/interest etc. made by a lender to the company due to the company's inability to repay the loan? If yes, the financial impact may be stated. Whether Such Cases are properly accounted for? (In case, lender is a government company, then this direction is also applicable for statutory auditor of lender company).	As per information and explanation provided to us, there are no such instances of case of waiver/write off of debts/loans/interest etc., during F.Y.2023-24.
3.	Whether funds (grants/subsidy etc.) received/receivable for specific schemes from central/ state Government or its agencies were properly accounted for/ utilized as per its term and conditions? List the cases of deviation.	As per information and explanation provided to us, no funds have been received for any specific schemes from central/ state Government or its agencies.

(b) Sub-Directions :

(1) General :

Sl. No.	Sub-Directions	Our Comments
1.	In case of works executed with the funds of Central of State Government (s)/ other user department(s) or their agencies, whether there is conclusive evidence that the assets created will be the assets of the PSU? If not, the accounting treatment of the funds received, utilised, returned, assets created upto and the during the year (work-in-progress or completed), assets handed over to the fund-giving agency upto and during the year, assets impaired, if any, and the revenue/ commission/ centage realized on these works, with full quantitative details may be detailed.	As per the information and explanation provided to us, there are no works which were executed by the funds of either State Government or Central government or other user department (agencies).
2.	Where Grants are received from Central or State Government(s) / other user department(s) or their agencies,	As per the information and explanation provided to us, During the year under review, there are no grants received by the Company from Central or State Government(s) / other user department(s)

Sl No.	Sub-Directions	Our Comments
	<p>a) Where grants are taken as revenue for the year, whether the concerned orders are clear that the funds can be utilized for revenue expenditure:</p> <p>b) Where guarantee commission, is to be paid, the quantitative details viz., amount guaranteed, rate of guarantee commission, whether the commission was paid or payable along with the details of the purpose of raising the funds with guarantee and whether the funds were utilized for the stated purpose:</p>	<p>or their agencies.</p> <p>No, Guarantee commission is paid/ payable by the Company during the year under review.</p>
3	Where any long term liability is undertaken against an asset of finite lifetime, whether there is a clear accounting policy thereon (for instance, land obtained on lease for a specific period (whether renewable or non-renewable) but shares issued in lieu of the land lease.	Not Applicable
4	Whether the corresponding expenditure on which the taxes paid/ payable are accounted in the financial statements is also included appropriately.	Not Applicable
5	<p>Whether there is a Personal Deposit account in the name of the PSU? If yes,</p> <p>a) Funds debited from the PD account erroneously/ lapsed by the treasury, but claimed by the Company as receivable/ its own funds:</p> <p>b) If any funds given by any Government or agencies other than the State Government were lapsed, the details of the same may be detailed:</p> <p>c) Details of the funds raised through loans (with or without government guarantee) and deposited in PD Account: Purpose of the loans and whether the purpose is initiated/completed:</p> <p>d) Whether suitable disclosure on the restrictions or additional permissions required on withdrawing the funds in PD Accounts is included or not:</p> <p>e) The quantitative details of the bills sent for clearing against the PD account balances but not cleared/ returned unpaid as on the reporting date along with age-wise analysis:</p>	<p>As per the information and explanation provided to us, The Company has not maintained any Personal Deposit Account in its name.</p> <p>Not Applicable</p> <p>Not Applicable'</p> <p>Not Applicable</p> <p>Not Applicable</p> <p>Not Applicable</p>
6	Where funds are raised by the Company and the payment of Principal or Interest or both are met by the State Government or its agencies, directly or indirectly, the details and the purpose of these loans may be stated along with the fact whether the funds were utilized for the stated purpose.	As per the information and explanation provided to us, during the year under review, there are no Loans received by the Company from Central or State Government(s) / other user department(s) or their agencies.

Sl No.	Sub-Directions	Our Comments
7	Whether the land owned by the Company is encroached, under litigation, not put to use or declared surplus. Details may be provided.	The land owned by the company has been physically verified, and it has been observed that the company has not constructed a boundary wall. The premises, encompassing 209 acres, remain exposed and vulnerable to encroachment due to the lack of perimeter security.
8	Whether the inventory has been taken on the basis of physical verification after adjustment of shortage/ excess found and whether due consideration has been given for deterioration/ obsolescence in the quality which may result into overvaluation of stock?	As per the information and explanation provided to us, Inventory are taken after due physical verification and no shortage/ excess are found. Sufficient non-moving provision is available in the books of accounts for obsolete materials.
9	Whether the cost incurred on abandoned projects has been written-off?	Not Applicable.
10	Cases of wrong accounting of interest earned on account of non-utilization of amounts received for certain projects/schemes may be reported.	Not Applicable.
11	Whether the bifurcation plan (between Andhra Pradesh & Telangana States), if any, for the Company is finalized and approved: Whether the accounting treatment as per the plan and the suitable detailed disclosures are given. Deviations may be stated.	<p>As per the information and explanation provided to us, The APHMEEL has been in schedule –IX Companies under the A.P. Reorganization Act, 2014. As approved by the share holders of APHMEEL in the extraordinary general meeting held on 01.04.2017 and reconfirmed by the Board in the meeting held on 04.09.2017, MD, APHMEEL submitted demerger proposal to the Expert Committee seeking for “apportionment of 0.86% of equity of APHMEEL amounting to Rs.14,90,100/- held by erstwhile Govt. of AP between the successor States of AP and Telangana in the ratio 58.32 : 41.68 as mentioned in the Act i.e., allocation of 86,903 equity shares to the present Govt. of AP and 62,107 equity shares to the Govt. of Telangana being the only issue to be resolved under the AP Reorganization Act, 2014 with respect to APHMEEL.</p> <p>Contrary to the demerger proposal submitted by MD, APHMEEL, Chairman of the Committee, vide DO Lr.No.5614/Expert Committee/2014 dt.15.03.2018 has given its recommendation to the effect that APHMEEL shall pass to the residual state of Andhra Pradesh in its entirety in terms of section 53(1) of the A.P. Reorganization Act, 2014 since its all the assets & liabilities are located in the State.</p> <p>Based on the recommendations of SCCL, Chief Secretary Got has requested Secretary, Ministry of Home Affairs, Gol vide DO Lr.No.1583/Budget A 2/2017 dt.21.05.2018 to set aside the recommendation of the Expert Committee on APHMEEL and issue directions under Section 71(a) of the Act regarding the</p>

Sl. No.	Sub-Directions	Our Comments
		division of the interests in the shares of the then Andhra Pradesh in APHMEL and protect the interests of Telangana and Central Govt. as the SCCL is a joint Company of Telangana and Central Govt. Communication is yet to be received from the Ministry of Home Affairs, GOI on the subject.

(ii) Sector : Specific Sub-Division : Manufacturing Industry :

Sl. No.	Sub-Directions	Our Comments
1	Whether the Company's pricing policy absorbs all fixed and variable cost of production as well as the allocation of overheads?	As per the information and explanation provided to us, in few cases (as the company deals in product mix) , variable cost of products will be considered to meet some portion of the fixed expenses by the contribution raised from it.
2	Whether the Company has utilized the Government assistance for technology up gradation/modernization of its manufacturing process and timely submitted the utilization certificates.	As per the information and explanation provided to us, Company has not utilized Govt. Assistance for technology up-gradation/modernization and hence submission of utilization certificate is not applicable.
3	Whether the Company has fixed norms for normal losses and a system for evaluation of abnormal losses for remedial action is in existence.	As per the information and explanation provided to us, products Manufactured by Company are based on the Job orders requirement from Customers. The issue of normal/abnormal losses does not arise due to tailor made orders from the customers. All the precautionary measures were taken while quoting the tender to avoid losses (either normal/ abnormal).
4	What is the system of valuation of by-products and finished products? List out the cases of deviation from its declared policy.	As per the information and explanation provided to us, other than Scrap, none of the By-products were generated. Scrap has been valued at the market value. The same would be disposed as per the policy laid down in the Company. There is no deviation from the policy.
5	Whether the effect of deteriorated stores and spares of closed mills been properly accounted for in the books.	As per the information and explanation provided to us, there are no closed mills.
6	State the extent of utilization of plant and machinery during the year vis-à-vis installed capacity.	The relevant Information furnished by the company is attached to this audit report as an "Annexure".
7	Report on the cases of discounts/ commission in regard to debtors and creditors where the company has deviated from its laid down policy.	As per the information and explanation provided to us, there is no deviation.

For **ANNADEVARA ASSOCIATES**

Chartered Accountants

FRN: **004973S**

Sd/-

(A G Krishna Prasad)

Partner

Membership No. 210576

UDIN: **24210576BJZXMR5314**

Place: Vijayawada

Date: 12/11/2024

PARTICULARS REGARDING CAPACITY AND PRODUCTION

In Metric Tonnes

Sl. No.	PRODUCT GROUP	LICENCED CAPACITY		INSTALLED CAPACITY		ACTUAL PRODUCTION	
		CURRENT YEAR	PREVIOUS YEAR	CURRENT YEAR	PREVIOUS YEAR	CURRENT YEAR	PREVIOUS YEAR
				2023-2024	2022-2023	2023-2024	2022-2023
1	Material Handling Equipment	4710	4710	250	250	390	2596
2	Chemical, Pharmaceutical & Mini Cement Plant	2000+ 1000	2000+ 1000	1188	1188	-	-
3	Textile Machinery	160	160	-	-	-	-
4	Leather Processing Machinery	500	500	312	312	-	-
5	Size Reduction Equipent	2000	2000	1750	1750	-	-
6	Job Orders	-	-	-	-	0	0
7	Air Pollution Control Equipment	3000	3000	-	-	-	-
8	Road Headers & Tunnelling Equipment	8 Nos.	8 Nos.	-	-	-	-
9	Maintenance Spares & Overhauling Services	-	-	-	-	752	904
10	Long Wall Roof Support Systems	3 Systems	3 Systems	-	-	-	-

NOTE :

1. The machinery and equipment installed are of general purpose nature and capacities of the machinery and equipment are interchangeable.
2. Capacity is based on 2 shift basis.
3. Installed capacity is arrived on the basis of product mix as per the project Report.
4. The Company has received letter of intent only for Long wall Roof Support Systems.

PERCENTAGE OF LABOUR UTILISATION & CAPACITY UTILISATION

$$\begin{aligned} &\text{Capacity Utilisation} \\ &\text{for the Year} \\ &\text{April 2023 - March 2024} \end{aligned} = \frac{\text{Utilisation of Capacity}}{\text{Installed Capacity}} \times 100$$

$$= \frac{1142}{3500} \times 100 = \mathbf{32.63\%}$$

Sd/-
Senior Manager (Marketing)

REPLIES OF THE MANAGEMENT TO THE COMMENTS OF STATUTORY AUDITORS
M/S ANNADEVARA ASSOCIATES AS CONTAINED IN THE REVISED INDEPENDENT AUDITORS
REPORT AND ANNEXURE TO THE REPORT BOTH DATED **12.11.2024**.

**COMMENTS OF
AUDITORS' REPORT**

NIL

REPLIES OF THE MANAGEMENT

NIL

FOR AND ON BEHALF OF THE BOARD

Sd/-
(J. NAGARAJU)
Managing Director
DIN: 10751743

COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER SECTION 143(6)(B) OF THE COMPANIES ACT, 2013 ON THE FINANCIAL STATEMENTS OF ANDHRA PRADESH HEAVY MACHINERY AND ENGINEERING LIMITED FOR THE YEAR ENDED 31 MARCH 2024.

Comments of the Comptroller and Auditor General of India are yet to be received and it will be provided after receipt of the same.

ANDHRA PRADESH HEAVY MACHINERY & ENGINEERING LIMITED, KONDAPALLI
BALANCE SHEET AS AT 31.03.2024
(Rs. in lakhs)

Particulars	Note No.	As at 31-03-2024	As at 31-03-2023
Assets			
1) Non-Current Assets			
a) Property, plant and equipment	3	126.03	127.10
b) Financial Assets			
i) Loans	4	18.02	18.02
c) Deferred tax asset (net)	5	113.59	90.17
d) Other non-current assets	6	13.30	13.30
Total Non-current assets		270.94	248.59
2) Current Assets			
a) Inventories	7	701.98	953.80
b) Financial Assets			
i) Trade Receivables	8	1,972.73	1,620.21
ii) Cash & Cash equivalents	9	92.86	164.60
iii) Bank balance other than (ii) above	10	2,239.03	2,238.11
iv) Loans	11	118.29	116.58
v) Other Financial Assets	12	130.03	17.04
c) Current tax asset (net)	13	84.93	36.85
d) Other Current assets	14	95.39	146.10
Total Current Assets		5,435.24	5,293.29
Total Assets		5,706.18	5,541.88
Equity and Liabilities			
Equity			
a) Equity Share Capital	15	1,727.13	1,727.13
b) Other Equity	16	2,766.18	2,660.77
Equity attributable to equity holders of the company		4,493.31	4,387.90
Total Equity		4,493.31	4,387.90
Liabilities			
1. Non-current liabilities			
a) Provisions	17	351.74	290.70
Total Non-current liabilities		351.74	290.70
2. Current liabilities			
a) Financial liabilities			
i) Trade payables	18	-	28.48
a) Micro & Small Medium Enterprises		110.87	178.28
b) Others		475.46	424.91
ii) Other financial liabilities	19	163.01	150.07
b) Other current liabilities	20	111.79	81.55
c) Provisions	21	861.13	863.28
Total Current Liabilities		1,212.87	1,153.98
Total Liabilities		5,706.18	5,541.88
Total equity and liabilities		5,706.18	5,541.88

Notes referred to above form an intergral part of the financial statements

As per our report of even date
For M/s. Annadevara Associates
Chartered Accountants (FRN:004973S)

For and on behalf of the Board

Sd/-
A.G.Krishna Prasad
Partner
Membership No.210576

Sd/-
G. Srinivas
Company Secretary
Membership No.
FCS.6395

Sd/
K. Vijaya Swetha
Chief Financial
Officer
Membership
No. ACA218520

Sd/-
N.V.K. Srinivas
Chairman
DIN:10074610

Sd/-
Y.Rajasekhara Reddy
Managing Director
DIN:10118769

Kondapalli
Dated : 18.07.2024
UDIN:24210576BJZXMR5314

Kondapalli
Dated : 18.07.2024

ANDHRA PRADESH HEAVY MACHINERY & ENGINEERING LIMITED, KONDAPALLI
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31.03.2024

(Rs. in lakhs)

Particulars	Note No.	for the year ended 31-03-2024	for the year ended 31-03-2023
INCOME			
I. Revenue from operations	22	3,253.90	4,217.52
II. Other Income	23	202.12	323.92
III. Total Income (I + II)		<u>3,456.02</u>	<u>4,541.44</u>
IV. EXPENSES			
Cost of Materials Consumed	24	802.57	1,578.75
Changes in Inventories of Finished Goods, Work-in-Progress and Stock-in-Trade	25	190.03	(130.15)
Employees Benefits Expenses	26	1,648.31	1,570.50
Finance Costs	27	1.58	0.29
Depreciation and Amortisation Expenses	3	13.23	11.34
Other Expenses	28	701.86	883.60
Total Expenses :		<u>3,357.58</u>	<u>3,914.33</u>
V. PROFIT / (LOSS) BEFORE EXCEPTIONAL ITEMS AND TAX (III - IV)		98.44	627.11
VI. PROFIT / (LOSS) BEFORE TAX		98.44	627.11
VII. Tax Expenses:			
1. Less : Current Tax		16.39	98.82
2. Add : Deferred Tax		23.44	(43.09)
3. Tax Relating to Earlier Periods		-	-
Profit / (Loss) for the period from continuing operations (VI-VII)		<u>105.49</u>	<u>485.20</u>
Other Comprehensive Income			
Items that will not be reclassified to profit or loss		(0.07)	(104.59)
Less : Income tax relating to items that will not be reclassified to profit or (Loss)		<u>(0.02)</u>	<u>(27.19)</u>
Total comprehensive income for the period (Comprising profit / (loss) and other comprehensive income for the period		<u>105.40</u>	<u>353.42</u>
Basic and Diluted Earning per equity share (Rs.) Note No. 29:19		0.61	2.81
Significant Accounting Policies	1 & 2		
Additional Notes to Accounts	29		

Notes referred to above form an integral part of the Financial Statements

As per our report of even date
For M/s. Annadevara Associates
Chartered Accountants (FRN:004973S)

For and on behalf of the Board

Sd/-
A.G.Krishna Prasad
Partner
Membership No.210576

Sd/-
G. Srinivas
Company Secretary
Membership No.
FCS.6395

Sd/
K. Vijaya Swetha
Chief Financial
Officer
Membership
No. ACA218520

Sd/-
N.V.K. Srinivas
Chairman
DIN:10074610

Sd/-
Y.Rajasekhara Reddy
Managing Director
DIN:10118769

Kondapalli
Dated : 18.07.2024
UDIN:24210576BJZXMR5314

Kondapalli
Dated : 18.07.2024

ANDHRA PRADESH HEAVY MACHINERY & ENGINEERING LIMITED, KONDAPALLI
Cash flow statement for the year ended 31st March 2024 (Indirect Method)

(Rs. in lakh)

	2023-24		2022-23	
A) CASH FLOW FROM OPERATING ACTIVITIES				
Profit before exceptional items and extraordinary items		98.44		627.11
Adjustments for				
Depreciation	13.23		11.34	
Interest expenses	1.58		0.29	
Interest Income on Deposits	(124.83)		(80.25)	
Assets Written Off	0.06		0.32	
Other Adj.	(0.07)		(104.59)	
Non-Current Provisions	61.05		(160.23)	
Others (Loss on sale of assets)	-	(48.97)	-	(333.12)
Operating Profit before working capital changes		49.47		293.99
Adjustments towards changes in				
Inventories	251.82		(199.04)	
Trade Receivables	(352.52)		(117.16)	
Loans, Others, Other current assets,				
Other non-current Financial assets -Loans	(113.00)		(861.10)	
Trade Payables	(95.89)		124.77	
Other financial liabilities, Current liabilities, Provisions Tax (Net)	93.74	(215.85)	(322.00)	(1,374.54)
Net Cash Flow from Operating Activities		(166.38)		(1,080.54)
Short/Excess of Earlier Tax	-		-	
Provision for Taxation	(16.39)	(16.39)	(98.82)	(98.82)
CASH FLOW FROM OPERATING ACTIVITIES		(182.77)		(1,179.36)
B) CASH FLOW FROM INVESTING ACTIVITIES				
Increase in Fixed Assets	(12.35)		(13.43)	
Sale of Fixed Assets	0.13		-	
Interest Income on Deposits	124.83		80.25	
CASH FLOW FROM INVESTING ACTIVITIES		112.61		66.82
C) CASH FLOW FROM FINANCING ACTIVITIES				
Short Term Borrowings	-		-	
Interest expenses	(1.58)		(0.29)	
CASH FLOW FROM FINANCING ACTIVITIES		(1.58)		(0.29)
D) Net increase in Cash & Cash equivalents (A+B+C)		(71.74)		(1,112.84)
E) Cash & Cash equivalents at the beginning of the year		164.60		1,277.44
F) Cash & Cash equivalents at the end of the year (D+E)		92.86		164.60

As per our report of even date
For M/s. Annadevara Associates
Chartered Accountants (FRN:004973S)

For and on behalf of the Board

Sd/-
A.G.Krishna Prasad
Partner
Membership No.210576

Sd/-
G. Srinivas
Company Secretary
Membership No.
FCS.6395

Sd/
K. Vijaya Swetha
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Sd/-
N.V.K. Srinivas
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Y.Rajasekhara Reddy
Managing Director
DIN:10118769

Kondapalli
Dated : 18.07.2024
UDIN:24210576BJZXMR5314

Kondapalli
Dated : 18.07.2024

“STATEMENT OF CHANGES IN EQUITY

Name of the Company: **ANDHRA PRADESH HEAVY MACHINERY & ENGINEERING LIMITED**

A. Equity Share Capital

(1) Current reporting period: As at 31st March 2024

(Rs. in Lakhs)

Balance at the beginning of the current reporting period	Changes in Equity Share Capital due to prior period errors	Restated balance at the beginning of the current reporting period	Changes in equity share capital during the current year	Balance at the end of the current reporting period
1727.13	-	1727.13	-	1727.13

Previous reporting period: As at 31st March 2023

(Rs. in Lakhs)

Balance at the beginning of the current reporting period	Changes in Equity Share Capital due to prior period errors	Restated balance at the beginning of the current reporting period	Changes in equity share capital during the current year	Balance at the end of the current reporting period
1727.13	-	1727.13	-	1727.13

B. Other Equity

(Rs. in Lakhs)

	Reserves and Surplus							Total					
	Share application money pending allotment	Equity component of compound financial instruments	Capital Reserve	Securities premium	Other Reserves (Specify nature)	Retained Earnings	Debt instruments through Other Comprehensive Income		Equity Instruments through Other Comprehensive Income	Effective portion of Cash Flow Hedges	Revaluation Surplus	Exchange differences on translating the financial statements of a Foreign operation	Other items of Other Comprehensive Income (specify nature)
Balance at the beginning of the current reporting period	-	-	-	-	-	2806.11	-	-	-	-	(145.34)	-	2660.77
Changes in accounting policy or prior period errors	-	-	-	-	-	-	-	-	-	-	-	-	-
Restated balance at the beginning of the current reporting period	-	-	-	-	-	2806.11	-	-	-	-	(145.34)	-	2660.77
Total Comprehensive Income for the current year	-	-	-	-	-	-	-	-	-	-	(0.08)	-	(0.08)
Dividends	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer to retained earnings	-	-	-	-	-	105.49	-	-	-	-	-	-	105.49
Any other change (to be specified)	-	-	-	-	-	-	-	-	-	-	-	-	-
Balance at the end of the current reporting period	-	-	-	-	-	2911.60	-	-	-	-	(145.42)	-	2766.18

(2) Previous reporting period: FY 2022-23

(Rs. in Lakhs)

	Reserves and Surplus				Debt instruments through Other Comprehensive Income	Equity Instruments through Other Comprehensive Income	Effective portion of Cash Flow Hedges	Revaluation surplus	exchange differences on translating the financial statements of a foreign operation	Items of other Comprehensive Income (specify nature)	Money received against share warrants	Total
	Share application money pending allotment	Equity component of compound financial instruments	Capital Securities Reserve Premium	Other Reserves (Specify nature)								
Balance at the beginning of the current reporting period	-	-	-	-	2320.91	-	-	-	-	(13.56)	-	2307.35
Changes in accounting policy or prior period errors	-	-	-	-	-	-	-	-	-	-	-	-
Restated balance at the beginning of the current reporting period	-	-	-	-	2320.91	-	-	-	-	(13.56)	-	2307.35
Total Comprehensive Income for the current year	-	-	-	-	-	-	-	-	-	(131.78)	-	(131.78)
Dividends	-	-	-	-	-	-	-	-	-	-	-	-
Transfer to retained earnings	-	-	-	-	485.20	-	-	-	-	-	-	485.20
Any other change (to be specified)	-	-	-	-	-	-	-	-	-	-	-	-
Balance at the end of the current reporting period	-	-	-	-	2806.11	-	-	-	-	(145.34)	-	2660.77

Sd/-
A.G.Krishna Prasad
Partner
Membership No.210576
Kondapalli
Dated : 18.07.2024
UDIN:24210576BJZXXMR5314

Sd/-
G. Srinivas
Company Secretary
Membership No.
FCS:6395

Sd/-
K. Vijaya Swetha
Chief Financial Officer
Membership
No. ACA218520

Sd/-
N.V.K. Srinivas
Chairman
DIN:10074610

Sd/-
Y.Rajasekhara Reddy
Managing Director
DIN:10118769
Kondapalli
Dated : 18.07.2024

NOTES TO ACCOUNTS AS AT 31ST MARCH, 2024

Note: 1 Corporate Overview

M/s. Andhra Pradesh Heavy Machinery & Engineering Limited is a subsidiary of The Singareni Collieries Company Limited, A Government Company with Head Office at Kondapalli, Andhra Pradesh.

The Company is mainly engaged in Designing, Manufacturing / Fabricating Heavy machinery / equipments used in Mining Industry viz., Man Riding Car, Man Riding Chair lift systems, Road Headers, Belt conveyor Drive Heads of various capacities, Haulers, Armored Chain Conveyors, Roof Bolts, Coal Tubs etc., and also undertake Services like Erection & Commissioning, Repair & Overhauling, Machining, Assembly Testing and Supply Spare parts etc.,. The major consumers of the company is Coal sector. Books of Accounts are being maintained through Tally Software during the Financial Year 2023-24.

Note 2: Material Accounting Policy information:

2.1. Basis of preparation of financial statements.

(a) Statement of Compliance

The financial statements of the Company have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015, Companies (Indian Accounting Standards) Amendment Rules and the relevant provisions of The Companies Act, 2013 from time to time.

Ind AS 116 was notified by Ministry of Corporate Affairs on 30 March 2019 and it is applicable for annual reporting periods beginning on or after 1st April 2019, Ind AS 116 – “Leases” (Ind AS 116) supersedes Ind AS 17 – “Leases”. The Company has adopted Ind AS 116 using the prospective approach. The application of Ind AS 116 has resulted into recognition of ‘Right-of-Use’ asset with a corresponding Lease Liability in the Balance Sheet.

The Company has adopted Ind AS 116 ‘Leases’ effective April 1, 2019 and applied the Standard to its leases, pursuant to which it has reclassified its leased asset as Right-of-Use Assets, if any. The impact on the profit for the year is not material.

The Company has adopted a policy to apply recognition of exemption from Ind AS 116 for Leases for which the underlying asset is of low value leases i.e the amounts payable in respect of Low Value leases up to **Rs.2.00 lakhs/per month** per Asset and the Short-term leases of 12 months or less are fully charged to expense.

(b) Basis of Measurement :

The financial statements have been prepared on historical cost basis of measurement, except for

- * Certain financial assets and liabilities measured at fair value (refer accounting policy on financial instruments in para 2.2.5)
- * Defined benefit plans- plan assets measured at fair value;
- * Inventories at Cost or NRV whichever is lower (refer accounting policy in para no.2.2.9).

(c) Functional or presentation currency.

The financial statements are presented in Indian rupees, which is the functional currency of the Company. All financial information presented in Indian rupees has been rounded to the nearest lakh up to two decimal points except otherwise indicated.

(d) Use of estimates and judgment;

The preparation of financial statements in conformity with Ind AS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on a periodic basis.

2.2 Summary of Accounting Policies:**2.2.1. SYSTEM OF ACCOUNTING OF CERTAIN SPECIFIC CLAIMS:**

The Company is following mercantile system of accounting except in the following cases

- i) Insurance claims are accounted on actual receipt basis.
- ii) Claims for liquidated damages against the company, escalation in prices are accounted on payment basis.

2.2.2. Revenue recognition**Revenue from sale of Goods and Services**

Revenue from Operations is recognised duly adopting the five step model specified in Ind AS 115 to account for revenue arising from contracts with customers and requires that revenue be recognized at an amount that reflects the consideration to which the company expects to be entitled in exchange for transferring goods or services to a customer.

The Company exercises judgement, taking into consideration all of the relevant facts and circumstances when applying each step of the model to contracts with their customers.

a) Sale of Goods : Manufactured Items and Services

Sales are recognised when control of the products has been transferred to the customer, being when the products are delivered to the customer and there is no unfulfilled obligation that could affect the customer's acceptance of the products.

Emphasis is also given towards ascertaining the probability of recovery for recognition of the revenue at the inception of the contract. Revenue from these sales is recognised based on the value as per Purchase Order, net of discounts, returns and Goods and Service Tax.

Revenue is measured at the standalone fair value of the consideration received or receivable taking into account contractually defined terms of payment.

The company's obligation to make good the defects claimed during the warranty period is recognised as a provision. A receivable is recognised when the goods are delivered as this is the point in time that the consideration is unconditional because only the passage of time is required before the payment is due.

b) Rendering of Services

When the outcome of a transaction involving the rendering of services can be estimated reliably, revenue associated with the transaction is recognized with reference to the stage of completion of the transaction at the end of the reporting period.

c) Interest

Interest income is recognised using the Effective Interest Method.

2.2.3a. Property, Plant and Equipment (PPE)

- a) Recognition and measurement: Property, Plant and equipment are measured at cost less accumulated depreciation and impairment losses, if any. Cost includes expenditure directly attributable to the

acquisition of the asset. The Company has elected to apply the optional exemption to use this previous GAAP value as deemed cost at 1st April 2015, the date of transition.

- b) Depreciation on property, plant and equipment, except freehold land, is provided as per cost model on straight line basis over the estimated useful lives of the asset as per the Schedule II of the Companies Act, 2013 except assets whose actual cost does not exceed Rs.5000/- are depreciated on the basis of estimated life 1 year, which is lower than specified in Schedule-II. The estimated useful life of the assets is reviewed at the end of each financial year.
- c) When parts of an item of property, plant and equipment have different useful lives, they are accounted for as separate items (major components) of property, plant and equipment. Subsequent expenditure relating to property, plant and equipment is capitalised only when it is probable that future economic benefits associated with these will flow to the Company and the cost of the item can be measured reliably. Repairs and maintenance costs are recognised in the statement of profit and loss when incurred. The cost and related accumulated depreciation are eliminated from the financial statements upon sale or disposition of the asset and the resultant gains or losses are recognised in the statement of profit and loss.

2.2.3b. Leases:

- a) Ind AS 116 will affect primarily the accounting by lessees and will result in the recognition of almost all leases on balance sheet. The standard removes the current distinction between operating and finance leases and requires recognition of an asset (the right-of-use the leased item) and a financial liability to pay rentals for virtually all lease contracts. An optional exemption exists for short-term and low-value leases.
- b) The company has reviewed all the leasing arrangements in light of the new lease accounting rules in Ind AS 116. The standard will affect primarily the accounting for the company leases. The Company evaluates at the inception of a contract, whether the contract is, or contains, a lease, if the contract conveys the right to control the use of an identified Asset. Identification of a lease requires significant judgment. The cost of the right to use asset shall comprise of the amount. The Company determines the lease term as the non-cancellable period of a lease together with the periods covered by an option to extend the lease if the Company is reasonably certain to exercise that option. In the absence of the interest rates implicit in the Contracts, the Company adopts incremental borrowing rate as the discount rate.
- c) Lease liability is initially recognised and measured at an amount equal to the present value of lease payments to be made during the lease term and corresponding amount is recognized as Right of Use Asset which is measured at cost. The lease liability is measured in subsequent periods using the effective interest rate method. The right-of-use asset is depreciated over the lease term on straightline basis.
- d) Leases are classified as finance lease whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee. All other leases are classified as operating leases.
- e) The company has lease hold land, which is having low value lease consideration. Therefore the company has not applied IND AS-116 recognition and its requirements to the leased hold land and applied the recognition of exemption under Ind AS 116. As the amounts payable in respect of Low Value leases up to **Rs.2.00 lakhs/per month** per Asset and the Short term leases of 12 months or less are fully charged to expense.

2.2.4. Impairment of Assets (Non- financial assets)

The company assesses at the end of each reporting period whether there is any indication that an asset may be impaired. If any such indication exists, the group estimates the recoverable amount of the asset. An asset's recoverable amount is the higher of the asset's or cash-generating unit's value in use and its fair value less costs of disposal, and is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets, in which case the recoverable amount is determined for the cash-generating unit to which the asset belongs.

If the recoverable amount of an asset is estimated to be less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount and the impairment loss is recognized in the Statement of Profit and Loss.

2.2.5. Financial Instruments

a) Classification :

The classification of financial instruments depends on the objective of the business model for which it is held. Management determines the classification of its financial instruments at initial recognition.

b) Initial Measurement:

All financial assets are recognised initially at fair value. Transaction costs that are attributable to the acquisition of the financial asset/liability (other than financial assets recorded at fair value through profit or loss) are included in the fair value of the financial assets/liabilities. While, loans and borrowings and payable are recognised net of directly attributable transaction costs.

c)Subsequent Measurement:

For the purposes of subsequent measurement, financial instruments of the Company classified in the following categories non-derivative financial assets comprising amortised cost, non derivative financial liabilities at amortised cost.

a) Non-derivative financial assets:

Financial assets at amortised cost.

- a) Financial asset shall be measured at amortized cost if both of the following conditions are met:
 - i) The financial asset is held with a business model whose objective is to hold financial Assets in order to collect contractual cash flows; and
 - ii) The contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

They are presented as current assets, except for those maturing later than 12 months after the reporting date which are presented as non-current assets. Financial assets are measured initially at fair value plus transaction costs and subsequently carried at amortized cost using the effective interest method, less any impairment losses.

Financial Assets at amortized cost are represented by security deposits, cash and equivalents, trade receivables & similar nature and eligible current and non-current assets.

b) Non-derivative financial liabilities at amortized cost

Financial liabilities at amortized cost represented by trade and other payables are initially recognised at fair value, and subsequently carried at amortised cost using the effective interest method.

2.2.6. Impairment of financial assets (other than fair value)

In accordance with Ind AS 109, the company applies expected credit loss (ECL) model for measurement and recognition of impairment loss. The Company follows 'simplified approach' for recognition of impairment loss allowance on trade receivable.

The application of simplified approach does not require the Company to track changes in credit risk. Rather, it recognises impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition.

For recognition of impairment loss on other financial assets and risk exposure, the Company determines that whether there has been a significant increase in the credit risk since initial recognition. If credit risk has not increase significantly, 12-month ECL is used to provide for impairment loss. However if credit risk has increased significantly, lifetime ECL is used. If in subsequent period, credit quality of the instrument improves such that there is no longer a significant increase in credit risk since initial recognition, then the entity reverts to recognising impairment loss allowance based on 12 month ECL.

Lifetime ECL's are the expected credit losses resulting from all possible default events over the expected life of a financial instrument. The 12 month ECL is a portion of the lifetime ECL which results from default events that are possible within 12 months after the reporting date.

ECL is the difference between all contractual cash flows that are due to the Company in accordance with the contract and all the cash flows that the entity expects to receive (i.e all shortfalls). Discounted at the original EIR. When estimating the cash flows, an entity is required to consider:

- i) All contractual terms of the financial instrument (including prepayment, extension etc.) over the expected life of the financial instrument. However in rare cases when the expected life of the financial instrument cannot be estimated reliably, then the entity is required to use the remaining contractual term of the financial instrument.
- ii) Cash flows from the sale of collateral held or other credit enhancements that are integral to the contractual terms.

ECL impairment loss allowance (or reversal) recognised during the period is recognised as income / expense in the statement of profit and loss. The balance sheet presentation for various financial instruments is described below.

Financial assets measured at amortised cost, contractual revenue receivable: ECL is presented as an allowance, i.e as an integral part of the measurement of those assets in the balance sheet. The allowance reduces the net carrying amount, Until the asset meets write off criteria, the Company does not reduce impairment allowance from the gross carrying amount.

2.2.7. Taxation

Income tax comprises current and deferred tax. Income tax expense is recognised in the statement of profit and loss except to the extent it relates to items directly recognised in equity or in other comprehensive income.

A. Current income tax

Current income tax for the current and prior periods are measured at the amount expected to be recovered from or paid to the taxation authorities based on the taxable income for the period. The tax rates and tax laws used to compute the current tax amount are those that are enacted or substantively enacted by the reporting date and applicable for the period.

The company offsets current tax assets and current tax liabilities, where it has a legally enforceable right to set off the recognised amounts and where it intends either to settle on a net basis to realise the asset and liabilities simultaneously.

B. Deferred Income tax

Deferred income tax is recognised using the balance sheet approach. Deferred income tax assets and liabilities are recognised for deductible and taxable temporary differences arising between the tax base of assets and liabilities and their carrying amount in financial statements.

Deferred income tax asset are recognised to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilised.

Deferred income tax liabilities are recognised for all taxable temporary differences. The carrying amount of deferred income tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred income tax asset to be utilised.

2.2.8. Employee Benefits

a) Short-term Benefits

All short term employee benefits are recognized in the period in which they are incurred.

b) Post-employment benefits and other long term employee benefits

i) Defined contributions plans

Employer's contribution under Provident fund Act and ESI are defined contribution plans and the expenditure / provision on the above is charged to statement of profit & loss.

ii) Defined benefits plans

- a) **Gratuity:** Gratuity is defined benefit scheme. The cost of providing benefits is determined using the projected unit credit method, with actuarial valuations being carried out at each balance sheet date. The retirement benefit obligations recognised in the Balance Sheet represents the present value of the defined benefit obligations as reduced by the fair value of scheme assets.
- b) Leave encashment is provided based on actuarial valuation carried out at each balance sheet date.
- c) Re-measurement of the net defined benefit liability, which comprise actuarial gain and losses considering the return on plan assets (excluding interest) and the effects of the assets ceiling (if any, excluding interest) are recognised immediately in the other comprehensive income in case of post-employment defined benefit plans. Net interest expense and other expenses related to defined benefit plans are recognised in profit and loss.
- d) When the benefits of the plan are improved, the portion of the increased benefit relating to past service by employees is recognised as expense immediately in the statement of profit and loss.

2.2.9. Inventories

- i) Inventories are valued at cost on Weighted Average basis.

- ii) Finished goods and work-in-progress are valued at lower of cost or market value whichever is less.
- iii) Scrap is valued at market price.
- iv) Stationery is accounted as expenditure in the year of purchase.
- v) Provision for slow, non-moving and obsolescence is made annually on review of stores and spares.

2.2.10. Provisions, Contingent Liabilities & Contingent Assets

Provisions are recognized when the company has a present obligation (legal or constructive) as a result of a past event, and it is probable that an outflow of economic benefits will be required to settle the obligation and a reliable estimate of the amount of the obligation can be made.

Where the time value of money is material, provisions are stated at the present value of the expenditure expected to settle the obligation.

All provisions are reviewed at each balance sheet date and adjusted to reflect the current best estimate. The discount rate is a pre-tax rate that reflects current market assessments of the time value of money and risk specific to the liability.

Where it is not probable that an outflow of economic benefits will be required, or the amount cannot be estimated reliably, the obligation is disclosed as a contingent liability, unless the probability of outflow of economic benefits is remote. Possible obligations, whose existence will only be confirmed by the occurrence or non-occurrence of one or more future uncertain events not wholly within the control of the company, are also disclosed as contingent liabilities unless the probability of outflow of economic benefits is remote.

2.2.11. Earnings per share

Basic and Diluted earnings per share are computed by dividing the net profit after tax by the weighted average number of equity shares outstanding during the period.

2.2.12. Provision for warranties:

The Company provides warranty cost at 1% of the revenue progressively as and when it recognizes the revenue and maintain the same through out the warranty period

2.2.13. Materiality

Ind AS applies to items which are material. Management uses judgment in deciding whether individual items or groups of item are material in the financial instruments. Materiality is judged by reference to the size and nature of the item. The deciding factor is whether omission or misstatement could individually or collectively influence the economic decisions that users make on the basis of the financial statements. Management also uses judgment of materiality for determining the compliance requirement of the Ind AS. In particular circumstances either the nature or the amount of an item or aggregate of items could be the determining factor. Further an entity may also be required to present separately immaterial items when required by law.



Notes to Balance Sheet as at 31st March 2024

3. Property, Plant and Equipment

(Rs. in lakh)								
Particulars	Land	Buildings	Plant & Equipment	Furniture & Fixtures	Vehicles	Office Equipment	Others	Total
Gross Carrying Amount								
As at 1 st April 2022	42.52	365.18	1,012.93	23.86	3.78	93.85	0.17	1,542.29
Additions	-	-	8.17	-	-	5.26	-	13.43
Deletions/Disposals	-	-	8.73	1.63	-	13.26	-	23.62
Adjustments	-	-	-	-	-	-	-	-
As at 31 st March 2023	42.52	365.18	1,012.38	22.23	3.78	85.85	0.17	1,532.09
As at 1 st April 2023	42.52	365.18	1,012.38	22.23	3.78	85.85	0.17	1,532.09
Additions	-	-	0.33	0.83	-	11.19	-	12.35
Deletions/Disposals	-	-	1.73	0.05	-	3.90	-	5.68
Adjustments	-	-	-	-	-	-	-	-
As at 31st March 2024	42.52	365.18	1,010.98	23.01	3.78	93.14	0.17	1,538.77
Accumulated Depreciation and Impairment								
As at 1 st April 2022	-	324.82	978.10	23.75	3.78	86.34	0.17	1,416.96
Additions	-	1.74	6.27	0.06	-	3.27	-	11.34
Deletions/Disposals	-	-	8.49	1.63	-	13.18	-	23.31
Adjustments	-	-	-	-	-	-	-	-
As at 31 st March 2023	-	326.56	975.89	22.18	3.78	76.42	0.17	1,405.00
As at 1 st April 2023	-	326.56	975.89	22.18	3.78	76.42	0.17	1,405.00
Additions	-	1.74	5.11	0.07	-	6.31	-	13.23
Deletions/Disposals	-	-	-	-	-	-	-	-
Adjustments	-	-	1.67	0.05	-	3.77	-	5.49
As at 31st March 2024	-	328.31	979.33	22.20	3.78	78.96	0.17	1,412.74
Net Carrying Amount								
As at 31st March 2024	42.52	36.87	31.65	0.81	0.00	14.19	0.00	126.03
As at 31 st March 2023	42.52	38.62	36.48	0.05	0.00	9.43	0.00	127.10

3.1 The Company has reviewed the carrying amounts of fixed Assets based on internal valuation found that none of the fixed Assets suffered an impairment loss and hence no provision/ write off of impaired Assets in terms of IND AS-36.

Notes to Balance Sheet as at 31st March 2024

4. Loans : Non-Current

Particulars	As at 31-03-2024 (Rs.in lakh)	As at 31-03-2023 (Rs.in lakh)
Deposit with Telephone department	0.01	0.01
Deposit with APSEB	17.71	17.71
Deposit with IOL	0.07	0.07
Deposit with Post office	0.02	0.02
Deposits	0.21	0.21
Total	18.02	18.02

5. Deferred Tax Asset (Net)

Particulars	As at 31-03-2024 (Rs.in lakh)	As at 31-03-2023 (Rs.in lakh)
a) Deferred Tax Asset		
Gratuity, Leave encashment & other liabilities	93.03	74.31
On provisioins	24.16	18.95
Total (a)	117.19	93.26
b) Deferred Tax Liability		
Depreciation	3.60	3.09
Total (b)	3.60	3.09
Total (a-b)	113.59	90.17

6. Other Non-Current Assets

Particulars	As at 31-03-2024 (Rs.in lakh)	As at 31-03-2023 (Rs.in lakh)
VAT Paid under protest	5.50	5.50
Deposit with Court	7.71	7.71
Deposit with Labour Commissioner	0.09	0.09
Total	13.30	13.30

Notes to Balance Sheet as at 31st March 2024

7. Inventories

Particulars	As at 31-03-2024 (Rs.in lakh)	As at 31-03-2023 (Rs.in lakh)
Stock of Raw Materials	179.04	157.98
Stock of Consumable Gases	0.07	1.54
Stock of Consumable Paints	2.28	3.69
Stock of Consumable Electrodes	10.81	12.99
Stock of Bought Out Items	311.15	386.69
Stock of Stock Items	65.49	66.42
Stock of Tools	45.75	46.49
Stock of Spares	43.90	43.87
Stock of Maintenance Materials	4.36	4.97
Stock of Scrap (Valued at Market Price)	12.80	21.66
Stock of Work-In-Progress (Valued at cost or market value which ever is less)	60.50	241.66
Sub-Total	736.14	987.96
Less:		
Provision for Non-Moving Items	34.16	34.16
Sub-Total	34.16	34.16
Total	701.98	953.80

8. Trade Receivables

Expected Credit losses for trade receivables under simplified approach As on 31.03.2024

(Rs.in lakh)

Particulars	As at 31-03-2024 (Rs.in lakh)	As at 31-03-2023 (Rs.in lakh)
Current Unsecured considered god	1,972.73	1,620.21
Total	1,972.73	1,620.21

Notes to Balance Sheet as at 31st March 2024

Trade Receivables

Expected Credit losses for trade receivables under simplified approach As on 31.03.2024

(Rs.in lakh)

Ageing	Due for below 6 months	Due for 6 months to 1 year	Due for 1 to 2 years	Due for 2 to 3 years	Due for more than 3 years	Total
Gross carrying amount	982.85	190.90	196.61	96.94	505.43	1972.73
Expected loss rate	NIL	NIL	NIL	NIL	NIL	NIL
Expected credit losses (Loss allowance provision)	NIL	NIL	NIL	NIL	NIL	NIL

Trade Receivables

Expected Credit losses for trade receivables under simplified approach As on 31.03.2023

(Rs.in lakh)

Ageing	Due for below 6 months	Due for 6 months to 1 year	Due for 1 to 2 years	Due for 2 to 3 years	Due for more than 3 years	Total
Gross carrying amount	734.47	96.41	96.90	106.71	585.72	1620.21
Expected loss rate	NIL	NIL	NIL	NIL	NIL	NIL
Expected credit losses (Loss allowance provision)	NIL	NIL	NIL	NIL	NIL	NIL

9. Cash and Cash Equivalents

Particulars	As at 31-03-2024 (Rs.in lakh)	As at 31-03-2023 (Rs.in lakh)
Cash & Cash Equivalents		
a) Cash On Hand	0.29	0.81
b) Bank Balances		
Current Account with IDBI	0.18	0.18
Current Account with SBI (IBM)	87.09	161.40
Current Account SBH (Kothagudem)	0.24	0.25
Current Account SBI (Patamata)	5.06	1.96
c) In Deposit Account (Maturity < 3 months)	-	-
Total	92.86	164.60

Notes to Balance Sheet as at 31st March 2024

10. Other Bank Balances

Particulars	As at 31-03-2024 (Rs.in lakh)	As at 31-03-2023 (Rs.in lakh)
In Deposit Account (Maturity > 3 months)	2054.72	2,060.85
Margin Money Deposits (SBI)	184.31	177.26
Total	2,239.03	2,238.11

11. Loans - Current

Particulars	As at 31-03-2024 (Rs.in lakh)	As at 31-03-2023 (Rs.in lakh)
Unsecured considered good:		
Advance to Salaries	1.69	-
Dues Recoverable from Staff	0.00	0.01
Dues Recoverable from others	116.60	116.57
Total	118.29	116.58

12. Other Financial Assets - Current

Particulars	As at 31-03-2024 (Rs.in lakh)	As at 31-03-2023 (Rs.in lakh)
Interest Accrued but not due on Loans and Advances	90.44	13.78
EMD on outside orders	2.10	2.10
Security Deposits	37.49	1.16
Total	130.03	17.04

13. Current Tax Asset (Net)

Particulars	As at 31-03-2024 (Rs.in lakh)	As at 31-03-2023 (Rs.in lakh)
Advance Tax	17.81	45.91
Income Tax Deducted at source	77.06	83.31
TCS US 206C (IH)	6.45	6.45
Sub-Total	101.32	135.67
Less :		
Provision for Current Tax	(16.39)	(98.82)
Total	84.93	36.85

Notes to Balance Sheet as at 31st March 2024

14. Other Current Assets

Particulars	As at 31-03-2024 (Rs.in lakh)	As at 31-03-2023 (Rs.in lakh)
Advance for Materials	1.90	11.37
Advance for expenses	(0.00)	1.54
Advance for Local Purchases	0.15	0.25
Advance for Repairs & Others A/c	-	0.19
Advance for Suppliers & Contractors	4.85	8.90
Advance for Travelling expenses	0.01	-
Advance for Freight and Demmurages	0.18	0.18
Pre-paid expenses	1.31	4.71
Pre-paid Insurance	1.58	0.53
Advance to CGST Payable	-	-
Advance to SGST Payable	1.01	6.42
Advance to IGST Payable	57.84	83.33
CGST Credits Received Inputs	6.32	10.40
SGST Credits Received Inputs	1.84	5.08
IGST Credits Received Inputs	20.01	14.80
Sub-Total (a)	97.00	147.70
Less: b) Provision for Adv.for Suppliers & Contractors	1.60	1.60
Sub-Total (a-b)	95.39	146.10

Notes to Balance Sheet as at 31st March 2024

15.1 Equity Share Capital

Particulars	As at 31-03-2024 (Rs.in lakh)	As at 31-03-2023 (Rs.in lakh)
Authorised		
20,000.000 Equity Shares of Rs.10 each	2,000.00	2,000.00
Issued		
Equity Shares of Rs.10/- each 17,301.710 shares issued	1,730.17	1,730.17
Subscribed and fully paid up of the above		
1,72,71.293 Equity Shares of Rs.10/- each fully paid up	1,727.13	1,727.13
Total	1,727.13	1,727.13

15.2 The Company has only one class of shares referred to as equity shares having par value Rs.10/- each holder is entitled to one vote per share.

15.3 Reconciliation of equity shares

Particulars	As at 31-03-2024		As at 31-03-2023	
	Number of Shares	Amount (Rs. in Lakh)	Number of Shares	Amount (Rs. in Lakh)
Shares outstanding at the beginning of the year	1,72,71,293	1727.13	1,72,71,293	1727.13
Shares issued during the year	0	0	0	0
Shares bought back during the year	0	0	0	0
Shares outstanding at the end of the year	1,72,71,293	1727.13	1,72,71,293	1727.13

15.4 Equity Shares held by its Holding Company or its ultimate Holding Company (The Singareni Collieries Company Limited) is 14082700.

15.5 Details of shares held by each Share holder holding more than 5 percent:

Particulars	As at 31-03-2024		As at 31-03-2023	
	Number of Shares held	% of holding	Number of Shares held	% of holding
Equity Shares with voting rights :				
The Singareni Collieries Company Limited	1,40,82,700	81.54	1,40,82,700	81.54
APIDC	10,00,000	5.79	10,00,000	5.79

Notes to Balance Sheet as at 31st March 2024

15.6 As per G.O.No.227, dt.30.11.1996 write off proposal for Government of A.P. shareholdings of Rs.14.90 lakh (Previous year Rs.14.90 lakh) was not carried out in the accounts since the Company requested the erstwhile Government of A.P. for amended action.

16. Other Equity :

Particulars	As at 31-03-2024 (Rs.in lakh)	As at 31-03-2023 (Rs.in lakh)
a) Share Application Money pending for allotment	-	-
b) Surplus-Retained Earning		
Opening Balance	2,660.77	2,307.35
Add : Profit for the year	105.40	353.42
Sub-Total (b)	2,766.18	2,660.77
Closing Balance (a+b)	2,766.18	2,660.77

17. Provisions :

Non- Current

Particulars	As at 31-03-2024 (Rs.in lakh)	As at 31-03-2023 (Rs.in lakh)
Leave Encashment (Unfunded)	100.33	99.76
Gratuity (to the extent unfunded)	251.41	190.94
Total	351.74	290.70

18. Trade payables :

Current

Particulars	As at 31-03-2024 (Rs.in lakh)	As at 31-03-2023 (Rs.in lakh)
a) Dues to Micro Small & Medium Enterprises	-	28.48
Sub-total (A)	-	28.48
b) Dues to Others (including Stores-in-Transit net of Advances)		
Dues to Material Suppliers	15.54	145.38
Dues to Suppliers & Contractors	95.22	32.79
Dues to Transport Contractors	0.11	0.11
Sub-total (A)	110.87	178.28
Total (A+B)	110.87	206.76

Notes to Balance Sheet as at 31st March 2024**19. Other Financial liabilities : Current**

Particulars	As at 31-03-2024 (Rs.in lakh)	As at 31-03-2023 (Rs.in lakh)
Dues for Capital Items	-	3.07
Security Deposit Payable	98.50	89.61
E.M.D.from Contractors	0.95	1.70
Salaries Payable	262.91	104.76
Wages Payable	0.10	0.10
Stipend Payable	0.64	0.64
LIC Premium Payable	3.05	3.15
Payable to Temple	0.13	0.14
Union Fund Payable	0.02	0.02
DRF Payable	0.03	0.07
Payable to District Courts	0.14	0.14
Hire Vehicles Payable	-	2.28
OSL - Staff Benefits	16.37	14.45
OSL - For Others	92.62	204.78
TOTAL	475.46	424.91

Notes to Balance Sheet as at 31st March 2024

20. Other Current Liabilities - Current

Particulars	As at 31-03-2024 (Rs. in lakh)	As at 31-03-2023 (Rs. in lakh)
Advance from Customers	4.24	4.24
Professional Tax Payable	0.22	0.23
Income Tax Payable - Salaries	6.17	14.17
Income Tax Payable - Contractors	10.03	8.42
TDS on CGST	0.73	0.54
TDS on SGST	0.73	0.54
TDS on IGST	1.85	4.50
TDS US 194Q	0.11	0.06
Provident Fund Payable	0.00	0.55
APHMEL Gratuity Trust	1.00	1.00
CGST Payable	0.14	0.09
SGST Payable	0.14	0.09
IGST Payable	20.81	-
TCS US 206C(1H) Payable	0.12	0.12
Payable to RPF Commissioner	16.72	15.52
Government of A.P. Loan (VRS)	100.00	100.00
Total	163.01	150.07

20.1 Interest free loan from Government of Andhra Pradesh Rs. 100.00 lakh vide G.O.Ms.No.201 dated 21.08.1997 for implementing the Voluntary Retirement Scheme as a full and final settlement of the concessions was given to the Company.

The Company has implemented the voluntary retirement scheme in the year 1997 and schedule for repayment of loan was deferred till 2010-11 for revival of the Company vide Lr.No.23600/IFR/2002-03 dt.13.09.2003. Further request is made to extend schedule for repayment of loan.

21. Provisions : Current.

Particulars	As at 31-03-2024 (Rs.in lakh)	As at 31-03-2023 (Rs.in lakh)
Warranty Provisions on Sales	57.17	37.13
Leave Encashment (Unfunded) (Current)	54.62	44.42
Total	111.79	81.55

Notes to Statement of Profit & Loss Account for the year ended 31.03.2024

22. Revenue from Operations

Particulars	For the year ended 31-03-2024 (Rs.in lakh)	For the year ended 31-03-2023 (Rs.in lakh)
Sale of Products:		
Material Handling Equipment	1,142.13	2,433.14
Supply of Spares	982.11	853.17
Sale of Services:		
Revenue from Services	928.43	830.83
Revenue from Installation & Commissioning Services	201.23	107.13
Total	3,253.90	4,224.27
Less: Sales Returns / Rejections	-	6.75
Net Sales	3,253.90	4,217.52

Disaggregated Revenue Information

Particulars	2023-24	2022-23
Types of Goods / Services		
Material Handling Equipment	1,142.13	2,433.14
Spares	982.11	853.17
Repairs	928.43	824.08
Installation and Commissioning	201.23	107.13
Total Revenue from contracts with Customers	3,253.90	4,217.52
Types of Customers for Goods		
Coal Sector	2,114.85	3,215.26
Others	9.40	31.69
Types of Customers for Services		
Coal Sector	1,129.65	967.17
Others	-	3.40
Total Revenue from Contracts with Customers	3,253.90	4,217.52
Types of Contracts for Goods		
Rate Contract	346.15	499.20
Others	1,778.10	2,747.75
Types of Contracts for Services		
Rate Contract	584.21	689.04
Others	545.44	281.53
Total Revenue from Contracts with Customers	3,253.90	4,217.52
Timing of Goods of Services		
Goods transferred at a point in time	2,124.24	3,286.31
Goods transferred over time	-	-
Services transferred at a point in time	1,129.66	931.21
Services transferred over time	-	-
Total Revenue from Contracts with Customers	3,253.90	4,217.52

Notes to Statement of Profit & Loss Account for the year ended 31.03.2024

23. Other Income

Particulars	For the year ended 31-03-2024 (Rs. in lakh)	For the year ended 31-03-2023 (Rs. in lakh)
Interest Income:		
Interest on FDR's	124.83	76.44
Interest on Security Deposit	-	1.00
Interest on Income Tax Refund	-	2.80
	124.83	80.25
Other Non-Operating Income:		
Sale of Scrap	65.56	51.24
Miscellaneous Receipts	0.39	1.70
Late delivery charges (Recovered from Suppliers)	8.53	6.07
Damages for use of Company Land	2.51	2.75
Provisions and liabilities no longer required	0.30	181.92
	77.29	243.67
Total	202.12	323.92

25. Changes in Inventories of Finished Goods, Work-in-Progress and Stock-in-Trade

Particulars	For the year ended 31-03-2024 (Rs.in lakh)	For the year ended 31-03-2023 (Rs.in lakh)
A) Opening Stock of Finished Goods	-	-
Opening Stock of Work-In-Progress	241.66	129.26
	241.66	129.26
B) Closing Stock of Finished Goods	-	-
Closing Stock of Work-In-Progress	60.50	241.66
	60.50	241.66
C) (Increase)/Decrease in Stock (A-B)	181.17	(112.40)
D) Opening Stock of Scrap	21.66	3.90
Closing Stock of Scrap	12.80	21.66
	8.86	(17.76)
E) (Increase)/Decrease in Scrap	8.86	(17.76)
F) (Increase)/Decrease in Stock (C+E)	190.03	(130.15)

Notes to Statement of Profit & Loss Account for the year ended 31.03.2024

24. Cost of Materials and other consumables

Particulars	2023 - 24 (Rs.in lakh)						2022 - 23 (Rs.in lakh)					
	Opening Balance	Purchases	Total	Consumption	Others	Closing Balance	Opening Balance	Purchases	Total	Consumption	Others	Closing Balance
Raw Materials	157.98	212.58	370.56	190.14	1.38	179.04	195.09	782.03	977.12	793.93	25.20	157.98
Gases	1.54	3.60	5.15	4.30	0.78	0.07	1.00	5.81	6.82	5.28	0.00	1.54
Paints	3.69	3.37	7.06	4.70	0.08	2.28	2.19	4.81	6.99	3.30	0.00	3.69
Electrodes	12.99	27.90	40.89	30.08	0	10.81	11.37	49.69	61.06	45.22	2.85	12.99
Bought out Items	386.69	493.59	880.28	562.03	7.11	311.15	361.26	875.00	1,236.26	710.50	139.07	386.69
Stock Items	66.42	9.29	75.72	9.57	0.66	65.49	76.60	13.02	89.62	12.94	10.25	66.42
Tools	46.49	3.49	49.99	0.20	4.04	45.75	45.95	4.59	50.55	4.05	0.00	46.49
Spares	43.87	1.66	45.54	0.00	1.64	43.90	45.19	2.27	47.46	0.01	3.59	43.87
Maintenance Materials	4.97	7.42	12.38	1.56	6.46	4.36	6.00	14.41	20.41	3.51	11.93	4.97
Total	724.65	762.92	1,487.56	802.57	22.15	662.85	744.65	1,751.63	2,496.28	1,578.75	192.88	724.65

Notes to Statement of Profit & Loss Account for the year ended 31.03.2024

26. Employees Benefit Expenses

Particulars	For the year ended 31-03-2024 (Rs.in lakh)	For the year ended 31-03-2023 (Rs.in lakh)
Employees Salaries	1,062.75	1,087.61
Employees wage agreement salary arrears	123.23	28.70
Bonus	0.06	0.04
Ex-Gratia	7.55	8.25
Remuneration to Managing Director	54.98	56.59
HRA to Managing Director	4.69	4.01
Managing Director Perks Expenses	0.55	0.67
Provident Fund	75.41	90.70
Family Pension Fund	16.30	17.74
Gratuity	60.77	48.56
Actuarial Valuation of Earned Leave Liability	42.75	50.19
Staff Welfare Expenses	13.40	18.82
Conveyance to Staff	23.28	22.42
Medical Expenses	1.38	1.01
Inspection charges on PF Trust	5.16	6.17
Employees Deposit Linked Insurance	1.02	1.06
HRA to Officials	8.94	11.35
Hiring of Man power supply	127.85	101.91
PF Employer Contribution on hiring of Man Power supply	15.58	12.37
ESI Employer contribution on hiring of man power supply	2.65	2.32
Total	1,648.31	1,570.50

27. Finance Cost

Particulars	For the year ended 31-03-2024 (Rs.in lakh)	For the year ended 31-03-2023 (Rs.in lakh)
Interest Others	1.58	0.29
Total	1.58	0.29

Notes to Statement of Profit & Loss Account for the year ended 31.03.2024
28. Other Expenses

Particulars	For the year ended 31-03-2024 (Rs.in lakh)	For the year ended 31-03-2023 (Rs.in lakh)
Sub-Contracts	325.78	361.60
Provisions		
For Warranty on Sales	20.04	0.20
for Stores Non-Moving Items	-	34.16
for Work-In-Progress Items	-	-
	20.04	34.36
Repairs and Maintenance		
Buildings	27.10	7.01
Machinery	9.11	9.53
Vehicles	2.13	0.13
General	42.18	39.88
	80.52	56.56
Travelling Expenses		
Tr. General	6.97	10.22
Transfer	5.13	-
Managing Director	1.39	0.32
Board of Directors	0.01	0.02
	13.49	10.56
Freight Expenses		
Raw Materials	1.18	0.55
General Materials	0.09	0.34
Outside orders	10.71	39.80
	11.98	40.69
Insurance		
On Fixed Assets	1.84	0.56
On Transit	0.48	0.36
On Others	0.57	0.09
	2.89	1.01
Electricity Charges	65.04	57.16
Printing & Stationary	1.70	1.24
Packing & Forwarding Charges	0.78	-
Advertisement & Publicity	0.72	2.28
Liaisoning charges	13.33	7.25
Petrol, Oil & Lubricants	6.29	6.80
Water charges	0.16	0.16
AGM expenses	0.70	0.25
Postage & Telegraph expenses	0.43	0.46
Telephone & Telex charges	4.03	3.87
Loss on sale of Fixed Assets	-	-
Fixed Assets Written off expenses	0.06	0.32
Board Meeting expenses	1.29	1.01

Notes to Statement of Profit & Loss Account for the year ended 31.03.2024
28. Other Expenses (Continued)

Particulars	For the year ended 31-03-2024 (Rs.in lakh)	For the year ended 31-03-2023 (Rs.in lakh)
Directors Sitting Fee expenses	0.16	0.28
Consultancy charges	0.65	0.27
Conveyance charges	1.31	0.73
Commission on Scrap Sales	1.20	0.47
Directors Incidentals expenses	-	-
Statutory Audit Fee expenses	0.85	0.85
Professional charges	4.92	37.03
Legal expenses	0.24	9.79
Hospitality expenses	0.87	0.84
Books & Periodicals expenses	0.03	0.07
Subscription & Membership expenses	-	-
Conference Seminar & Training expences	0.90	-
Miscellaneous expenses	1.32	4.45
Late Delivery charges (Recovered by Customer)	78.22	0.05
Rates & Taxes	23.14	16.10
Licence & Renewals	2.50	0.35
Testing & Inspection charges	0.56	-
Filing Fee expenses	0.46	0.13
Hire Vehicles expenses	14.92	13.29
Computers Maintenance charges	1.16	0.63
Purchase of Tender Schedule expenses	-	-
Computers Software expenses	9.89	0.28
Statutory Auditors Expenses	-	0.05
Advances Written off expenses	-	-
L.T.C. Expenses	-	-
Bank Charges	3.92	13.35
Penalties	0.04	0.02
Bad Debits	-	12.24
Non-Moving Stores Written Off	-	177.08
SBC Account	-	-
CGST Account	-	1.37
SGST Account	-	1.37
IGST Account	-	4.94
Service Tax Account	-	-
Errection & Commissioning charges	0.04	-
E-Procurement Transaction Fees	4.27	1.34
Service charges	1.08	0.67
Short/Excess of Earlier Tax	-	-
Rounding off	0.00	-
TOTAL	701.86	883.60

ADDITIONAL NOTES-29

1. Fair Value measurement

A. Financial Instruments by Category

(Rs. in lakhs)

Financial Assets and Liabilities	As on 31 st March 2024			As on 31 st March 2023		
	FVT PL	FVT OCI	Amortized Cost	FVT PL	FVT OCI	Amortized Cost
Financial Assets						
Mutual Funds@			0.00			0.00
Loans			136.31			134.60
Others			130.03			17.04
Trade receivables			1,972.73			1,620.21
Cash & Cash Equivalents			92.86			164.60
Other Bank Balances			2239.03			2238.11
Investments*			0.00			0.00
Financial Liabilities						
Borrowings			0.00			0.00
Trade Payables			110.87			206.76
Other financial Liabilities			475.46			424.91

FVTPL – Fair Value through Profit & Loss A/c

FVTOCI- Fair Value through Other Comprehensive Income

B. Fair value hierarchy

Table below shows Judgments and estimates made in determining the fair values of the financial instruments that are (a) recognised and measured at fair value and (b) measured at amortised cost and for which fair values are disclosed in the financial statements. To provide an indication about the reliability of the inputs used in determining fair value, the Company has classified its financial instruments into the three levels prescribed under the accounting standard. An explanation of each level follows underneath the table.

(a) Recognized and measured at fair value

(Rs. in lakh)

Financial assets and liabilities measured at fair value	31 st March 2024			31 st March 2023		
	Level I	Level II	Level III	Level I	Level II	Level III
Financial Assets at FVPTL						
Investments :	-	-	-	-	-	-
Mutual Funds	-	-	-	-	-	-
Financial Liabilities						
If any Item	-	-	-	-	-	-

(b) Measured at amortized cost and for which fair values are disclosed in the financial Statements .

(Rs. in lakh)

Financial assets and liabilities measured at amortised cost for which fair values are disclosed at 31 st March, 2024	31 st March 2024			31 st March 2023		
	Level I	Level II	Level III	Level I	Level II	Level III
Financial Assets at FVPTL						
Loans	-	-	136.31	-	-	134.60
Others	-	-	130.03	-	-	17.04
Trade receivables	-	-	1,972.73	-	-	1,620.21
Cash & cash equivalents	-	-	92.86	-	-	164.60
Other Bank Balances	-	-	2239.03	-	-	2238.11
Financial Liabilities						
Trade payables	-	-	110.87	-	-	206.76
Other Liabilities	-	-	475.46	-	-	424.91

Level 1: Level 1 hierarchy includes financial instruments measured using quoted prices. This includes mutual funds that have quoted price and are valued using the closing NAV.

Level 2: The fair value of financial instruments that are not traded in an active market is determined using valuation techniques which maximize the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. This is the case for unlisted equity securities, preference shares borrowings, security deposits and other liabilities taken included in level 3.

(c) Valuation technique used in determining fair value

Valuation techniques used to value financial instruments include:

- The use of quoted market prices of instruments
- The fair value of the remaining financial instruments is determined using discounted cash flow analysis.

(d) Fair value measurements using significant unobservable inputs

At present there are no fair value measurements using significant unobservable inputs.

Fair values of financial assets and liabilities measured at amortised cost

- The carrying amounts of trade receivables, short term deposits, cash and cash equivalents, trade payables are considered to be the same as their fair values, due to their short-term nature.
- Other Financial assets accounted at amortised cost are not carried at fair value only if same is not material.
- The Company considers that the security deposit does not include a significant financing component. The milestone payments (security deposits) coincide with the company's performance and the contract requires amounts to be retained for reasons other than the provision of finance. The with holdings of a specified percentage of each milestone payment is intended to protect the interest of the company, from the contractor failing to adequately complete it obligations under the contract. Accordingly transaction cost of security deposit is considered as fair value at initial recognition and subsequently measured at amortised cost.

- **Significant estimates:** The fair value of financial instruments that are not traded in an active market is determined using valuation techniques. uses its judgment to select a method and makes suitable assumptions at the end of each reporting period.

2. RISK ANALYSIS AND MANAGEMENT

Financial risk management objectives and policies

The Company's principal financial liabilities comprise loans and borrowings, trade and other payables directly related to its operations. The main purpose of these financial liabilities is to finance the company's operations and to provide guarantees to support its operations. The Company's principal financial assets include loans, trade and other receivables, and cash and cash equivalents that are derived directly from its operations.

The company is exposed to market risk, credit risk and liquidity risk. The company's senior management oversees the management of these risks.. The Board of Directors reviews and agrees policies for managing each of these risks, which are summarized below.

The Company is exposed to market risk, credit risk and liquidity risk. This note explains the sources of risk which the entity is exposed to and how the entity manages the risk and the impact of hedge accounting in the financial statements.

Risk	Exposure arising from	Measurement	Management
Credit Risk	Cash and Cash equivalents, trade Receivables financial asset measured at amortized cost	Ageing analysis	Regular watch by Senior Management & Board.
Liquidity Risk	Borrowings and other liabilities	Periodic cash flows	Availability of committed credit lines and borrowing facilities
Market Risk - Interest rate	Cash and Cash equivalents, Bank deposits	Cash flow forecast sensitivity analysis	Regular watch and review by senior management , Audit Committee and Board.

The company risk management is carried out by the Board of Directors.

A. Credit Risk: Credit risk arises from cash and cash equivalents, investments carried at amortized cost and deposits with banks and financial institutions, as well as including outstanding receivables.

Expected Credit losses for trade receivables under simplified approach

As on 31.03.2024

(Rs.in lakh)

Outstanding for following periods from due date of payments						
Particulars	< 6 months	6 months to 1 year	1 to 2 years	2 to 3 years	More than 3 years	Total
(I) Undisputed Trade Receivables - considered Good	982.85	190.90	196.61	96.94	505.43	1972.73
(II) Undisputed Trade Receivables - which have significant increase in credit risk.	NIL	NIL	NIL	NIL	NIL	NIL
(III) Undisputed Trade Receivables - Credit Impaired	NIL	NIL	NIL	NIL	NIL	NIL
(IV) Disputed Trade Receivables - Considered Good.	NIL	NIL	NIL	NIL	NIL	NIL
(V) Disputed Trade Receivables - which have significant increase in credit risk.	NIL	NIL	NIL	NIL	NIL	NIL
(VI) Disputed Trade Receivables - Credit Impaired	NIL	NIL	NIL	NIL	NIL	NIL
TOTAL	982.85	190.90	196.61	96.94	505.43	1972.73

UN BILLED DUES :

As on 31.03.2024

(Rs.in lakh)

Outstanding for following periods from due date of payments

Particulars	< 6 months	6 months to 1 year	1 to 2 years	2 to 3 years	More than 3 years	Total
(I) Undisputed Trade Receivables - considered Good	NIL	NIL	NIL	NIL	NIL	NIL
(II) Undisputed Trade Receivables - which have significant increase in credit risk.	NIL	NIL	NIL	NIL	NIL	NIL
(III) Undisputed Trade Receivables - Credit Impaired	NIL	NIL	NIL	NIL	NIL	NIL
(IV) Disputed Trade Receivables - Considered Good.	NIL	NIL	NIL	NIL	NIL	NIL
(V) Disputed Trade Receivables - which have significant increase in credit risk.	NIL	NIL	NIL	NIL	NIL	NIL
(VI) Disputed Trade Receivables - Credit Impaired	NIL	NIL	NIL	NIL	NIL	NIL
TOTAL	NIL	NIL	NIL	NIL	NIL	NIL

As on 31.03.2023

(Rs.in lakh)

Outstanding for following periods from due date of payments

Particulars	< 6 months	6 months to 1 year	1 to 2 years	2 to 3 years	More than 3 years	Total
(I) Undisputed Trade Receivables - considered Good	734.47	96.41	96.90	106.71	585.72	1620.21
(II) Undisputed Trade Receivables - which have significant increase in credit risk.	NIL	NIL	NIL	NIL	NIL	NIL
(III) Undisputed Trade Receivables - Credit Impaired	NIL	NIL	NIL	NIL	NIL	NIL
(IV) Disputed Trade Receivables - Considered Good.	NIL	NIL	NIL	NIL	NIL	NIL
(V) Disputed Trade Receivables - which have significant increase in credit risk.	NIL	NIL	NIL	NIL	NIL	NIL
(VI) Disputed Trade Receivables - Credit Impaired	NIL	NIL	NIL	NIL	NIL	NIL
TOTAL	734.47	96.41	96.90	106.71	585.72	1620.21

UN BILLED DUES :

As on 31.03.2023

(Rs.in lakh)

Outstanding for following periods from due date of payments

Particulars	< 6 months	6 months to 1 year	1 to 2 years	2 to 3 years	More than 3 years	Total
(I) Undisputed Trade Receivables - considered Good	NIL	NIL	NIL	NIL	NIL	NIL
(II) Undisputed Trade Receivables - which have significant increase in credit risk.	NIL	NIL	NIL	NIL	NIL	NIL
(III) Undisputed Trade Receivables - Credit Impaired	NIL	NIL	NIL	NIL	NIL	NIL
(IV) Disputed Trade Receivables - Considered Good.	NIL	NIL	NIL	NIL	NIL	NIL
(V) Disputed Trade Receivables - which have significant increase in credit risk.	NIL	NIL	NIL	NIL	NIL	NIL
(VI) Disputed Trade Receivables - Credit Impaired	NIL	NIL	NIL	NIL	NIL	NIL
TOTAL	NIL	NIL	NIL	NIL	NIL	NIL

Significant estimates and judgments Impairment of financial assets

The impairment provisions for financial assets disclosed above are based on assumptions about risk of default and expected loss rates. The company uses judgment in making these' assumptions and selecting the inputs to the impairment calculation, based on the company's past history, existing market conditions as well as forward looking estimates at the end of each reporting period.

B. Liquidity Risk

Prudent liquidity risk management implies maintaining sufficient cash and marketable securities and the availability of funding through an adequate amount of committed credit facilities to meet obligations when due.

Management monitors forecasts of the company's liquidity position (comprising the Undrawn borrowing facilities below) and cash and cash equivalents on the basis of expected cash flows.

Financing arrangements: The Company had access to the following undrawn borrowing facilities at the end of the reporting period

(Rs. in lakh)

Exposure to risk	31st March 2024	31st March 2023
Interest bearing borrowings		
On demand		
Less than 365 days	NIL	NIL
More than 365 days	NIL	NIL
Total	NIL	NIL
Other liabilities	NIL	NIL

C) Market risk

a) Cash flow and fair value interest rate risk 107(33) (a)

The company's main interest rate risk arises from bank deposits with change in interest rate exposes the company to cash flow interest rate risk. Company's policy is to maintain most of its deposits at fixed rate.

I) CASH & CASH EQUIVALENTS CLASSIFIED AS

(Rs. in lakh)

Sl.No.	Particulars	2023-24	2022-23
1.	Balance with Bank	92.57	163.79
2.	Cheques, Draft on Hand	-	-
3.	Cash on Hand	0.29	0.81
4.	Others	2239.03	2238.11
	Total	2331.89	2402.71

ii) Loans
(Rs. in lakh)

SI.No.	Particulars	2023-24	2022-23
1.	Security Deposits	-	-
2.	Loans to Related Parties	-	-
3	Others	-	-

b) Loans Receivable Shall be sub classified as :
(Rs. in lakh)

SI.No.	Particulars	2023-24	2022-23
1.	Loans Received Considered Good - Secured	-	-
2.	Loans Receivables considered Good – Un Secured	118.29	116.58
3.	Loans Receivables which have significant impact of credit risk	-	-
4.	Loans Receivables - Credit impaired	-	-

D) Capital Management

The Company's objective when managing capital are to -safeguard its ability to continue as a going concern, so that it can continue to provide return for shareholders and benefits for other stakeholders, and - Maintain an optimal capital structure to reduce the cost of capital.

a) Share holding of promoters as under :
(Rs. in lakh)

Shares Held by Promoters at the end of the year				% of Change During the Year
SI.No.	Promoter Name	No. of Shares	% of Total Shares	
1	The Singareni Collieries Company Limited	1,40,82,700	81.54	-
Total		1,40,82,700	81.54	-

b) Capital structure of the company is follows :
(Rs. in lakh)

Particulars	31.3.2024	31.3.2023
Equity Share Capital	1727.13	1727.13
Long term debt	-	-

3) Employee Benefits: Recognition and Measurement (Ind AS-19)

(Rs. in lakh)

Sl.No.	Particulars	For the FY 2023-24	For the FY 2022-23
1.	Provident Fund Scheme is a Defined Contribution Plan and charged off to Statement of Profit & Loss.	75.41	90.70
2.	Family Pension Fund Charged off to Statement of Profit & Loss.	16.30	17.74

ii) Total liability as on 31.03.2024 based on valuation made by the Actuary, details of which are mentioned below is Rs.383.83 lakhs (Previous year Rs.320.74 lakhs)

(Rs. in lakh)

Particulars	Actuarial liability as on 01.04.2023	Incremental liability for the year	Actuarial liability as on 31.03.2024
Gratuity	176.56	51.49	228.05
Leave Encashment (Vesting)	144.18	11.60	155.78
Total	320.74	63.09	383.83

iii) ACTUARIAL VALUATION OF GRATUITY LIABILITY AS AT 31.03.2024 CERTIFICATES AS PER IND AS-19

(Rs. in lakh)

Changes in Present Value of defined benefit obligations	As at 31.3.2024	As at 31.3.2023
Present Value of obligation at beginning of the period	608.50	652.08
Current Service Cost	38.84	37.89
Past Service Cost	-	-
Interest Cost	42.94	37.83
Actuarial (Gain) / Loss on obligations due to change in financial assumption	6.65	(13.22)
Actuarial (Gain) / Loss on obligations due to unexpected experience	(8.47)	110.90
Benefits Paid	(65.73)	(216.98)
Present Value of obligation at end of the period	622.72	608.50
Retired employees unpaid Gratuity arrears	8.72	0.30
Total Value of obligation at end of the period	631.44	608.80

(Rs. in lakh)

Changes in Fair Value of Plan Assets	As at 31.3.2024	As at 31.3.2023
Fair Value of Plan Asset at beginning of the period	431.93	377.87
Interest Income	29.79	27.47
Employer Contributions	0.56	250.49
Benefits Paid	(65.73)	(216.98)
Return on Plan Assets excluding Interest income	(1.89)	(6.92)
Fair Value of Plan Asset as at end of the period	394.66	431.93

(Rs. in lakh)

Statement showing reconciliation to Balance Sheet	As at 31.3.2024	As at 31.3.2023
Fund Liability	622.72	608.50
Fund Asset	394.67	431.94
Un Funded Status	228.05	176.56

(Rs. in lakh)

Expense Recognized in Statement of Profit / Loss	As at 31.3.2024	As at 31.3.2023
Current Service Cost	38.84	37.89
Past Service Cost	-	-
Net Interest Cost	13.15	10.37
Benefit Cost (Expense recognized in Statement of Profit/Loss)	51.99	48.26

(Rs. in lakh)

Statement Showing Cash Flow Information	As at 31.3.2024	As at 31.3.2023
Current service Cost (Employer portion Only) current period	38.84	37.89
Interest Cost in next period	42.94	37.83
Expected Return on Plan Asset in Next period	(29.79)	(27.47)
Benefit Cost in Next period	51.99	48.26
Expected Contribution to the Trust in Next period	0.07	104.59

(Rs. in lakh)

Other Comprehensive Income	As at 31.3.2024	As at 31.3.2023
Actuarial (Gain) / Loss on obligations due to change in financial assumption	6.65	(13.23)
Actuarial (Gain) / Loss on obligations due to unexpected experience	(8.47)	110.90
Total Actuarial (Gain) / Loss	(1.82)	97.67
Return on Plan Asset, excluding Interest Income	1.89	6.92
Balance at the end of the period	-	-
Net (Income) / Expense for the period recognized in Other Comprehensive Income	0.07	104.59

(Rs. in lakh)

Statement showing Plan Assumptions:	As at 31.3.2024	As at 31.3.2023
Discount Rate	7.21%	7.46%
Expected Return on Plan Asset	7.21%	7.46%
Rate of Compensation Increase (Salary Inflation)	6.00%	6.00%
Average Expected Future Service (Remaining Working Life)	8.90%	9.30%
Average Duration of Liabilities	-	-
Superannuation at Age	58	58
Early Retirement and Disablement	-	-
Gratuity limit	-	-

Statement Showing Benefit Information Estimated Future payments (Past Service) (Rs. in lakh)

Year	As at 31.3.2024	As at 31.3.2023
1	186.65	129.96
2	42.59	150.99
3	72.52	36.33
4	98.96	62.42
5	25.78	85.55
6 to 10	289.58	220.98
More than 10 years	207.54	222.81
Projected Benefit Obligation	5.00	5.17

(Rs. in lakh)

Statement Showing expected return on Plan Asset at end Measurement	As at 31.3.2024	As at 31.3.2023
Current liability	-	-
Non-Current Liability	622.72	608.50
Net Liability	622.72	608.50

Sensitive Analysis:

Discount Rate, Salary Escalation Rate and Withdrawal Rate are significant actuarial assumptions. The change in the Present Value of Defined Benefit Obligation for a change of 100 Basis Points from the assumed assumption is given below:

Summary of Financial & Demographic Assumptions:

(Rs. in lakh)

	2023-24		2022-23	
	Present Value of Obligation	% Change	Present Value of Obligation	% Change
Under Base Scenario	622.72	-	608.50	-
Salary Escalation Up- by 1%	654.28	5.07%	638.59	4.95%
Salary Escalation Down- by 1%	593.30	-4.73%	580.56	-4.59%
With Drawl Rates – Up by 1%	624.25	0.24%	610.28	0.29%
With Drawl Rate - Down by 1%	621.07	-0.27%	606.56	-0.32%
Discount Rate - Up by 1%	597.06	-4.12%	583.88	-4.05%
Discount Rate - Down by 1%	651.04	4.55%	635.63	4.46%

Sample Rates

Attained Age	Percentage				Percentage			
	Abs. Mortality Rate		Disability		Attrition		Retirement	
	Male	Female	Male	Female	Male	Female	Male	Female
20	0.09%	0.09%	0.00%	0.00%	5.00%	5.00%	0.00%	0.00%
25	0.09%	0.09%	0.00%	0.00%	5.00%	5.00%	0.00%	0.00%
30	0.10%	0.10%	0.00%	0.00%	5.00%	5.00%	0.00%	0.00%
35	0.12%	0.12%	0.00%	0.00%	5.00%	5.00%	0.00%	0.00%
40	0.17%	0.17%	0.00%	0.00%	5.00%	5.00%	0.00%	0.00%
45	0.26%	0.26%	0.00%	0.00%	5.00%	5.00%	0.00%	0.00%
50	0.44%	0.44%	0.00%	0.00%	5.00%	5.00%	0.00%	0.00%
55	0.75%	0.75%	0.00%	0.00%	5.00%	5.00%	0.00%	0.00%
60	1.12%	1.12%	0.00%	0.00%	5.00%	5.00%	0.00%	0.00%

iv)

**ACTUARIAL VALUATION OF LEAVE ENCASHMENT BENEFIT (VESTING) (EL/HPL) AS AT 31.03.2024
CERTIFICATE AS PER IND AS-19:**

(Rs. in lakh)

Changes in Present Value of defined benefit obligations	As at 31.3.2024	As at 31.3.2023
Present Value of obligation at beginning of the period	144.18	159.53
Current Service Cost	26.25	11.05
Interest Cost	9.59	8.82
Actuarial (Gain)/ Loss on obligations due to change in financial assumption	1.11	(2.07)
Actuarial (Gain)/ Loss on obligations due to unexpected Adjustments	5.80	32.38
Benefits Paid	(31.16)	(65.53)
Present Value of obligation at end of the period	155.78	144.18

(Rs. in lakh)

Changes in Fair Value of Plan Assets	As at 31.3.2024	As at 31.3.2023
Fair Value of Plan Asset at beginning of the period	Un Funded	Un Funded -
Interest Income	Un Funded	Un Funded
Employer Contributions	Un Funded	Un Funded
Benefits Paid	Un Funded	Un Funded
Return on Plan Assets excluding Interest income	Un Funded	Un Funded
Fair Value of Plan Asset as at end of the period	Un Funded	Un Funded

(Rs. in lakh)

Statement showing reconciliation to Balance Sheet	As at 31.3.2024	As at 31.3.2023
Fund Liability	155.78	144.18
Fund Asset	-	-
Funded Status	155.78	144.18

(Rs. in lakh)

Statement showing Plan Assumptions:	As at 31.3.2024	As at 31.3.2023
Discount Rate	7.21%	7.46%
Rate of Compensation Increase (Salary Inflation)	6.00%	6.00%
Average Expected Future Service (Remaining Working Life)	8.90%	9.30%
Average Duration of Liabilities	4.00%	4.73%
Superannuation at Age	58	58

(Rs. in lakh)

Expense Recognized in Statement of Profit / Loss	As at 31.3.2024	As at 31.3.2023
Current Service Cost	26.25	11.05
Net Interest Cost	9.59	8.82
Curtailment in benefits in current year	35.85	19.87

(Rs. in lakh)

Expense Recognized in Statement of Profit / Loss	As at 31.3.2024	As at 31.3.2023
Actuarial (Gain)/ Loss on obligations due to change in financial assumption	1.10	(2.07)
Experience Adjustments	5.80	32.39
Total Remeasurements in OCI	6.90	30.32
Benefit Cost (Expense recognized in Statement of Profit/Loss)	42.75	50.19

Statement Showing Benefit Information Estimated Future payments

(Rs. in lakh)

Year	As at 31.3.2024	As at 31.3.2023
1	55.45	44.42
2	23.37	36.58
3	23.80	17.16
4	21.16	16.96
5	11.15	14.85
6 to 10	47.60	37.87
More than 10 years	18.87	19.49
Projected Benefit Obligation	4.00	4.58

(Rs. in lakh)

Statement Showing expected return on Plan Asset at end Measurement	As at 31.3.2024	As at 31.3.2023
Current liability	55.45	44.42
Non-Current Liability	100.33	99.76
Net Liability	155.78	144.18

Sensitive Analysis:

Discount Rate, Salary Escalation Rate and Withdrawal Rate are significant actuarial assumptions. The change in the Present Value of Defined Benefit Obligation for a change of 100 Basis Points from the assumed assumption is given below:

Summary of Financial & Demographic Assumptions:

(Rs. in lakh)

	2023-24		2022-23	
	Present Value of Obligation	% Change	Present Value of Obligation	% Change
Under Base Scenario	155.78	-	144.18	-
Salary Escalation Up- by 1%	161.42	3.6%	149.33	3.6%
Salary Escalation Down- by 1%	150.43	-3.4%	139.30	-3.4%
With Drawl Rates – Up by 1%	155.89	0.1%	144.32	0.1%
With Drawl Rate – Down by 1%	155.66	-0.1%	144.04	-0.1%
Discount Rate – Up by 1%	151.47	-2.7%	140.27	-2.7%
Discount Rate – Down by 1%	160.42	2.9%	148.40	2.9%

Sample Rates

Attained Age	Percentage				Percentage			
	Abs. Mortality Rate		Disability		Attrition		Retirement	
	Male	Female	Male	Female	Male	Female	Male	Female
20	0.09%	0.09%	0.00%	0.00%	5.00%	5.00%	0.00%	0.00%
25	0.09%	0.09%	0.00%	0.00%	5.00%	5.00%	0.00%	0.00%
30	0.10%	0.10%	0.00%	0.00%	5.00%	5.00%	0.00%	0.00%
35	0.12%	0.12%	0.00%	0.00%	5.00%	5.00%	0.00%	0.00%
40	0.17%	0.17%	0.00%	0.00%	5.00%	5.00%	0.00%	0.00%
45	0.26%	0.26%	0.00%	0.00%	5.00%	5.00%	0.00%	0.00%
50	0.44%	0.44%	0.00%	0.00%	5.00%	5.00%	0.00%	0.00%
55	0.75%	0.75%	0.00%	0.00%	5.00%	5.00%	0.00%	0.00%
60	1.12%	1.12%	0.00%	0.00%	5.00%	5.00%	0.00%	0.00%

4) UNRECOGNIZED ITEMS

4A. Contingent liabilities and commitments (to the extent not provided for)

(i) Claims against the company not acknowledged as debts: (Rs. in lakh)

Sl.No.	Particulars	As on 31.3.2024	As on 31.3.2023
	Claims against the Company not acknowledged as debts:		
(i)	Motor Accident claims (cases contested – court)	1.50	1.50
(ii)	Contractors & Suppliers	70.60	70.60
(iii)	Tax Demands from Commercial Taxes Department (including entry tax) which are disputed by APHMEL and pending before various appellate authorities for adjudication.	12.99	12.99
(iv)	V.M.C Interest on Rental Dues	5.49	5.49
(v)	ESI Court (ESI) case	131.91	131.91

4B. Capital Commitments

(Rs. in lakh)

Sl.No.	Particulars	As on 31.3.2024	As on 31.3.2023
(i)	Estimated value of capital commitments of other contracts to be executed	NIL	NIL
	Total	NIL	NIL

4C. Un Executed Sales Commitments

(Rs. in lakh)

Sl.No.	Particulars	As on 31.3.2024	As on 31.3.2023
(i)	Value of Commitment against the Unexecuted Sale orders.	NIL	NIL
	Total	NIL	NIL

4D. Other Commitments / Guarantees:
(Rs. in lakh)

Sl.No.	Particulars	As on 31.3.2024	As on 31.3.2023
1	Guarantees given by the Bank on behalf of the company for which counter guarantees of even amount are given by the Company to the bank.	275.05	431.66
2	Outstanding Letters of Credit	42.80	42.80
	Total	317.85	474.46

4E. Pending Cases:

Sl.No.	Case No.	Name of the Party & Description	Status
1	WP No.31596 of 2022	Sri N. Babu Prakash Vs.APHMEL – Release of Terminal Benefits. – Counter filed.	Pending at High Court of A.P., Amaravathi.
2	WP No.31650 of 2022	Sri P. Jaya Kumar – Retired Draughtsman – to continue in service upto 62 years – Counter filed.	Pending at High Court of A.P., Amaravathi.
3	WP No.39279 of 2022	APHMEL Vs. Challa Yesupadam – Deposited 50% of interim order against the award of Gratuity with ALC and filed a memo.	Pending at High Court of A.P., Amaravathi.
4	WP No.39565 of 2022	Sri N. Babu Prakash Vs. APHMEL Termination order challenged – counter filed.	Pending at High Court of A.P., Amaravathi.
5	CMA No. 403 of 2022	APHMEL Vs. Sarvani Ready Mix – Vacation of leased site at Visakhapatnam. Stay on orders to Revert back to Lower court to review the earlier judgment passed in favour of APHMEL.	Pending at High Court of A.P., Amaravathi.
6	CMA No. 404 of 2022	APHMEL Vs. Sarvani Ready Mix – Cross appeal for release of money deposited in the court.	Pending at High Court of A.P., Amaravathi.
7	OS No.126/2022	Suit filed by APHMEL against M/s.Srivalli Shipping & Transport Pvt.Ltd., Visakhapatnam for vacation of leased site at Visakhapatnam.	Case pending at VII Additional District Court, Vijayawada.
8	WP No.32566 of 2023	Sri Yadavali Lakshmi Kantha Rao – Retired Work Man Unskilled – to continue in service upto 62 years – Counter filed.	Pending at High Court of A.P., Amaravathi.
9	CC No.179/ 2023	Complaint for dishonor of Cheque was filed by APHMEL against M/s.Srivalli Shipping & Transport Pvt.Ltd., Visakhapatnam for check Bounce	Case pending at Vth Addition Chief Metropolitan Megistrate Court Vijayawada.

5) LEASE UNDER IND AS-116 :

The objective of the Ind AS 116 is to ensure that lessees and lessors provide relevant information in a manner that faithfully represents those transactions. Ind AS 116 introduces a single lessee accounting model and requires a lessee to recognize assets and liabilities for all leases with a term of more than 12 months, unless the **underlying asset is of low value**. Under Ind AS 116 lessees have to recognize a lease liability reflecting future lease payments and a 'right-of-use asset' for almost all lease contracts. Under Ind AS 116, a contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

- a) **APHMEL** has lease hold land, which is having low value lease consideration. As per the Accounting Policy of the company.
- b) The Company has not applied IND AS-116 recognition and its requirements to the leased hold land and applied the recognition of exemption under Ind AS 116.
- c) The amount payable is up to **Rs.2.00 lakhs/per month** per Asset which are treated as Low Value leases.
- d) The Short-term leases of 12 months or less are fully charged to expense.

5.1 Government Grants

APHMEL has not received any grants from Government.

5.2 Provisions

The position and movement of various provisions as on 31.03.2024 are given below:

(Rs. in lakh)

Provisions	Opening Balance as on 01.04.2023	Additon during the year	Write back / Adj./ payments during the year	Unwinding of discounts	Closing Balance as on 31.03.2024
Long term provisions:					
Gratuity	190.95	60.77	0.31	0	251.41
Leave encashment	144.18	42.75	31.16	0	155.77
Total (A)	335.13	103.52	31.47	0	407.18
Short term provisions:					
Gratuity					
Leave encashment					
Provision for Warranty on Sales	37.13	20.04	0.00	0	57.17
Total (B)	37.13	20.04	0.00	0	57.17
Grand Total (A+B)	372.26	123.56	31.47	0	464.35

5.3 Earnings per share (IND AS-33) : For Profit after Tax (excluding Other Comprehensive Income)

(Rs. in lakh)

	Particulars	2023-24	2022-23
A	Net profit /(Loss) after tax (Rs.in lakh)	105.49	485.20
B	Number of ordinary equity shares (Fully paid up)	1727.13	1727.13
C	Earnings per Share (A/B) Rs.	0.61	2.81

5.4 Segment Reporting: (As per IND AS 108)

Business Segment:

APHMEL is not engaged in providing an individual product or service or a group of related products or services and that is subject to risks and returns that are different from those of other business segments.

Geographical Segment:

APHMEL is not engaged in providing products or services within a particular economic environment and that is subject to risks and returns that are different from those of components operating in other economic environments.

“Segment Reporting” is not required to be disclosed as there is neither more than one business segment nor more than one geographical segment.

6 Related Party Disclosures

a) Key Managerial Personnel:

S No	Name	Position	Period
1	Sri N.V.K. Srinivas	Chairman	Full Period
2	Sri K. Prasada Rao	Managing Director	Up to 20.04.2023
3	Sri Y. Rajasekhara Reddy	Managing Director	From 21.04.2023
4	Sri Y.Gopala Krishna Murthy	Non-Executive Director	Up to 02.08.2023
5	Sri SK. Pal	Non-Executive Director	Up to 30.09.2023
6	Sri J. Ramesh	Non-Executive Director	From 12.09.2023
7	Sri M. Subba Rao	Non-Executive Director	From 09.09.2023
8	Sri. Ch. Narasimha Rao	Non-Executive Director	Up to 30.05.2023
9	Sri. P. Sri Rama Koteswara Rao	Non-Executive Director	Full Period
10	Sri. Kuchipudi Srinivasa Rao	Non-Executive Director	Full Period
11	Sri Juvva Seshagiri Rao	Non-Executive Director	Full Period
12	Sri. Y.S.S Suresh	Non-Executive Director	Full Period
13	Sri Y. Srinivasa Rao	Chief Financial Officer	Up to 31.08.2023
14	Smt. K. Vijaya Swetha	Chief Financial Officer	From 17.02.2024
15	Sri G. Srinivas	Company Secretary	Full Period

b) Remuneration of Key Managerial Personnel
(Rs. in lakh)

Sl. No.	Payment to MD & Key Managerial Personnel	FY-2023-24	FY-2022-23
1	Sri K. Prasada Rao	11.18	61.27
2	Sri Y. Rajasekhara Reddy	58.35	0
3	Sri Y. Srinivas Rao	30.47	49.28
4	Smt. K. Vijaya Swetha	3.65	0
5	Sri G. Srinivas	53.02	43.67

c) Sitting Fee Paid to Directors of the Company
(Rs. in lakh)

Sl. No.	Payment to Independent Directors	FY-2023-24	FY-2022-23
1	Sitting Fees	0.16	0.27

d) Transactions with the Parent – M/s SCCL
(Rs. in lakh)

Sl. No.	Particulars	FY-2023-24	FY-2022-23
1	Sale of Materials/Goods	Nil	Nil
	Capital Goods	Nil	Nil
	Stores & Spares	574.54	598.29
	Service (A M C / R & M related)	1000.49	940.21
	Material Handling Equipment	1133.05	1166.75
	TOTAL	2708.08	2705.25
2	Services provided by SCCL		
a)	Consultancy services	188.01	179.93
b)	Liquidate damages levied by SCCL	78.21	0.00

e) Balances receivable from / payable to related parties are as follows:
Parent – M/s APHMEL, Vijayawada
(Rs. in lakh)

Sl. No.	Particulars	For the year ended 31.03.2024	For the year ended 31.03.2023
1	Trade Receivables (Dues from SCCL)	1130.03	1112.41
2	Trade payables (Dues to SCCL)	0	0
3	Investments in SCCL	0	0
4	Others (Dues to SCCL)	59.15	27.21

f) Transactions and Balances with Employee Benefit Trusts / other parties are as follows:
Employees Group Gratuity Trust:
(Rs. in lakh)

Particulars	FY-2023-24	FY-2022-23
Contributions made during the year	0	250.00
Claims settled by the Trust during the year	65.73	216.98
Closing fund balance with Trust	394.67	431.94
Unfunded liability towards gratuity provided by the Company	228.05	176.56

7) Taxation:

Accounting for Taxes on Income under Ind AS-12- Calculation of Deferred Tax :

(Rs. in lakh)

DEFERRED TAX ASSETS / LIABILITY		As on 31.03.2024	As on 31.03.2023
A	Deferred Tax Liabilities		
	Depreciation	3.60	3.09
	TOTAL	3.60	3.09
B	Deferred Tax Assets		
	Back filling & Mine Closure Provision	0	0
	Gratuity	93.03	74.31
	Other Employment Benefits	0	0
	Overburden Removal	0	0
	MAT Credit	0	0
	Other Provisions	24.16	18.95
	TOTAL	117.19	93.26
	Deferred Tax Assets (net) (B-A)	113.59	90.17

Relationship between Tax Expense and Accounting Profit:

Numerical Reconciliation of difference:

(Rs. in lakh)

Sl.No.	Nature of Adjustments	Year ended 31.03.2024	Year ended 31.03.2023
1	Net profit as per Statement of Profit and Loss (before tax)	NIL	NIL
2	Add/Less: Differences as per Income Tax Act. (MAT)	NIL	NIL
3	Book profit for the purpose of MAT(1-2)	NIL	NIL
4	Applicable tax rate @25.168% u/s 115BAA	NIL	NIL
5	IT on Taxable profit as per Income Tax Act, 1961 (3*4)	NIL	NIL
6	Taxes as per P&L A/c	NIL	NIL
	a) Current year tax	NIL	NIL
	b) Deferred Tax in P&L	NIL	NIL
	c) Deferred Tax in OCI	NIL	NIL
	d)Tax related to earlier years	NIL	NIL
7	Net tax liability as per P&L A/c	NIL	NIL
8	Other Comprehensive Income	NIL	NIL
9	Profit after Tax (Total comprehensive income for the period) (1-7+8)	NIL	NIL

8. TRADE PAYABLES

8.1) Trade Payables Due for Payments with Due Dates:

a)

(Rs.in lakh)

Particulars	Outstanding for following periods from due date of payment				2023-24
	< 1 year	1-2 years	2-3 years	> 3 years	Total
(i) MSME	-	-	-	-	-
(ii) Others	2.21	1.46	0.68	3.78	8.13
(iii) Disputed dues – MSME	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	7.41	7.41
TOTAL	2.21	1.46	0.68	11.19	15.54

b)

(Rs.in lakh)

Particulars	Outstanding for following periods from due date of payment				2022-23
	< 1 year	1-2 years	2-3 years	> 3 years	Total
(i) MSME	28.48	-	-	-	28.48
(ii) Others	133.10	0.67	1.02	2.93	137.72
(iii) Disputed dues – MSME	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	7.66	7.66
TOTAL	161.58	0.67	1.02	10.59	173.86

8.2 Trade Payables Due for Payments without Due Dates:

a)

(Rs.in lakh)

Particulars	Outstanding for following periods from due date of payment				2023-24
	< 1 year	1-2 years	2-3 years	> 3 years	Total
(i) MSME	-	-	-	-	-
(ii) Others	89.41	0.34	0	5.58	95.33
(iii) Disputed dues – MSME	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-
TOTAL	89.41	0.34	0	5.58	95.33

b)

(Rs.in lakh)

Particulars	Outstanding for following periods from due date of payment				2022-23
	< 1 year	1-2 years	2-3 years	> 3 years	Total
(i) MSME	-	-	-	-	-
(ii) Others	26.04	2.64	0.38	3.83	32.89
(iii) Disputed dues – MSME	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-
TOTAL	26.04	2.64	0.38	3.83	32.89

9) M/s.Srivalli Shipping & Transport Pvt. Ltd., Rental Dues:

- a) Two Land sites measuring 13,102.251 Sq. mtrs. at Vizag was leased to M/s Srivalli Shipping & Transport Pvt.Ltd. Agreement was entered for a period of 2 years from 15.11.2017 to 15.11.2019 on a monthly rent of Rs. 6 lakhs.
- b) An amount of Rs. 109.93 lakhs was outstanding during the agreement period.
- c) Three cheques Rs.50 lakh each was issued towards outstanding rent during December,2019.
- d) All the 3 cheques were bounced back due to non-availability of funds in their account. cheque bounce case filed in the Metropolitan Magistrate Court Vijayawada.
- e) Due to non payment of rent, rental agreement was not extended after the agreement period i.e., from 16.11.2019 to till date.
- f) As per the Board directions, a Three Members Committee having legal background was constituted to examine and advise to take further course of action.
- g) After studying the entire case, the Committee advised to seek expert legal opinion to take further action.
- h) Accordingly, legal opinion was sought from the senior legal advisor, Vijayawada, who advised to file a vacation suit.
- i) Suit was filed on M/s Srivalli Shipping & Transport Pvt.Ltd.

10) Value of imports on CIF basis:

(Rs. in lakh)

Particulars	For the Year ended 31.3.2024	For the Year ended 31.3.2023
Components, Stores & Spare Parts	NIL	NIL
Capital Goods	NIL	NIL

11) Expenditure incurred in Foreign Currency

(Rs. in lakh)

Particulars	For the Year ended 31.3.2024	For the Year ended 31.3.2023
Travelling Expenses	NIL	NIL
Consultancy Payments	NIL	NIL
Others	NIL	NIL

12) Consumption of Stores & Spares:

(Rs. in lakh)

Particulars	31.03.2024		31.03.2023	
	Amount	% Of total consumption	Amount	% Of total consumption
Imported	0	0	0	0
Indigenous	802.57	100	1578.75	100

13. CORPORATE SOCIAL RESPONSIBILITY

Provisions of this section is applicable to all companies having turnover of Rs.1000 crore or more or Net profit of Rs.5 crore or more in immediately preceding financial year.

Since **APHMEL** doesn't exceed the turnover or net profit of the previous financial year. Hence, it will not come under the scope of CSR.

a) (Rs. in lakh)

Particulars	2023-24	2022-23
Gross amount to be spent by the Company on CSR as per Section 135	NIL	NIL
PBT for the year as per Section 198	NIL	NIL
2020-21 (Restated)	NIL	NIL
2021-22 (Restated)	NIL	NIL
2022-23 (Restated)	NIL	NIL
Total PBT for the Last three years	NIL	NIL
Average PBT for the Last three years	NIL	NIL
2% of the Average Net Profit for the preceding three years	NIL	NIL
Amount Sanctioned by the Board for carrying out CSR Activities	NIL	NIL
Actual Amount spent on CSR Activities during the year	NIL	NIL
Provision made on Unspent amount of CSR (Ongoing works) on 31.03.2024	NIL	NIL
Amount spent (Ongoing works) against the provision made in FY 2021-22, 2022-23, during the FY 2023-24	NIL	NIL
Unspent amount (Ongoing works) as on 31.03.2024	NIL	NIL
Amounts deposited in Separate Bank Account opened with SBI, Commercial Branch	NIL	NIL
Date of Deposit in a separate Bank Account	NIL	NIL

b) The Details of element wise expenditure incurred on CSR activities in FY 2023-24 is as under.

CSR Activities undertaken	2023-24			Spill over payments of earlier years	CSR expended for FY 2023-24
	Amount sanctioned	Amount Spent	Unspent Amount		
Health Care and Medical Facilities	NIL	NIL	NIL	NIL	NIL
Promotion of Sports	NIL	NIL	NIL	NIL	NIL
Construction of School & Library	NIL	NIL	NIL	NIL	NIL
Donation to CM Relief Fund	NIL	NIL	NIL	NIL	NIL
Donation to PM Cares Fund	NIL	NIL	NIL	NIL	NIL
Drinking Water Facility	NIL	NIL	NIL	NIL	NIL
Rural Development Works	NIL	NIL	NIL	NIL	NIL
Afforestation & Environment Sustainability	NIL	NIL	NIL	NIL	NIL
Protection of National Heritage	NIL	NIL	NIL	NIL	NIL
Others	NIL	NIL	NIL	NIL	NIL
TOTAL	NIL	NIL	NIL	NIL	NIL

14. Capital Work in Progress (CWIP)

a)

(Rs.in lakh)

Particulars	Amount of CWIP for the Period for the FY 2023-24				
	<1 year	1-2 years	2-3 years	>3 years	Total
Project in Progress	NIL	NIL	NIL	NIL	NIL
Projects Temporarily Suspended	NIL	NIL	NIL	NIL	NIL

b) For capital Work in Progress, whose completion is overdue or has exceeded its cost compared to its original plan, following CWIP completion schedule shall be given

(Rs.in lakh)

CWIP	To be completed in			
	<1 year	1-2 years	2-3 years	>3 years
Project 1	NIL	NIL	NIL	NIL
Project 2	NIL	NIL	NIL	NIL

c) Intangible Assets under Development:

For intangible Assets under Development, following ageing schedule shall be given

(Rs.in lakh)

Particulars	Amount of CWIP for the Period for the FY 2023-24				
	<1 year	1-2 years	2-3 years	>3 years	Total
Project in Progress	NIL	NIL	NIL	NIL	NIL
Projects Temporarily Suspended	NIL	NIL	NIL	NIL	NIL

d) For Intangible Assets, whose completion is overdue or has exceeded its original plan, following Intangible Assets under development completion schedule shall be given

(Rs.in lakh)

CWIP	To be completed in			
	< 1 year	1-2 years	2-3 years	> 3 years
Project 1	NIL	NIL	NIL	NIL
Project 2	NIL	NIL	NIL	NIL 1

15. Other Regulatory Information as notified by MCA:

There is no Company Neither Individually nor Jointly holds the title deeds of Immovable property of APHMEL

(Rs.in lakh)

Relevant line item in the Balance sheet	Description of item of property	Gross carrying value	Whether title deed holder is a promoter, director or relative of promoter/director or employee of promoter/director	Property held since which date	Reason for not being held in the name of the company
NIL	NIL	NIL	NIL	NIL	NIL

15.1) Details of Benami Property held

APHMEL does not hold any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.

15.2) Borrowings from Financial Institutions:

APHMEL didn't borrow from banks or financial institutions on the basis of security of current assets.

15.3) Willful Defaulter

APHMEL has not been declared as willful defaulter by any bank or financial Institution or another lender.

15.4) Relationship with Struck off Companies

APHMEL doesn't made any transactions with struck off companies which were defined as per sec 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956.

Name of struck off Company	Nature of transactions with struck-off Company	Balance outstanding	Relationship with Struck Off Company if Any to be Disclosed
NIL	Investments in securities	NIL	NIL
NIL	Receivables	NIL	NIL
NIL	Payables	NIL	NIL
NIL	Shares held by struck off company	NIL	NIL
NIL	Other outstanding balances	NIL	NIL

16. Ratios:

Description	2023-24	2022-23	% of variance
Current Ratio	6.31	6.13	2.94%
Debt/Equity Ratio	0.06	0.26	-
Debt Service Coverage Ratio	0.00	0.00	-
Return on Equity Ratio	0.02	0.10	-70.88%
Inventory turnover ratio	1.21	1.62	-44.42%
Trade receivables turnover ratio	1.65	1.78	-36.63%
Trade Payables turnover ratio	6.88	7.07	238.13%
Net Capital turnover ratio	0.72	0.95	-24.66%
Net Profit Ratio	0.03	0.08	-61.88%
Return on Capital Employed	0.02	0.13	-78.77%
Return on Investments	0.00	0.00	0

b) Reason for significant variance in above ratio:

Sl.No.	Particulars	Reason for Variance
1.	Current Ratio	Primarily due to increase in current assets
2.	Debt Equity Ratio	No Change
3.	Debt Service Coverage Ratio	-
4.	Return on Equity Ratio	Primarily due to decrease in net profit during the current year
5	Inventory turnover Ratio	Primarily Due to decrease in revenue during the current year
6.	Trade receivable turnover ratio	Primarily due to decrease in sales
7.	Trade Payables turnover ratio	Primarily due to decrease trade payables
8.	Net Capital turnover ratio	Primarily due to decrease in profit
9.	Net Profit Ratio	Primarily due to decrease in profit after tax during current year
10.	Return on Capital Employed	Primarily due to increase in profit after tax during current year
11.	Return on Investments	—

17. Compliance with Approved Scheme(s) of Arrangements:

APHMEL Competent Authority has not been approved any scheme of arrangements in terms of Sec 230 to 237 of the companies act 2013.

18. INCOME-TAX

- a) Current Income-tax: Tax on income for the current period determined on the basis of taxable income computed in accordance with the provisions of the Income Tax Act, 1961.
- b) Income tax assessments for the assessment years 2015-16, 2016-17, 2017-18, 2018-19, 2019-20, 2020-21, 2021-22 & 2022-2023 are pending with the assessing officer.

19. Total Outstanding Debtors:

An amount of Rs.1972.73 lakhs is outstanding as receivable from debtors as on 31.03.2024. Confirmation is received only from few debtors the value of which is negligible considering the total value of debtors but however there is substantial collection from debtors subsequent to 31.03.2024.

Balances of receivables, trade creditors, loans & advances are subject to confirmation, reconciliation and adjustment if any.

(Rs.in lakh)

Particulars	31.03.2024	31.03.2023
Outstanding from SCCL	1130.60	1112.41
Outstanding from others	842.13	507.80
Total Outstanding Debtors	1972.73	1620.21

20. LOANS & ADVANCES TO DIRECTORS/KMP:

There is no Loans or Advances was granted to promoters, directors, KMPs of APHMEL and the related parties (as defined under Companies Act, 2013), either severally or jointly with any other person, by:

(a) repayable on demand; or

(b) without specifying any terms or period of repayment.

(Rs.in lakh)

Type of Borrower	Amount of loan or advance in the nature of loan outstanding	Percentage to the total Loans and Advances in the nature of loans
Promoter	NIL	NIL
Directors	NIL	NIL
KMPs	NIL	NIL
Related Parties	NIL	NIL

21. Details of Crypto Currency or Virtual Currency

APHMEL has not traded or invested in Crypto currency or Virtual Currency during the financial year: 2023-24.

(Rs.in lakh)

Description	Amount Rs.
Profit or loss on transactions involving Crypto currency or Virtual Currency	NIL
Amount of currency held as at the reporting date	NIL
Deposits or advances from any person for the purpose of trading or investing in Crypto Currency or virtual currency	NIL

22. Fair value measurement of financial assets or financial liabilities

First-time adopters may apply Ind AS 109 to day one gain or loss provisions prospectively to transactions occurring on or after the date of transition to Ind AS. Therefore, unless a first-time adopter elects to apply Ind AS 109 retrospectively to day one gain or loss transactions, transactions that occurred prior to the date of transition to Ind AS do not need to be retrospectively restated.

As a first-time adopter of Ind AS during 2016-17, the Company has opted to apply Ind AS 109 prospectively.

23. Registration of charges or satisfaction with Registrar of Companies (ROC)

There is no Registration charges or satisfaction to be obtained from ROC

24. Utilization of Borrowed Funds & Share Premium:

APHMEL has not advanced or loaned or invested funds (either borrowed funds or share premium or any other sources or kind of funds) to any other person(s) or entities including foreign entities (Intermediaries) with the understanding (Whether recorded in writing or otherwise) that the intermediaries 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).
- II) Provide any guarantee, Security or the like to or on behalf of the Ultimate Beneficiaries.

25. Others:

25.1 Future changes in accounting Policies:

The Ministry of corporate affairs (MCA), notifies new standard or amendments to the existing standards under companies (Indian Accounting Standards) rules as amend from time to time.

As per requirement mentioned at Para No. 30 of Ind AS 8 (Accounting Policies, Changes in Accounting estimates and Errors), the amendments to Standards are required to be disclosed.

The amendments effective from 01.04.2023 to relating to 'Ind AS-16 Property, Plant and Equipment's with regard to accounting of excess of Net Sale proceeds of items produced over the cost of testing and relating to 'Ind AS-37 - Provisions, Contingent Liabilities and Contingent Assets' regarding the cost of fulfilling an onerous contract are not applicable to the Company as no such transactions are existing.

25.2 Recent Accounting Pronouncements:

The Ministry of Corporate Affairs (MCA), had issued a notification on 24 March 2021, amending the Schedule III of the Companies Act, 2013. The amendments revise Division I, II and III of Schedule II and are applicable from 1 April, 2021.

The applicable amendments relating to Division II which relate to Companies whose Financial Statements are required to comply with Companies (Indian Accounting Standards) Rules 2015 have been duly complied with and necessary disclosures relating to Land Records, Ageing Schedules of CWIP, Trade Payables, Trade Receivables, Ratio Analysis, relationship with Struck off Companies, specified transactions with related parties, Loans availed from Banks and Charges created there for, Benami transactions, crypto currency transactions etc have been given in these Financial Statements whenever required.

25.3 IND AS 10 "Events After the Reporting Period":

The material non-adjusting events after the reporting period which are required to be disclosed in the Financial Statements for the current year have been appropriately disclosed in the Notes wherever required.

25.4 Impact of COVID-19 on the operations of the company for the FY 2023-24

Further due to restoration of normal conditions the operations of the Company in FY 2023-24 till date have been normal and it is expected that any further break-out of next waves of Covid-19 are expected to have very insignificant influence on the operations of the Company.

26. Miscellaneous:

- 1) Previous Periods Figures have been restated for retrospective changes / adoption of accounting policies and retrospective correction of material prior period errors as per the requirements of applicable IND-As & regrouped, rearranged and renumbered where ever considered necessary.
- 2) (I) Note-1 gives corporate information
(II) Note-2 represents significant accounting policies
(III) Note - 3 to Note - 21 form part of the Balance Sheet as at 31 st March, 2024.
(IV) Note -22 to Note-28 form part of Statement of Profit & Loss for the year ended on that Date and
(V) Note-29 represents Additional Notes to the Financial Statements for FY 2023-24.

The accompanying Notes form an integral part of Financial Statements.

As per our report of even date

For M/s. Annadevara Associates

Chartered Accountants (FRN:0049735)

For and on behalf of the Board

Sd/-

A.G.Krishna Prasad

Partner

Membership No.210576

Kondapalli

Dated : 18.07.2024

UDIN:24210576BJZXMR5314

Sd/-

G. Srinivas

Company Secretary

Membership No.
FCS.6395

Sd/-

K. Vijaya Swetha

Chief Financial
Officer

Membership
No. ACA218520

Sd/-

N.V.K. Srinivas

Chairman
DIN:10074610

Sd/-

Y.Rajasekhara Reddy

Managing Director
DIN:10118769

Kondapalli

Dated : 18.07.2024



SELF ADVANCING (MOBILE) GOAF EDGE SUPPORT (SAGES) - 500 TONS CAPACITY FOR USE WITH CONTINUOUS MINERS
(PHASE-III) UNDERGOING FIELD TRIAL AT CHURCHA RO UG MINE, SECL
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Kondapalli - 521 228, NTR District (A.P.)

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