

Ref: JPVL:SEC:2022

9th August, 2022

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

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

Scrip Code: JPPOWER

Scrip Code: 532627

Sub: Un-audited Standalone and Consolidated Financial Results of the Company for the quarter ended 30th June, 2022

Dear Sirs,

We are enclosing herewith the Un-audited Standalone and Consolidated Financial Results for the quarter ended 30th June, 2022 in the prescribed format as required under Regulation 33(3) of Securities & Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015. The results have been reviewed by the Audit Committee and approved by the Board of Directors in their respective meetings held on 9th August, 2022.

Further, as required under Regulation 33(2)(c) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, also enclosed herewith a copy each of "Limited Review Report" by the Statutory Auditors on the Un-audited Standalone and Consolidated Financial Results of the Company for the quarter ended 30th June, 2022. The "Limited Review Report" has been placed before the Board of Directors in their meeting held on 9th August, 2022.

The meeting commenced at 4.00 P.M. and concluded at 5.30 P.M.

Thanking you,

Yours faithfully,
For JAIPRAKASH POWER VENTURES LIMITED



(Mahesh Chaturvedi)
General Manager & Company Secretary
(FCS: 3188)



Encl: As above

JAIPRAKASH POWER VENTURES LIMITED

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

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

Website: www.jppowerventures.com

Email: jpv.investor@jalindia.co.in

CIN : L40101MP1994PLC042920

STATEMENT OF STANDALONE & CONSOLIDATED UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE, 2022

Rs. in Lakhs except Shares and EPS

Particulars	Standalone				Consolidated			
	Quarter Ended		Year Ended		Quarter Ended		Year Ended	
	30.06.2022	31.03.2022	30.06.2021	31.03.2022	30.06.2022	31.03.2022	30.06.2021	31.03.2022
	Unaudited	Audited	Unaudited	Audited	Unaudited	Audited	Unaudited	Audited
I Revenue from operations	182,037	140,621	91,499	462,455	182,037	140,621	91,499	462,455
II Other income	893	12,563	1,136	23,487	898	12,569	1,142	23,508
III Total Income (I+II)	182,930	153,184	92,635	485,942	182,935	153,190	92,641	485,963
IV Expenses								
Cost of material and operation expenses	90,888	125,600	61,306	345,126	90,888	125,600	61,306	345,126
Purchases of stock-in-trade	-	-	-	13,402	-	-	-	13,402
Changes in inventories of finished goods, work-in-progress and stock-in-trade	22,819	(18,119)	28	(27,910)	22,819	(18,119)	28	(27,910)
Employee benefits expense	2,951	3,059	2,592	11,164	2,951	3,059	2,592	11,164
Finance costs	14,952	14,272	14,051	55,609	14,953	14,256	14,057	55,611
Depreciation and amortisation	11,554	11,874	11,990	48,120	11,555	11,877	11,992	48,128
Other expenses	2,554	2,606	1,949	9,370	2,554	2,630	1,950	9,396
Total expenses (IV)	145,718	139,292	91,916	454,881	145,720	139,303	91,925	454,917
V Profit / (loss) before exceptional items and tax (III-IV)	37,212	13,892	719	31,061	37,215	13,887	716	31,046
VI Exceptional items (net)(Gain)/Loss	-	-	-	-	-	-	-	-
VII Profit / (loss) before tax (V-VI)	37,212	13,892	719	31,061	37,215	13,887	716	31,046
VIII Tax expense								
(1) Current tax	-	-	-	-	-	-	-	-
(2) MAT credit entitlement	-	-	-	-	-	-	-	-
(3) Income tax of earlier years	-	-	-	139	-	(15)	15	225
(4) Reversal of MAT credit entitlement of earlier years	-	9,263	-	9,263	-	9,263	-	9,263
(5) Deferred tax	13,019	4,866	267	10,810	13,019	4,866	267	10,810
IX Net Profit/(loss) after tax (VII-VIII)	24,193	(237)	452	10,849	24,196	(227)	434	10,748
X Other Comprehensive Income								
A (i) Items that will not be reclassified to profit or loss	(7)	(103)	24	(30)	(7)	(103)	24	(30)
(ii) Income tax relating to items that will not be reclassified to profit or loss	3	35	(8)	10	3	35	(8)	10
B (i) Items that will be reclassified to profit or loss								
(ii) Income tax relating to items that will be reclassified to profit or loss								
Other comprehensive income for the period	(4)	(68)	16	(20)	(4)	(68)	16	(20)
XI Total comprehensive income for the period (IX+X) (Comprising Profit (Loss) and Other comprehensive income for the period)	24,189	(305)	468	10,829	24,192	(295)	450	10,728



Particulars	Standalone				Consolidated			
	Quarter Ended		Year Ended		Quarter Ended		Year Ended	
	30.06.2022	31.03.2022	30.06.2021	31.03.2022	30.06.2022	31.03.2022	30.06.2021	31.03.2022
	Unaudited	Audited	Unaudited	Audited	Unaudited	Audited	Unaudited	Audited
Profit / (loss) attributable to :								
Owners of the parent					24,196	(227)	434	10,748
Non-controlling interest					-	-	-	-
					24,196	(227)	434	10,748
							-	
Other Comprehensive Income attributable to :								
Owners of the parent					(4)	(68)	16	(20)
Non-controlling interest					-	-	-	-
					(4)	(68)	16	(20)
Total Comprehensive income attributable to :								
Owners of the parent					24,192	(295)	450	10,728
Non-controlling interest					-	-	-	-
					24,192	(295)	450	10,728
XII Other equity				6,299				(26,965)
XIII Equity Share Capital (Face value of Rs. 10/- per share)	685,346	685,346	685,346	685,346	685,346	685,346	685,346	685,346
XIV Earnings Per Share (Rs.)								
Basic	0.23	(0.003)	0.003	0.10	0.23	(0.003)	0.003	0.10
Diluted	0.23	(0.003)	0.003	0.10	0.23	(0.003)	0.003	0.10



Notes:

1. In respect of Vishnuprayag Hydro Electric Plant (VHEP), the water availability in the first half of the financial year is normally higher as compared to the second half of the financial year. As such, the power generation in the first two quarters (based on past experience/ data) lies between 70-75% of the annual power generation, while balance 30-25% is generated in the last two quarters.
2.
 - (a) Company has accounted for revenue for the quarter ended 30th June, 2022 on the basis of Multi Year Tariff (MYT) for the period 2020-24 for JBTPP and JNSTPP which are subject to true up / final assessment.
 - (b) Revenue in respect of Vishnuprayag HEP for the quarter ended 30th June, 2022 has been accounted for based on provisional tariff which is subject to true up/final assessment.
3. The Company had given the corporate guarantee (CG) to State Bank of India (SBI) of USD 1,500 lakhs (31st March,2022 USD 1,500 Lakhs), for loans outstanding to the extent of Rs 70,333 lakhs (31st March,2022 Rs.70,333 lakhs), granted to Jaiprakash Associates Limited (JAL) (the party to whom the company is an associate) for which fair valuation as of 30th June,2022/31st March 2022, has not been done as per the applicable Ind-AS. Subsequent to accounting the impact of "Framework Agreement" (Framework Agreement with its lenders for debt restructuring in earlier year), the Company has initiated process for the release of the guarantee provided to SBI. In the opinion of the Management there will be no material impact on these financial results of the fair valuation of the above-mentioned guarantee hence not been considered necessary by the management to be provided for. On this Auditors have drawn attention in their report on financial results.
4. As per the past practice, gain/loss on fair value of Investment in Trust, in respect of which Impact of fair valuation being loss of Rs. 1204 lakhs as on 30th June,2022 (31st March,2022 fair valuation gain of Rs.12,215 lakhs accounted) will be accounted for at the year end, as investment in Trust is of long term in nature.
5. The Company has investment of Rs. 78,800 lakhs (31st March,2021 Rs. 78795 lakhs) in subsidiary companies (including investment in SPGCL as stated in note no. 6). No provision for diminution in value against certain these long-term investments has been considered necessary by the management, as in the opinion of the management such diminution is temporary in nature considering the intrinsic value of assets, future prospects and management is confident for settlement of claims in their favour. On this Auditors have drawn attention in their report on standalone financial results.
6. Sangam Power Generation Company Limited (SPGCL, a Subsidiary Company) was acquired by JPVL (the Company) from Uttar Pradesh Power Corporation Ltd (UPPCL) in earlier year for implementation of 1320 MW Power Project (Karchana STPP) at Tahsil Karchana, Distt. Allahabad, Uttar Pradesh. The Company has investment of Rs. 55212 lakhs (31st March, 2022 Rs.55,207 lakhs) (5,520 lakhs equity



shares of Rs. 10/- each fully paid till 30/06/2022) in SPGCL. In the books of SPGCL, amount aggregating to Rs.16,055 lakhs (excluding value of land) is shown as expenditure incurred during the construction and incidental to setting up of the project, capital advances etc. and same been carried over since long and the Net Worth of SPGCL have been eroded significantly as on 30th June, 2022. In view of abnormal delay in handing over the physical possession of land by UPPCL, SPGCL had written to UPPCL in earlier year and to all procurers of power that the Power Purchase Agreement (PPA) be rendered void and cannot be enforced. As advised, draft of Share Purchase Agreement (SPA) was sent to UPPCL / UPRVUNL by SPGCL for their approval but there was abnormal delay in resolving the matter by UPPCL, therefore SPGCL had withdrawn all its undertakings given to UPPCL and also had filed a petition before Hon'ble UPERC (State Commission) for release of performance bank guarantee and also for payment against claim lodged of Rs 1,15,722 lakhs. UPERC vide its Order dated 28.06.2019 has allowed claim (of SPGCL) for Rs.25,137 Lakhs along with interest @ 9% p.a. on Rs.14,925 lakhs for the period from 11.04.2014 to 31.03.2019 and also directed UPPCL to immediately release Performance Bank Guarantee (Rs. 99 crore) to SPGCL and SPGCL to transfer the entire land parcel to UPPCL. UPPCL had appealed against the said order in APTEL and SPGCL had also filed counter appeal. During the previous year, APTEL vide its order dated 14th July, 2021, upheld the State Commissions order dated 28.06.2019 and directed State Commission to complete the verification of relevant documents of the claim filed by SPGCL within a period of three months from the date of pronouncement of this judgment and crystallize the total amount to be paid to SPGCL. SPGCL has filed application with Hon'ble UPERC for verification of expenditure and payment thereof and release of performance bank guarantee. Further, UPPCL has filed an appeal with Hon'ble Supreme Court against above mentioned order of APTEL and also Company has filed an appeal with Hon'ble Supreme Court against the order of APTEL. Hon'ble Supreme Court has stayed the Order of APTEL. Further pursuant to the Order of Hon'ble Supreme Court, application filed with UPERC has been kept in abeyance. Pending these and management is confident about settlement of claims in its favour, no provision against diminution in value of investment, has been considered necessary at this stage.

7.

(a) On account of outbreak of Coronavirus (Covid-19), during the period from March,2020 to 31st March,2021 there was lockdown across the country / frequent lockdown for a significant period and there were disruption in business activities however, the Company had continued to generate and supply electricity to its customers, which had been declared as an essential service by the Government of India. However the Company had also received notices for invoking force majeure clause provided in the power purchase agreement (PPA) by M.P. Power Management Company Limited (MPPMCL) and UPPCL in respect of units JNSTPP & JBTPP and VHEP respectively and PTC with whom Company has short term PPA which had been suitably replied by the Company / clarified that the said situation is not covered under force majeure clause, considering generation and distribution of electricity falls under essential services vide notification dated March 25, 2020 issued by Ministry of Home Affairs, Government of India. The Power Ministry had also clarified on April 6, 2020 that the parties to the contract to comply with the obligation to pay fixed capacity charges as per PPA to the Power Producers. The management believes that there will not be much of impact likely, due to this pandemic on the business of the Company in long term.

(b) Revenue amounting to Rs 17,706 lakhs (till 31st March 2022 Rs17,706 lakhs) related to invoices raised on MPPMCL for capacity charges for the month of April'20, May'20 and August'20 to October'20 which has been disputed by MPPMCL as notices of invoking force majeure clause as stated in note 7(a) above had been served and/or non-scheduling of power by MPPMCL. In the Opinion of the Management considering the prevailing Madhya Pradesh Electricity Grid Code (revision -ii), 2019 (MPEGC, 2019) and based on opinion of an expert (legal opinion taken by the Association of Private Electricity Generating Stations of MP), the MPPMCL is liable to make payment of capacity charges for declared availability of Contracted Capacity under PPA and for which invoices had been raised in terms of PPA



signed between company and MPPMCL (also delayed payment surcharge of Rs. 3795 lakhs till Oct'21). Further, during the previous quarter, Company has also filed petitions with Madhya Pradesh Electricity Regulatory Commission (MPERC) for the recovery of capacity charges as stated above. Considering above stated facts and pending decision of the MPERC, amount stated above which is overdue for payment, has been considered good and fully recoverable by the management.

8. In the earlier years, Uttar Pradesh Power Corporation Ltd. (UPPCL) had sent notice/recovery plan in respect of unit VHEP for recovery of Rs. 40,588 lakhs (including carrying cost of Rs. 618 lakhs for the quarter ended 30th June, 2022 and Rs. 11,109 lakhs for the financial year 2018-19 to 2021-22) (as at 31.03.2022 Rs. 39,970 lakhs) being amount excess paid to the Company as assessed and estimated by the UPPCL on account of carrying cost (excess payment made to the Company towards income tax and secondary energy charges for financial years 2007-08 to 2019-20 and 2014-15 to 2019-20 respectively) and hold back Rs. 17,658 Lakhs till June'22 (up to March'22 Rs. 16,044 Lakhs) including recovery for carrying cost of Rs 11,727 lakhs (up to March'22 Rs. 11,109 Lakhs) as stated above. Based on the legal opinion obtained by the Company, the action of UPPCL for denying income tax and secondary charges and holding / deducting amount, is not as per the terms of the power purchase agreement (PPA), and the Company had filed a petition with Uttar Pradesh Electricity Regulatory Commission (UPERC) against UPPCL for the aforesaid recovery. UPERC vide its order dated 12th June, 2020 had disallowed the claims of the Company and upheld the recovery/proposed recovery of excess payment made. Against the Order of UPERC the Company has preferred an appeal before APTEL. Meanwhile in 2020-21 UPPCL and Company both have agreed that recovery of amount paid in excess (subject to ongoing reconciliations and final outcome of appeal filed with APTEL for revision in design energy) to be made from monthly power sale invoices raised/to be raised for next 7 years starting from FY 2021-22. In addition to that as per recovery plan, UPPCL will charge carrying cost on outstanding amount @SBI MCLR plus 350 basis points starting from financial year 2021-22 to financial year 2027-28. In view of the above and considering prudence, from 2020-21 onwards, revenue from UPPCL has been accounted for net of the component of income tax and excess secondary energy charges. Pending the decision on Company's appeal filed with Appellate Tribunal for Electricity (APTEL) as stated above, no provision in these financial statements has been considered necessary by the management against the disallowances of income tax and secondary energy charges of Rs. 40,588 lakhs and carrying cost (amount unascertainable). Further the management believes that it has credible case in its favour and accordingly amount which has been deducted by UPPCL of Rs.17,658 Lakhs (shown as part of trade receivables) is considered good and same is recoverable with interest from UPPCL.
9. As per Ind-AS 108 Operating segment, segment information has been provided on consolidated financial results basis.
10. During last quarter of financial year ended 31st March 2021, the Company was declared successful bidder for sand mining in the State of Andhra Pradesh and as per the contracts signed with Director Mines & Geology (DMG), Government of Andhra Pradesh, the Company was required to pay in total Rs. 1528.80 crore to DMG over a period of two years as fortnightly upfront payment/instalments (w.e.f. 16 May 2021 in fortnightly instalment). The Sand Contracts have been Sub-contracted to a party (Sub-contractor) on back-to-back basis and mining has been commenced in previous financial year. However certain conditions (including opening of Escrow account) are pending and sale & inventory at quarter end has been accounted for based on confirmation/details as made available by the Sub-contractor. The balances of DMG and sub-contractor is in process of reconciliations. Management believes that there will not be any material impact on financial results on reconciliation/confirmation.



11. The figures for the quarter ended 31 March 2022 are the balancing figures between audited figures in respect of full financial year and unaudited year to date figures up to 31 December 2021. Previous period/ year figures have been regrouped/ reclassified/recast, wherever necessary, to make them comparable.
12. The above unaudited financial results for the quarter ended 30th June,2022 have been reviewed by Audit Committee and approved by the Board of Directors at their respective meetings held on 9th August, 2022.



For and on behalf of the Board

A handwritten signature in black ink, appearing to read "Manoj Gaur".

MANOJ GAUR

Chairman

DIN 00008480

Place: New Delhi

Date: 9th August, 2022

**CONSOLIDATED UNAUDITED SEGMENT-WISE REVENUE, RESULTS AND CAPITAL EMPLOYED FOR THE
QUARTER ENDED 30th JUNE,2022**

(Rs. In Lakhs)

Particulars	Consolidated			
	Quarter Ended	Quarter Ended	Quarter Ended	Year Ended
	30.06.2022	31.03.2022	30.06.2021	31.03.2022
	Unaudited	Audited	Unaudited	Audited
1 Segment Revenue				
i) Power	159,759	104,904	90,628	387,619
ii) Coal	24,346	12,396	12,156	48,328
iii) Sand Mining	22,287	35,721	-	74,182
iv) Other-Cement Grinding etc.	-	16	929	779
Total	206,392	153,037	103,713	510,908
Less : Inter segment eliminations	24,355	12,416	12,214	48,453
Add : Other income	898	12,569	1,142	23,508
Total sales / income from operations	182,935	153,190	92,641	485,963
2 Segment Results				
Profit / (loss) from operations before finance charges, depreciation and amortisation, exceptional items and tax				
i) Power	62,950	26,288	25,859	117,574
ii) Coal	682	1,137	1,150	4,619
iii) Sand Mining	298	438	-	945
iv) Other-Cement Grinding, etc.	(207)	12,157	(244)	11,647
Total	63,723	40,020	26,765	134,785
Less :				
[a] Interest expenses	14,953	14,256	14,057	55,611
[b] Depreciation and amortisation	11,555	11,877	11,992	48,128
Total	26,508	26,133	26,049	103,739
Profit / (loss) before exceptional items and tax	37,215	13,887	716	31,046
Exceptional items net (Gain)/Loss	-	-	-	-
Profit / (loss) before tax	37,215	13,887	716	31,046
Tax Expenses (net)	13,019	14,114	282	20,298
Net Profit / (loss) after tax	24,196	(227)	434	10,748
Other comprehensive income (Net of Tax)	(4)	(68)	16	(20)
Total comprehensive income for the period (Comprising Profit (Loss) and Other comprehensive income for the period)	24,192	(295)	450	10,728
3 Capital Employed				
a Segment Assets				
i) Power	1,618,759	1,572,036	1,577,304	1,572,036
ii) Coal	30,132	27,668	30,590	27,668
iii) Sand Mining	50,487	49,925	-	49,925
iv) Other-Cement Grinding etc.	72,657	85,024	95,553	85,024
Total	1,772,035	1,734,653	1,703,447	1,734,653
b Segment Liabilities				
i) Power	167,696	168,640	183,341	168,640
ii) Coal	20,877	7,475	13,311	7,475
iii) Sand Mining	50,367	50,188	-	50,188
iv) Other-Cement Grinding etc.	6,986	6,212	8,093	6,212
Total Liabilities	245,926	232,515	204,745	232,515
c Capital Employed *	1,526,109	1,502,138	1,498,702	1,502,138

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



Independent Auditor's Review Report on Quarterly Unaudited Standalone Financial Results of Jaiprakash Power Ventures Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

**To The Board of Directors of
Jaiprakash Power Ventures Limited**

1. We have reviewed the accompanying statement of unaudited standalone financial results of JAIPRAKASH POWER VENTURES LIMITED ('the Company') for the quarter ended June 30,2022 ("the Statement"), attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements), 2015, as amended ("the Listing Regulations").
2. This Statement, which is the responsibility of the Company's Management and approved by the Board of Directors of the Company, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE 2410) "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance about whether the financial results are free from material misstatement(s). A review is limited primarily to enquiries of the Company personnel and analytical procedures applied to the financial data and thus provide less assurance than an audit. We have not performed an audit. Accordingly, we do not express an audit opinion.
4. **Basis of Qualified conclusion**
Attention is drawn to:
 - (a) As stated in note no. 3 of accompanying financial results, the Company has given/provided corporate guarantee of USD 1,500 lakhs (31st March,2022 USD 1,500 lakhs) for loans granted by the lender to Jaiprakash Associates Limited (JAL) (the party to whom the Company is an associate) of amounting to Rs. 70,333 lakhs (31st March,2022 Rs. 70,333 lakhs) for which fair valuation has not been done as per the applicable IND-AS as of 30th June, 2022/31st March,2022 and also no provision there against has been made in these financial results (in the absence of fair valuation impact unascertained).
 - (b) As stated in note no. 5 of accompanying financial results, no provision for diminution in value against certain long-term investments made in subsidiaries amounting to Rs. 78,800 lakhs including amount of Rs.55,212 lakhs investment in SPGCL (31st March,2022 Rs. 78,795 lakhs and including amount of Rs. 55,207 lakhs investment in SPGCL) (Book Value) has been made by the management as in the opinion of the management such diminution is temporary in nature considering the intrinsic value of the assets, future prospects and settlement of claims as stated in note no.6 of accompanying financial results (impact unascertainable).

As stated above in para (a) and (b) above impact is unascertainable in the opinion of the management.



Matters stated in para (a) and (b) above had also been qualified in our limited review report on the standalone financial results for the quarter ended 30th June, 2021 and in audit report on the standalone financial results for the quarter/year ended 31st March, 2022.

5. Qualified Conclusion:

Based on our review conducted as above, except for the effects/ possible effects of our observation stated in paragraph 4 above (including non-quantification for the reasons stated therein), nothing has come to our attention that causes us to believe that the accompanying Statement prepared in all material respects in accordance with the applicable Indian Accounting Standards prescribed u/s 133 of the Companies Act, 2013 read with relevant rules issued there under and other recognised accounting practices and policies generally accepted in India has not disclosed the information required to be disclosed in terms of the Listing Regulations, including the manner in which is to be disclosed, or that it contains any material misstatement.

6. Emphasis of matters:

We draw attention to the following matters:

- (a) Note no. 8 of the accompanying financial results regarding the claims of UPPCL of Rs. 40,588 lakhs (including carrying cost of Rs. 618 lakhs for the quarter ended 30th June, 2022 and Rs. 11,109 lakhs for the financial year 2018-19 to 2021-22) against disallowances made in respect of a unit VHEP of the Company towards income tax and secondary energy charges (paid / accounted for) in earlier years which is to be refunded back to UPPCL in view of Order of UPERC. Against the Order of UPERC as stated in the note no. 8 of accompanying financial results, Company has filed an Appeal with APTEL. As stated, Company believes that it has a credible case in its favour and disallowance made by the UPPCL on account of income tax and secondary energy charges are not in line with the terms of PPA signed with UPPCL. Accordingly, as stated in the said note, no provision against the stated amount and carrying cost has been considered necessary by the management at this stage (note no. 8 of accompanying financial results) and amount deducted / retained by UPPCL amounting to Rs.17,658 lakhs is considered good.
- (b) As stated in Note no. 48 (i) of the standalone financial statements for the year ended 31st March, 2022, no provision has been considered necessary by the management against Entry Tax in respect of Unit- Nigrie STPP (including Nigrie Cement Grinding Unit) amounting to Rs. 10,871 lakhs (31st March, 2022 Rs. 10,871 lakhs) and interest thereon (impact unascertainable) as stated in said note. In respect of the stated unit receipts of approval for extension of the time for eligibility for exemption from payment of entry tax is pending from concerned authority, as stated in the said note for which the company has made representations before the concerned authority and management is confident for favourable outcome. Against the above entry tax demand, till date of Rs. 6,485 lakhs (31st March, 2022 Rs. 6,085 lakhs) has been deposited and shown as part of other non-current assets which in the opinion of the management is good and recoverable.
- (c) As stated in note no. 59(a) & 59(c) of the standalone financial statements for the year ended 31st March, 2022 regarding pending confirmations/reconciliation of balances of certain secured and unsecured borrowings (current & non-current), banks (including certain fixed deposits), trade receivables/payables (including of micro and small) and others (including capital creditors and of Sub-contractors, CHAs and receivables/payables from/to related parties), liabilities, loans & advances and inventory lying with third parties/in transit. In this regard, as stated in the note, internal control is being strengthened through process automation. The management is confident that on confirmation/reconciliation there will not be any material impact on the state of affairs as stated in said notes.
- (d) For MAT credit entitlement as on 30th June 2022 of amounting to Rs. 9,034 lakhs (31st March, 2022 Rs. 9,034 lakhs) for which the Management is confident about realisability.

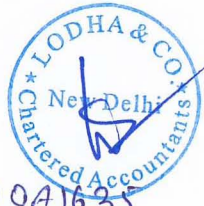


- (e) Note no.10 of the accompanying financial results regarding pending compliance of certain conditions of agreements with DMG and balance confirmation/reconciliation of sub-contractor and of DMG, as stated in the said note. As stated in the said note management believes that there will be no material impact on financial results on final reconciliation and confirmation.
- (f) As stated in the Note no. 56 of the standalone financial statements for the year ended 31st March, 2022, fair value of Jaypee Nigrie Cement grinding unit being in excess as compared to the carrying value (as on 30th June 2022 carrying value amounting to Rs. 23,464 lakhs), as assessed by the management considering the expected future cash flows. Also, management is of the view that no impairment provision in the carrying amount of property, plant and equipment (including capital work-in-progress) is necessary at this stage considering above stated reason.
- (g) Note no. 7(b) of the accompanying financial results regarding the pending recovery of capacity charges of amounting to Rs. 17,706 lakhs (31st March, 2022 Rs. 17,706 lakhs) as stated in the said note, which have been disputed by MPPMCL. Company is contesting with MPPMCL and also has filed petitions with MPERC as stated in said note and in the opinion of the management, above stated amount is good and fully recoverable and hence no provision has been considered necessary by the management at this stage.

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

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

N.K. Lodha
Partner
Membership No. 085155
UDIN: 22085155A0QAOA1635
Place: New Delhi
Dated: 9/8/2022



Independent Auditor's Review Report on Quarterly Unaudited Consolidated Financial Results of Jaiprakash Power Ventures Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

**To The Board of Directors of
Jaiprakash Power Ventures Limited**

1. We have reviewed the accompanying Statement of Unaudited Consolidated Financial Results of JAIPRAKASH POWER VENTURES LIMITED ("the holding company") and its subsidiaries (the holding company and its subsidiaries together referred to as "the Group") for the quarter ended June 30, 2022 ("the Statement"), attached herewith, being submitted by the holding company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("the Listing Regulations").
2. This Statement, which is the responsibility of the Holding Company's Management and approved by the Holding Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33 (8) of the Listing Regulations, to the extent applicable.

4. The Statement includes the results of the followings entities:
 - (i) Jaypee Arunachal Power Limited (JV Subsidiary);
 - (ii) Jaypee Meghalaya Power Limited;
 - (iii) Sangam Power Generation Company Limited;
 - (iv) Bina Mines and Supply Limited (formerly known as Bina Power Supply Limited).

5. Basis of Qualified conclusion:

Attention is drawn to:

- (a) As stated in note no. 3 of accompanying financial results, the Company has given/provided corporate guarantee of USD 1,500 lakhs (31st March, 2022 USD 1,500 lakhs) for loans granted by the lender to Jaiprakash Associates Limited (JAL) (the party to whom the Company is an associate) of amounting to Rs. 70,333 lakhs (31st March, 2022 Rs. 70,333 lakhs) for which fair valuation has



not been done as per the applicable IND-AS as of 30th June, 2022/31st March,2022 and also no provision there against has been made in these financial results (in the absence of fair valuation impact unascertained).

As stated above in para (a), in the opinion of the management impact presently unascertainable. Matters stated in para (a) above had also been qualified in our limited review report on the consolidated financial results for the quarter ended 30th June, 2021 and in audit report on the consolidated financial results for the quarter/year ended 31st March, 2022.

6. Qualified Conclusion:

Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of other auditors referred to in paragraph 8 below, except for the effects/ possible effects of our observation stated in paragraph 5 above (including non-quantification for the reasons stated therein) nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations including the manner in which it is to be disclosed, or that it contains any material misstatement.

7. Emphasis of matters:

We draw attention to the following matters:

- (a) Note no. 8 of the accompanying financial results regarding the claims of UPPCL of Rs. 40,588 lakhs (including carrying cost of Rs. 618 lakhs for the quarter ended 30th June, 2022 and Rs. 11,109 lakhs for the financial year 2018-19 to 2021-22) against disallowances made in respect of a unit VHEP of the Company towards income tax and secondary energy charges (paid / accounted for) in earlier years which is to be refunded back to UPPCL in view of Order of UPERC. Against the Order of UPERC as stated in the note no. 8 of accompanying financial results, Company has filed an Appeal with APTEL. As stated, Company believes that it has a credible case in its favour and disallowance made by the UPPCL on account of income tax and secondary energy charges are not in line with the terms of PPA signed with UPPCL. Accordingly, as stated in the said note, no provision against the stated amount and carrying cost has been considered necessary by the management at this stage (note no. 8 of accompanying financial results) and amount deducted / retained by UPPCL amounting to Rs.17,658 lakhs is considered good.
- (b) As stated in Note no. 46 (i) of the consolidated financial statements for the year ended 31st March, 2022, no provision has been considered necessary by the management against Entry Tax in respect of Unit- Nigrie STPP (including Nigrie Cement Grinding Unit) amounting to Rs. 10,871 lakhs (31st March, 2022 Rs. 10,871 lakhs) and interest thereon (impact unascertainable) as stated in said note. In respect of the stated unit receipts of approval for extension of the time for eligibility for exemption from payment of entry tax is pending from concerned authority, as stated in the said



note for which the company has made representations before the concerned authority and management is confident for favourable outcome. Against the above entry tax demand, till date of Rs. 6,485 lakhs (31st March, 2022 Rs. 6,085 lakhs) has been deposited and shown as part of other non-current assets which in the opinion of the management is good and recoverable.

- (c) As stated in note no. 57(a) & 57(c) of the consolidated financial statements for the year ended 31st March, 2022 regarding pending confirmations/reconciliation of balances of certain secured and unsecured borrowings (current & non-current), banks (including certain fixed deposits), trade receivables/payables (including of micro and small) and others (including capital creditors and of Sub-contractors, CHAs and receivables/payables from/to related parties), liabilities, loans & advances and inventory lying with third parties/in transit. In this regard, as stated in the note, internal control is being strengthened through process automation. The management is confident that on confirmation/reconciliation there will not be any material impact on the state of affairs as stated in said notes.
- (d) For MAT credit entitlement as on 30th June 2022 of amounting to Rs. 9,034 lakhs (31st March, 2022 Rs. 9,034 lakhs) for which the Management is confident about realisability.
- (e) As stated in the Note no. 54 of the consolidated financial statements for the year ended 31st March, 2022, fair value of Jaypee Nigrie Cement grinding unit being in excess as compared to the carrying value (as on 30th June, 2022 carrying value amounting to Rs. 23,464 lakhs), as assessed by the management considering the expected future cash flows. Also, management is of the view that no impairment provision in the carrying amount of property, plant and equipment (including capital work-in-progress) is necessary at this stage considering above stated reason.
- (f) Note no. 7(b) of the accompanying financial results regarding the pending recovery of capacity charges of amounting to Rs. 17,706 lakhs (31st March, 2022 Rs. 17,706 lakhs) as stated in the said note, which have been disputed by MPPMCL. Company is contesting with MPPMCL and also has filed petitions with MPERC as stated in said note and in the opinion of the management, above stated amount is good and fully recoverable and hence no provision has been considered necessary by the management at this stage.
- (g) Note no.10 of the accompanying financial results regarding pending compliance of certain conditions of agreements with DMG and balance confirmation/reconciliation of sub-contractor and of DMG, as stated in the said note. As stated in the said note management believes that there will be no material impact on financial results on final reconciliation and confirmation.

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

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

- (i) **Jaypee Arunachal Power Limited:** Jaypee Arunachal Power Limited (JAPL) (where Holding Company has investment of Rs. 22,872 lakhs) is in process of data/information submission to the nodal agency regarding handing over of the project to the designated agency i.e. NHPC where Government of India has proposed JAPL's project to be implemented by the central PSU



(NHPC/NEEPCO). Accordingly, no provision has been considered necessary for capital work in progress and advance given to Government of Arunachal Pradesh and JAPL is dependent on its holding company for meeting its day-to-day obligations. These conditions indicate the existence of a material uncertainty that may cast significant doubt about the JAPL's ability to continue as a going concern. However, the financial statements of the JAPL have been prepared by the management on a going concern basis [Note no. 64(a) of the consolidated financial statements for the year ended 31st March, 2022].

(ii) Jaypee Meghalaya Power Limited: Jaypee Meghalaya Power Limited (JMPL) (where Holding Company has investment of Rs. 846 lakhs) is in process to file an application for refund/reimbursement of necessary fees etc. which was deposited with government agency in this regard along with other expenditures incurred as the project has been held up by Government of India, hence no impairment is considered necessary for capital work in progress and JMPL is dependent on its holding company for meeting its day-to-day obligations. These conditions indicate the existence of a material uncertainty that may cast significant doubt about the JMPL's ability to continue as a going concern. However, the financial statements of the JMPL have been prepared by the management on a going concern basis [Note no. 64(b) of the consolidated financial statements for the year ended 31st March, 2022].

(iii) Sangam Power Generation Company Limited: Sangam Power Generation Company Limited (SPGCL) (where Holding Company investment of Rs. 55,212 lakhs) is having accumulated losses and its net worth has significantly eroded as on 30th June 2022 and its claim against UPPCL is pending before Hon'ble Supreme Court. These conditions, indicates the existence of a material uncertainty that may cast significant doubt about the SPGCL's ability to continue as a going concern. However, the financial statements have been prepared on going concern basis. (this is to be read with note no. 6 of the accompanying financial results).

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

8. Other Matter:

We did not review the financial results of four subsidiaries included in the consolidated unaudited financial results, whose financial results reflect total revenues of Rs 5 lakhs, total net profit after tax of Rs. 3 lakhs and total comprehensive income of Rs. 3 lakhs, for the quarter ended 30th June, 2022, as considered in the consolidated unaudited financial results. These financial results have been reviewed by other auditors whose reports have been furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, is based solely on the reports of the other auditors and the procedures performed by us as stated in paragraph 3 above.



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

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

N.K. Lodha
Partner

Membership No. 085155

UDIN: 22085155A0@AXB7292

Place: New Delhi

Date: 9/8/2022

