

ANNUAL REPORT

LEAFINITI BIOENERGY PRIVATE LIMITED [CIN: U11202MH2020PTC337388]

FY: 2023-24

CORPORATE INFORMATION

BOARD OF DIRECTORS:

Name	Designation
Vishal Nirani	: Managing Director
Vijaykumar Murugesh Nirani	: Director
Subhransu Sekhar Biswal	: Director

REGISTERED OFFICE:

Orchid Plaza, Office No-606, 6th Floor, Opp. Gokul Shopping Centre, Off S.V. Road, Borivali West, Mumbai-400092, Maharashtra, India,.

CORPORATE OFFICE:

#S 904, 9th Floor, World Trade Center, Brigade Gateway Campus, #26/1, Dr. Rajkumar Road, Malleswaram West, Bengaluru, Karnataka-560055, India.

STATUTORY AUDITORS:

N . M . Raiji & Co.
No 4401, High Point IV, Race Course Road,
Bengaluru, Karnataka-560001, India.
FRN: 108296W

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NOTICE OF ANNUAL GENERAL MEETING

SHORTER NOTICE

SHORTER NOTICE IS HEREBY GIVEN THAT THE 4TH ANNUAL GENERAL MEETING (AGM) OF THE MEMBERS OF LEAFINITI BIOENERGY PRIVATE LIMITED WILL BE HELD ON FRIDAY, AUGUST 09, 2024 AT 11:00 AM AT THE CORPORATE OFFICE ADDRESS SITUATED AT NO S 904/A 9TH FLOOR WTC BRIGADE GATEWAY CAMPUS, NO 26/1, MALLESWARAM WEST, BENGALURU, KARNATAKA-560055, INDIA, TO TRANSACT THE FOLLOWING BUSINESS:

ORDINARY BUSINESS:

1. To consider and adopt the Standalone Audited Financial Statements of the Company for the Financial Year ended March 31, 2024, together with the reports of the Board of Directors, and the Auditors' report thereon;
2. To appoint a Director in place of Mr. Subhransu Sekhar Biswal (DIN: 07418896), who retires by rotation and being eligible, offers himself for re-appointment;
3. To appoint N.M. Raiji & Company, Chartered Accountant (FRN: 108296W) as Statutory Auditors to hold office from the conclusion of 5th (Fifth) Annual General Meeting of the Company till the conclusion of the 9th (Ninth) Annual General Meeting of the Company.

To consider and if thought fit, to pass with or without modification the following resolution as an **Ordinary resolution**:

“**RESOLVED THAT** pursuant to the provisions of Sections 139, 142 and other applicable provisions, if any, of the Companies Act, 2013 (including any statutory modification or re-enactment thereof for the time being in force) and the Companies (Audit and Auditors) Rules, 2014, as amended from time to time for appointment of statutory auditors, M/s. N. M. Raiji & Company, Chartered Accountants (FRN: 108296W) who have confirmed their eligibility for appointment of Statutory Auditors in terms of Section 141 of the Companies Act, 2013 and applicable Rules, be and are hereby appointed as Statutory Auditors of the Company for a term of five consecutive years, from the conclusion of 5th (Fifth) Annual General Meeting of the Company till the conclusion of the 9th (Ninth) Annual General Meeting of the Company to be held in the FY 2029-30 at a remuneration as may be agreed between the Board of Directors and the Auditors, with applicable taxes and reimbursement of out of pocket expenses incurred by them.”

RESOLVED FURTHER THAT all actions taken by the Board in connection with any matter referred to or contemplated in this resolution, be and are hereby approved, ratified and confirmed in all respects.”

**By order of the Board
For Leafiniti Bioenergy Private Limited**

Sd/-
Suhita Mukhopadhyay
Company Secretary (Meb. No. A17150)
S 904, 9th Floor, World Trade Center,
Brigade Gateway Campus, 26/1, Dr. Rajkumar Road,
Malleswaram West, Bengaluru- 560055

Date: 06/08/2024
Place: Bengaluru

Copy to:
1. Directors
2. Statutory Auditors

NOTES:

1. Statement containing the requisite details of Director being re-appointed, pursuant to Secretarial Standards 2 as issued by Institute of Company Secretaries of India is annexed hereto as **Annexure -I**.
2. Attendance Slip is annexed hereto as **Annexure - II**.
3. A member entitled to attend, and vote is entitled to appoint a proxy to attend and vote instead of himself and the proxy need not be a member of the Company. The Proxy Form is annexed hereto as **Annexure -III**.

Proxies, if any, in order to be effective, must be received at the Company's Registered Office not later than 48 (Forty-Eight) hours before the time fixed for holding the meeting. Proxies submitted on behalf of the companies & other entities, must be supported by appropriate resolution/ authority, as applicable. During the period beginning 24 hours before the time fixed for the commencement of the meeting and ending with the conclusion of the meeting, a member would be entitled to inspect the proxies lodged at any time during the business hours of the Company, provided not less than three days of advance notice in writing is given to the Company.

A person can act as a proxy on behalf of members not exceeding fifty and holding in the aggregate not more than ten percent of the total share capital of the Company carrying voting rights. A member holding more than ten percent of the total share capital of the Company carrying voting rights may appoint a single person as proxy and such person shall not act as a proxy for any other person or shareholder.

4. Corporate Members are requested to submit their representations pursuant to provisions of Section 113 of the Company to authorise representatives to attend the meeting.

5. Members are requested to notify any change in their address/ mandate/ other details immediately to the Company at its Registered Office.
6. Members are requested to deliver their consent to convene the proposed Annual General Meeting at Shorter Notice and at a place other than Registered Office address of the Company, to the Company prior to the proposed time for the Annual General Meeting. Annexed hereto as **Annexure - IV**
7. A necessary route map for the venue of the meeting is annexed hereto as **Annexure - V**.
8. All documents referred to in the accompanying Notice are open for inspection at the Registered Office of the Company during office hours on all working days, except Saturdays and other holidays, between 09:00 Hrs. and 18:00 Hrs. up to and including the date of the Annual General Meeting.
9. The Register of Directors and Key Managerial Personnel and their Shareholding, maintained under Section 170 of the Companies Act, 2013 will be available for inspection by the members at the Annual General Meeting.
10. Members are requested to bring their copies of Annual Report at the venue of the Annual General Meeting for easy reference and members are requested to please bring their folio number to enable us to provide a duly filled attendance slip for his/her signature and participation at the meeting.
11. Members may avail of the nomination facility as provided under Section 72 of the Companies Act, 2013.
12. Members desirous of getting any information about the accounts and/or operations of the Company are requested to write to the Company at least seven days before the date of the Meeting to enable the Company to keep the information ready at the Meeting.

ANNEXURE I

Pursuant to the requirements of Secretarial Standard – 2 (Revised) issued by the Institute of Company Secretaries of India, a statement containing the requisite details of the concerned Directors is provided below. Additionally, details of the Directors seeking appointment/reappointment will be made available at the Registered Office of the Company for the Members' kind perusal.

1	Name	Subhransu Sekhar Biswal
2	DIN	07418896
3	Date of Birth	15/03/1993
4	Age	31 years
5	Qualification	Bachelor of Engineering (BE) Electrical & Electronics
6	Experience	8 Years
7	Remuneration last drawn by such person, if applicable	Nil
8	Remuneration sought to be paid	Nil
9	Date of first appointment on the Board	Since Incorporation 07/02/2020
10	Membership/Chairmanship of Committees of the Board of the Company	NA
11	Other Directorships and Membership /Chairmanship of Committees of other Boards.	Other Directorships: Refer Annexure 1A Membership / Chairmanship of Committees of other Boards.: NA
13	No. of shares held in the Company	Till October 04 2023, the Director held 1,71,494 shares Post transfer the Director holds NIL shares.
14	Relationship with other Directors, Manager and other Key Managerial Personnel of the Company (as per section 2(77) of the Companies Act, 2013 read along with the rule 4 of the Companies (Specification of definitions details) Rules, 2014.	No other relationship with any other Director, Manager and other Key Managerial Personnel (KMP) of the Company
15	No. of Meetings of the Board attended during the year 2023-24	Attended all 11 meetings

ANNEXURE II
ATTENDANCE SLIP

[Please bring this attendance slip to the meeting hall and hand it over at the entrance.]

I/We hereby record my/our presence at the 4th **Annual General Meeting** of **Leafiniti Bioenergy Private Limited** being held on Friday, August 09, 2024 at 11:00 AM at Corporate Office situated at No S 904/A 9th Floor WTC Brigade Gateway Campus, No 26/1, Malleswaram West, Bengaluru, Karnataka-560055, India.

Serial No: _____

Name and Registered Address of the

Sole/First Named Member:

Name(s) of the Joint Member(s), if any:

Regd Folio No. / DP ID /Client ID No.:

Number of shares held:

Name of the Proxy / Representative:

**Signature of the Member / Proxy /
Authorized Representative**

NAME OF THE HOLDER	FOLIO/DPID/CLIENT ID NO.	NO. OF SHARES

* Applicable for investors holding shares in electronic form.

Note:

1. Please complete the Folio / DP ID-Client ID No. and name, sign this Attendance Slip and hand it over at the Attendance Verification Counter at the Entrance of The Meeting Hall.
2. Electronic copy of the Notice of the Annual General Meeting (AGM) along with Attendance Slip and Proxy Form is being sent to all the members whose email address is registered with the Company/ Depository Participant unless any member has requested for a hard copy of the same. Members receiving electronic copy and attending the AGM can a print copy of this Attendance Slip.

ANNEXURE III
PROXY FORM

*(Pursuant to Section 105(6) of the Companies Act, 2013 and Rule 19(3) of the Companies
(Management and Administration) Rules, 2014)*

Name of the Member(s): _____

Registered Address: _____

Email Id: _____

Folio No/Client Id: _____

DP ID: _____

I/We, being the member(s) of **Leafiniti Bioenergy Private Limited** holding ____ shares of the company, hereby appoint:

1. Name: _____ Email ID: _____

Signature: _____ or failing him/her;

2. Name: _____ Email ID: _____

Signature: _____ or failing him/her;

3. Name: _____ Email ID: _____

Signature: _____ or failing him/her;

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 4th Annual General Meeting of Leafiniti Bioenergy Private Limited being held on Friday, August 09, 2024 at 11:00 AM at Corporate Office situated at No S 904/A 9th Floor WTC Brigade Gateway Campus, NO 26/1, Malleswaram West, Bengaluru, Karnataka-560055, India.

Signed this _____ day of _____ 2024

Signature of Shareholder _____

Signature of Proxy holder _____

Affix
Revenue
Stamp not
less than
Re.0.15

Notes:

1. This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the Meeting.
2. A Proxy need not be a member of the company.
3. A person can act as a proxy on behalf of members not exceeding fifty and holding in the aggregate not more than 10% of the total share capital of the Company carrying voting rights. A member holding more than 10% of the total share capital of the Company carrying voting rights may appoint a single person as proxy and such person shall not act as a proxy for any other person or shareholder.
4. In case of joint holders, the signature of any one holder will be sufficient, but names of all the joint holders should be stated.
5. Please complete all details including details of member(s) in above box before submission.

ANNEXURE IV-A
SHORTER NOTICE CONSENT

[pursuant to provisions of Section 101(1) of the Companies Act, 2013]

To,
The Board of Directors
Leafiniti Bioenergy Private Limited
Orchid Plaza, Office No-606, 6th Floor,
Opp. Gokul Shopping Centre, Off S.V. Road,
Borivali West, Mumbai,
Maharashtra, India, 400092

Subject: Consent for holding 4th Annual General Meeting at shorter notice under Section 101 (1) of the Companies Act, 2013

Dear Sir,

With reference to the mail dated August 05, 2024, I/We, _____, Nominee Shareholder of the Leafiniti Bioenergy Private Limited (holding shares on behalf of Trualt Bioenergy Limited ("Trualt")), holding ____ Equity Shares of Rs. 10/- each, hereby give consent, pursuant to provisions of Section 101(1) of the Companies Act, 2013, and the Rules thereunder, to convene the Annual General Meeting of the members of the Leafiniti Bioenergy Private Limited to be held on Friday, August 09, 2024 at 11:00 AM at Corporate office Situated at No S 904/A 9th Floor WTC Brigade Gateway Campus, No 26/1, Malleswaram West, Bengaluru, Karnataka-560055, India, at a shorter notice, in order to transact the item specified in the notice.

Yours faithfully,

(Nominee Shareholder)

Date:

Place:

ANNEXURE IV-B
CONSENT TO HOLD AGM AT A PLACE OTHER THAN REGISTERED OFFICE
[pursuant to provisions of Section 96 of the Companies Act, 2013]

To,
The Board of Directors
Leafiniti Bioenergy Private Limited
Orchid Plaza, Office No-606, 6th Floor,
Opp. Gokul Shopping Centre, Off S.V. Road,
Borivali West, Mumbai-400092, Maharashtra, India.

Subject: Consent for Holding 4th Annual General Meeting at a place other than the Registered Office.

Dear Sir,

With reference to the mail dated August 05, 2024, I/We, _____, Nominee Shareholder of the Leafiniti Bioenergy Private Limited (holding shares on behalf of Trualt Bioenergy Limited ("Trualt")), holding ___ Equity Shares of Rs. 10/- each, hereby give consent, pursuant to provisions of Section 96 of the Companies Act, 2013, and the Rules thereunder, to hold an Annual General Meeting on Friday, August 09, 2024 at 11:00 AM at a place other than the Registered Office of the Company, at Corporate Office Situated at No S 904/A 9th Floor WTC Brigade Gateway Campus, No 26/1, Malleswaram West, Bengaluru, Karnataka-560055, India.

Yours faithfully,

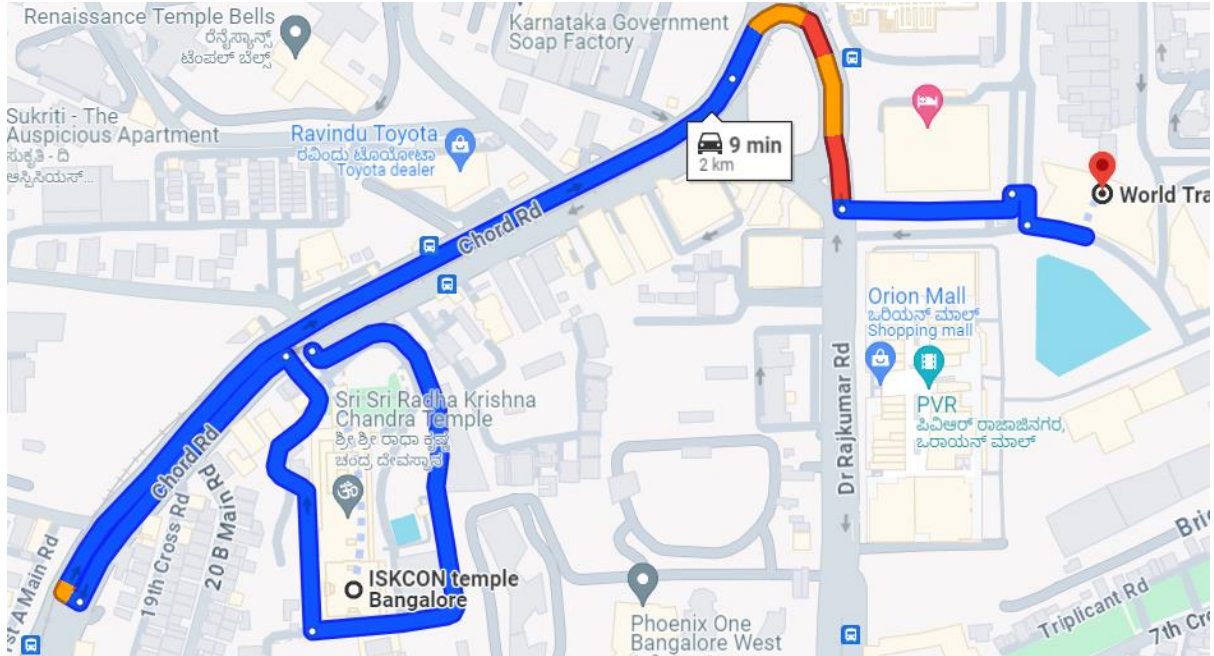
(Nominee Shareholder)

Date:

Place:

ANNEXURE V THE ROUTE MAP:

Route map from Iskcon Temple to venue of the Meeting



ISKCON temple Bangalore

Hare Krishna Hill, Chord Rd, Rajajinagar, Bengaluru,
Karnataka 560010

Continue to Chord Rd

1. Head southeast 4 min (650 m)
2. Turn right 400 m
- 240 m

Drive

3. Turn left onto Chord Rd 3 min (1.1 km)
- 240 m
4. Make a U-turn
Pass by Metro Pillar Number 276 (on the left) 650 m
5. At the roundabout, take the 3rd exit onto Dr Rajkumar Rd 230 m

Drive to your destination

6. Turn left 2 min (220 m)
- 140 m
7. Make a U-turn 35 m
8. Turn left
Destination will be on the left 44 m

World Trade Center

BRIGADE GATEWAY, Rd, Rajajinagar, Bengaluru, Karnataka
560055

Registered Office :

Orchid Plaza, Office No-606, 6th Floor, Opp.
Gokul Shopping Centre, Off S.V. Road, Borivali West,
Mumbai, Maharashtra - 400092, India.

Corporate Office :

#S-904 /A, 9th Floor, World Trade Center,
Brigade Gateway Campus, Rajajinagar, Malleswaram
West, Bengaluru - 560 055, Karnataka, India.

CHAIRMAN'S SPEECH

Greetings to our distinguished shareholders and esteemed Board Members,

It is my honour and privilege to address you today as the Chairman of Leafiniti Bioenergy Private Limited at our Annual General Meeting. As we gather here to review the past year's performance and to look ahead, I am filled with immense pride in stating that we have positioned ourselves as a prominent and diversified player as a manufacturer of compressed biogas (**CBG**) under the Sustainable Alternative towards Affordable Transportation Scheme (**SATAT**) and Compressed Biogas and City Gas Distribution (**CBG-CGD**) Synchronisation Scheme.

Our journey over the past year has been both challenging and rewarding. In a world increasingly focused on sustainable solutions, Leafiniti Bioenergy has continued to make significant strides in advancing the production and utilization of CBG. Being the producer of CBG, its use of agriculture and other wastes contribute to a sustainable means of production. The Company has invested in sustainable technologies and innovative solutions that contribute to Environmental, Social and Governance (**ESG**) objectives. Our commitment to harnessing organic waste and transforming it into a clean, renewable energy source is not just a testament to our innovative spirit but also to our dedication to environmental stewardship and energy sustainability.

This year has seen remarkable achievements for our company. One of our notable achievements has been our strides in the Public-Private Partnership (PPP) model. We have secured a Memorandum of Understanding (**MOU**) with GAIL, a Maharatna PSU, to establish 14 CBG plants for enhancing our CBG production capacity. Through these advancements, we are proud to contribute to the reduction of greenhouse gas emissions and the promotion of a circular economy, thereby reinforcing our commitment to sustainable energy. Leafiniti has also received a principal approval of Central Financial Assistance for setting up of BioCNG plant.

Our Company's revenue has grown by 3% from Rs. 928.62 lakhs in FY 23 to Rs. 960.89 lakhs in FY 24. Even though the Company's EBITDA has decreased as compared to the previous year and measures are being undertaken to improve operational efficiency and cost management, our main focus shall stay on the core objectives of enhancing our production capabilities, investing in research and development, and expanding our market presence. Our team has been instrumental in driving these successes. We are committed to driving innovation and maintaining the highest standards of quality and environmental responsibility.

It further gives me immense pleasure to inform that as of February 24, 2024, Leafiniti has become a wholly-owned subsidiary of TruAlt bioenergy Limited. The Company is also in the process of making an application for opting beneficial provisions under Section 115BAB of

the Income Tax Act, 1961 for concessional tax regime, and availing beneficial tax rate of 15% (plus surcharge and cess) from AY 2022-23 onwards. Our strategic goals are designed to position Leafiniti as a leader in the biogas sector and to ensure long-term growth and sustainability.

I extend my deepest gratitude to each member of our organization for their hard work and unwavering commitment. Your dedication has been the cornerstone of our achievements, and it is your passion that continues to propel us forward. As we move forward, we will continue to navigate the evolving landscape with agility and resilience. Our commitment to excellence, combined with our dedication to sustainable practices, will guide us in seizing new opportunities and addressing the challenges that lie ahead.

I would also like to take this opportunity to express my gratitude to our holding company, TruAlt Bioenergy Limited, for its continued trust and support. Your confidence in our vision and strategy is invaluable, and we are committed to delivering on our promises and achieving long-term value for all stakeholders.

In closing, let us celebrate the progress we have made and the milestones we have achieved. Together, we are not only advancing the cause of renewable energy but also making a meaningful impact on our planet.

Thank you for your unwavering support and for being an integral part of Leafiniti's journey. Here's to a future filled with continued innovation, growth, and success.

SD-

Vijaykumar Murugesh Nirani

Chairman

Leafiniti Bioenergy Private Limited

Date: August 09, 2024

BOARD'S REPORT

To,
The Members,
Leafiniti Bioenergy Private Limited, ("Company")

Your Directors are pleased to present the 4th (Fourth) Annual Report of your Company, along with the Audited Financial Statements for the Financial Year ("FY") ended March 31, 2024 ("Financial under review"/or "period under review").

In compliance with the Companies Act, 2013, the Company has ensured that all requisite disclosures have been made in the Board's Report. These disclosures are provided with the aim of fostering accountability and transparency in our operations and to keep you informed about the Company's performance and future outlook.

1. FINANCIAL SUMMARY AND HIGHLIGHTS

The Company's financial performance and highlights for the financial year under review, forming part of this Annual Report, have been prepared in accordance with the applicable Indian Accounting Standards ("Ind AS").

i. Financial Summary:

[Amount in (Rs.) Lakhs]

Particulars	For the year ended	
	March 31, 2024	March 31, 2023
Revenue from Operations	960.89	928.62
Other Income	48.80	0.71
Profit before Interest, Taxes, Depreciation and Amortization (PBITDA)	59.27	61.73
Finance Costs	407.14	353.22
Depreciation and Amortization	187.55	183.29
Profit /(Loss) before Tax Expense	(535.42)	(474.78)
Tax Expense (Current & Deferred)		
i. Current tax	-	-
ii. Deferred tax credit	252.26	25.51
Profit /(Loss) for the year	(283.16)	(449.27)
Other comprehensive income		
i. Re-measurement loss on defined benefit plans	(1.39)	-
ii. Income tax effect on the above	0.24	
Total comprehensive loss for the year	(284.31)	(449.27)

Basic and Diluted Earnings Per Share (EPS) (Rs.)	(2.01)	(3.31)
Face Value per share (Rs.)	10	10

The Company's revenue has grown by 3% from Rs. 928.62 Lakhs in FY 23 to Rs. 960.89 Lakhs in FY 24. The Company's EBITDA has decreased as compared to the previous year and measures are being undertaken to improve operational efficiency and cost management.

During the year, the Company has received in principle approval of Central Financial Assistance ("CFA") amounting to Rs. 8.50 Crores for setting up Bio-CNG plant. Out of the aforesaid approval, the Company has received Rs. 6.59 Crores, in the month of March, 2024, which has been subsequently settled against Term Loan.

ii. Key Financial Ratios:

S. No	Ratios	2023-24	2022-23
1	Current Ratio	0.58	0.45
2	Debt-Equity Ratio	8.76	4.86
3	Debt Service Coverage Ratio	0.56	0.23
4	Return on Equity	(0.62)	(0.62)
5	Return on Average Capital Employed	(0.04)	(0.03)

The Company is into the business of production and selling of Compressed Bio Gas ("CBG") and allied products i.e. Fermented Organic Manure ("FOM"), Liquid Fermented Organic Manure from waste or bio-mass sources like sugarcane, press mud, agricultural residue, cattle dung etc., after purification. The Company has positioned itself as a prominent and diversified player in the CBG industry in India. The Company is engaged in the manufacture of CBG under the Sustainable Alternative towards Affordable Transportation Scheme ("SATAT"), introduced by the Government of India in 2018, and CBG-CGD Synchronisation scheme. The Company has been exploring opportunities in the CBG sector, and have forged partnerships with GAIL (India) Limited ("GAIL") and Indian Oil Corporation Limited ("IOCL").

For detailed insights and analysis, please refer to the Audited Financial Statements section of this Annual Report.

2. AMOUNT, IF ANY, WHICH THE BOARD PROPOSES TO CARRY TO ANY RESERVES.

The Board of Directors of the Company have resolved that since the Company is reporting losses for the year under review, no amount is transferable to reserves.

3. DIVIDEND

In view of future expansion plans and other relevant factors and due to the reportable losses, the Board of Directors decided that it would be prudent not to recommend a dividend for the financial year under review.

4. STATE OF THE COMPANY'S AFFAIRS AND BUSINESS OVERVIEW.

The Company is a forward-thinking enterprise committed to innovation and sustainability across multiple sectors. Our key business activities include Production of CBG and allied products viz. FOM and liquid FOM from sugarcane, press mud and cattle dung after purification, advancing our commitment to sustainable and renewable energy solutions. The Company is dedicated to driving efficiency and sustainability, making a positive impact across these diverse sectors.

The Company became a Subsidiary of TruAlt Bioenergy Limited ("TruAlt") on October 04, 2023 and further became the Wholly-Owned Subsidiary of TruAlt on February 24, 2024. The acquisition milestones are given hereunder:

Date	% Holding
October 04, 2023	51.22%
December 27, 2023	3.78%
February 24, 2024	45.00%
Total	100.00%

For the purpose of consolidation of Financial Statements of the Company with that of TruAlt, the Company has prepared Financial Statements for the period October 04, 2023 to March 31, 2024 which was duly audited.

TruAlt has engaged M/s KPMG Valuation Services LLP ("KPMG") to undertake Purchase Price Allocation ("PPA") for acquisition of shares of the Company. KPMG has issued final PPA memorandum dated October 04, 2023 for allocation of purchase price based on Share Purchase Agreements ("SPA") for the acquisition of controlling stake of the Company.

This acquisition marks a significant milestone in the Company's history, and it is believed that it will bring substantial benefits to the Company's shareholders, employees, and customers. TruAlt has a strong market presence in the Bio-Energy Sector and by leveraging their network, the Company can expand its market reach and tap into new

customer segments. As the Wholly Owned Subsidiary of TruAlt, the Company shall benefit from increased financial stability and have access to greater capital resources, supporting future growth and investment opportunities.

5. CHANGE IN THE NATURE OF BUSINESS

During the financial year under review, there was no change in the nature of the business of the Company.

6. MATERIAL CHANGES AND COMMITMENTS, IF ANY, AFFECTING THE FINANCIAL POSITION OF THE COMPANY, HAVING OCCURRED SINCE THE END OF THE YEAR AND TILL THE DATE OF THE REPORT.

There have been no material changes or commitments that could affect the financial position of the Company, which has occurred between the end of the financial year to which the financial statements pertain and to the date of this Report.

7. CAPITAL AND DEBT STRUCTURE

i. Authorised Share Capital:

The Authorised Share Capital of the Company as on March 31, 2024, stands at Rs. 1500.00 Lakhs divided into 1,50,00,000 (One Hundred and Fifty Lakhs) Equity Shares of Rs. 10/- (Rupees Ten only) each;

During the year under review, the capital structure (Authorised Capital) has not undergone any changes.

ii. Issued, Subscribed and Paid-up Share Capital

- a) The Issued, Subscribed and Paid-up Share Capital at the Financial Year ending March 31, 2024 is Rs. 1409.60 Lakhs divided into 1,40,96,000 (One Hundred and Forty Lakhs and Ninety-Six Thousand) Equity shares of Rs. 10/- (Rupees Ten Only) each.

The Company has become a Subsidiary of TruAlt on October 04, 2023. Further, TruAlt has acquired 100% share capital of the Company on February 24, 2024, resulting in the Company becoming the Wholly-Owned Subsidiary of TruAlt. The Shareholding Pattern of the Company as on date is as under:

Sl.No.	Name of the Shareholder	Type of security	Number of shares held	Percentage of shares held
1	TruAlt Bioenergy Limited	Equity	1,40,95,994	100.00
2	Vishal Nirani (Nominee of TruAlt)	Equity	1	0.00
3	Sushmitha Vijaykumar Nirani (Nominee of TruAlt)	Equity	1	0.00
4	Sangamesh Rudrappa Nirani (Nominee of TruAlt)	Equity	1	0.00
5	Dhraksayani S Nirani (Nominee of TruAlt)	Equity	1	0.00
6	Kamala Murigeppa Nirani (Nominee of TruAlt)	Equity	1	0.00
7	Murgesh Rudrappa Nirani (Nominee of TruAlt)	Equity	1	0.00
Total			1,40,96,000	100.00

b) Issue of equity shares with differential rights.

During the period under review, the Company has not issued equity shares with differential rights.

c) Issue of Sweat Equity Shares.

During the period under review, the Company has not issued any sweat equity shares.

d) Details of Employee Stock Options.

During the period under review, the Company has not issued any Employee Stock Options.

e) Shares held in trust for the benefit of employees where the voting rights are not exercised directly by the employees.

During the period under review, the Company has not held the shares in trust for the benefit of employees where the voting rights are not exercised directly by the employees.

f) Issue of debentures, bonds or any non-convertible securities.

During the period under review, the Company has not issued any debentures, bonds or any non-convertible instruments.

g) Issue of warrants.

During the period under review, the Company has not issued any warrants.

8. INVESTOR EDUCATION AND PROTECTION FUND (IEPF)

There is no unpaid dividend amount or any other unclaimed instruments lying with the Company and accordingly the Company need not transfer any amount/instruments to IEPF.

9. DIRECTORS AND KEY MANAGERIAL PERSONNEL

As of March 31, 2024, the management team of the Company consists of the following Directors and Key Managerial Personnel (KMP):

BOARD OF DIRECTORS		
Name	Designation	DIN
Mr. Vijaykumar Murugesh Nirani	Director	07413777
Mr. Subhransu Sekhar Biswal	Director	07418896
KEY MANAGERIAL PERSONNEL		
Name	Designation	DIN/PAN
-	-	-

Change in Board/ Key Managerial Personnel during the period under report:

BOARD OF DIRECTORS			
Name	Designation	Date of appointment	Date of Resignation
-	-	-	-
KEY MANAGERIAL PERSONNEL			
Name	Designation	Date of appointment	Date of Resignation
Mr. Hiren Valjibhai Gediya	Company Secretary	June 01, 2022	January 31, 2024

Change in Board/ Key Managerial Personnel from the close of FY to the date of signing of this report:

BOARD OF DIRECTORS			
Name	Designation	Date of appointment	Date of Resignation
Mr. Vishal Nirani	Director & Managing Director	April 01, 2024	NA
Mr. Vijaykumar Murugesh Nirani	Director & Chairman	April 01, 2024	NA
KEY MANAGERIAL PERSONNEL			

Name	Designation	Date of appointment	Date of Resignation
Mr. Rohit Jhanwar	Chief Financial Officer	April 01, 2024	NA
Dr. Suhita Mukhopadhyay	Company Secretary & Compliance Officer	April 01, 2024	NA

Retirement by rotation:

Pursuant to Section 152(6) of the Companies Act, 2013, and the Rules made thereunder, Mr. Subhransu Sekhar Biswal (DIN: 07418896), Director, is scheduled to retire by rotation at the forthcoming Annual General Meeting (“AGM”). Being eligible, he has offered himself for reappointment. The Board of Directors have reviewed his performance and contributions to the Company and, after consideration, recommend his reappointment as a Director of the Company at the ensuing AGM.

10. MEETINGS

i. Number of Board Meetings:

During the Financial Year ended March 31, 2024, 11 (Eleven) Board Meetings were held in respect of which meetings, proper notices were given and proceedings were properly recorded and signed in the Minutes Book maintained for the purpose. The intervening gap between any two meetings was well within the period prescribed under the provisions of the Companies Act, 2013, except for the meetings held on April 05, 2023 and August 23, 2023. The Company has initiated to adjudicate such non-compliance with Registrar of Companies under provisions of Companies Act, 2013 and the said order is pending as on date of this report.

The dates on which the Board meetings were held are detailed below:

Sl. No.	Board Meeting Date	Sl. No.	Board Meeting Date
01/2023-24	April 05, 2023	07/2023-24	December 27, 2023
02/2023-24	August 23, 2023	08/2023-24	January 11, 2024
03/2023-24	August 31, 2023	09/2023-24	February 08, 2024
04/2023-24	September 30, 2023	10/2023-24	February 24, 2024
05/2023-24	October 04, 2023	11/2023-24	March 30, 2024
06/2023-24	November 16, 2023	-	-

ii. Attendance of Board Meeting;

Name of the Director	Number of Board meetings entitled to attend	Number of Board meetings attended	Whether attended AGM held on September 30, 2023
Vijaykumar Murugesh Nirani	11	11	Yes
Subhransu Sekhar Biswal	11	11	Yes

iii. Number of General Meetings and attendance:

During the Financial Year ended March 31, 2024, 4 (Four) General Meetings were held and the dates on which the General Meetings are detailed below:

Sl. No.	Type	Meeting date	Total No. of Members entitled to attend the Meeting	No. of Members Attended
01/2023-24	Extraordinary General Meeting	May 02, 2023	3	3
3rd	Annual General Meeting	September 30, 2023	3	3
02/2023-24	Extraordinary General Meeting	February 24, 2024	7	7
03/2023-24	Extraordinary General Meeting	March 30, 2024	7	7

11. POLICY ON APPOINTMENT AND REMUNERATION

The guiding policy on remuneration of Directors, Key Managerial Personnel and employees of the Company:

- Remuneration to Key Managerial Personnel and Senior Executives is commensurate with the industry standards in which it is operating, taking into account the performance leverage and factors so as to attract and retain talent.
- For Directors, it is based on the approval of the Shareholders' provisions of the Companies Act, 2013 and Rules framed therein, circulars and guidelines issued by the Central Government and other authorities from time to time

12. ANNUAL EVALUATION CERTIFICATE

The Company is not required to devise a policy pursuant to provisions of Section 178 read with Section 134 of the Companies Act, 2013.

13. INTERNAL FINANCIAL CONTROLS

During the year the Company has prepared the Risk Control Matrix (RCM) and SOPs for the following functions.

- i. Order to Cash (O2C),
- ii. Procure to Pay (P2P),
- iii. Inventory (RM/PM/FG) & Stores Management,
- iv. Finance and Accounts and
- v. HR & Payroll

The Company has tested the controls and found that all the controls are in place and obtained reasonable assurance about whether adequate internal financial controls over financial reporting were established and maintained and if such controls operated effectively in all material respects.

Based on the testing, no material deficiencies were found with respect to Internal Financial Controls System over financial reporting and the same were operating effectively. The management issued a report for testing of Internal Financial Control.

14. DIRECTORS' RESPONSIBILITY STATEMENT

Based on the framework of internal financial controls and compliance systems established and maintained by the Company, work performed by the Statutory Auditors and the reviews performed by Management and the Board, the Board is of the opinion that the Company's internal financial controls were adequate and effective during financial year.

Accordingly, pursuant to Section 134 (3) (c) and 134 (5) of the Companies Act, 2013, the Board of Directors, to the best of their knowledge and ability, confirm that:

- i. In preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures.
- ii. The Directors have 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 of the Company for that period.
- iii. The Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.

- iv. The Directors have prepared the annual accounts on a going concern.
- v. The Directors have laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and were operating effectively.
- vi. The Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

15. STATUTORY AUDITOR AND REPORT

M/s. N. M. Raiji & Company (FRN: 108296W), Chartered Accountants, Mumbai, had been appointed by the Board and the members as the Statutory Auditors of the Company to fill vacancy caused by the resignation of M/s. ZADN & Associates, Chartered Accountants, Mumbai, to hold office till the conclusion of ensuing 4th (Fourth) AGM of the Company.

Further, the Directors recommend the appointment of M/s. N. M. Raiji & Company (FRN: 108296W), Chartered Accountants, Mumbai from the conclusion of the ensuing AGM till the conclusion of the 9th (Ninth) AGM pursuant to the provisions of Section 139 of the Companies Act, 2013.

The observations of the Auditors in their report are self-explanatory and therefore, in the opinion of the Directors, do not call for further comments. During the Financial Year under review, there are no qualifications, adverse remarks or disclaimers made by the Statutory Auditors on the financial statements of the Company and therefore, do not call for any further explanation or comments from the Board under Section 134 (3) of the Companies Act, 2013.

16. FRAUDS REPORTED BY THE AUDITOR

During the year under review, the Statutory Auditors have not reported any instances of frauds committed in the Company by its Directors or Officers or Employees under Section 143(12) of the Companies Act, 2013,

17. COST AUDITOR

The provisions relating to maintenance of Cost Records and Audit thereof are not applicable to Company. Hence the Company has not appointed any Cost Auditor.

18. SECRETARIAL AUDITOR

The provisions relating to Secretarial Audit are not applicable. Hence no Secretarial Auditor was appointed.

19. DISCLOSURES RELATING TO SUBSIDIARIES, ASSOCIATES AND JOINT VENTURES

The Company does not have any Subsidiaries, Associates or Joint Ventures as of March 31, 2024. Additionally, there are no Subsidiaries, Associates or Joint Ventures that are yet to commence operations, nor are there any that have been sold or liquidated during the period under review.

20. COMPLIANCE WITH SECRETARIAL STANDARDS

The Directors state that the applicable Secretarial Standards i.e., SS-1 and SS-2, issued by the Institute of Company Secretaries of India, relating to Meeting of Board of Directors and General Meetings, respectively, have been duly complied with. The intervening gap between any two meetings was well within the period prescribed under the provisions of the Companies Act, 2013, except for the meetings held on April 05, 2023 and August 23, 2023. The Company has initiated to adjudicate such non-compliance with Registrar of Companies under provisions of Companies Act, 2013 and the said order is pending as on date of this report.

21. DETAILS OF DEPOSITS

During the financial year under review the Company has not accepted any deposits within the meaning of Sub-section (31) of Section 2 and Section 73 of The Companies Act, 2013 and the Rules framed thereunder.

22. PARTICULARS OF LOANS, GUARANTEES AND INVESTMENTS

Details of Loans, Guarantees and Investments if any, covered under the provisions of Section 186 of the Companies Act, 2013 are given in the notes to the Financial Statements.

23. PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES

There are no materially significant Related Party Transactions made by the Company which may have potential conflict with interest of the Company at large. There were no material significant Related Party Transactions entered between the Company, Directors, management, or their relatives except for those disclosed in the Financial Statements. All

the contracts/arrangements/transactions entered into by the Company with the related parties during the Financial Year under review, were in the ordinary course of business and on an arm's length basis.

In accordance with Section 134(3)(h) of the Companies Act, 2013 read with Rule 8(2) of the Companies (Accounts) Rules, 2014, and in accordance with Indian Accounting Standards 24, the Related Party Transactions entered by the Company during the financial year are given in '**Annexure-I**' in **Form AOC-2**, which forms part of this report and is disclosed under notes to financial statements.

There have been Related Party Transactions for purchase of press mud and other raw materials between domestic group companies which qualify as international transactions or specified domestic transactions within the meaning of Chapter X of the Income Tax Act, 1961.

While the transfer pricing provisions under Chapter X of the Income Tax Act, 1961 do not apply to the inter-company transactions under review, the Company, in order to evaluate the arm's length nature of the subject transactions of purchase of raw materials, from an Indian transfer pricing regulations perspective, has engaged BSR & Co. LLP for Benchmarking Analysis of Inter-Company Transactions and to review the aforesaid transactions with the said perspective. The Company procures raw materials from Group Companies and Third party suppliers at the same/similar price i.e., INR 400 per tonne. In view thereof, it may be considered that the aforesaid transaction is at arm's length as per the Indian Transfer Pricing Regulations.

24. CORPORATE SOCIAL RESPONSIBILITY (CSR)

The provisions of Section 135(1) of the Companies Act, 2013, are not applicable to the Company since the Company has been incurring losses in the last 3 years.

25. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO

Information with respect to conservation of energy, technology absorption, foreign exchange earnings and outgo pursuant to Section 134(3)(m) of the Companies Act, 2013 read with the Companies (Accounts) Rules, 2014 is prepared and the same is enclosed as '**Annexure-II**' to this Report.

26. RISK MANAGEMENT

The Board of Directors play a critical role in monitoring risks within the Company. The Company has prepared a comprehensive Risk Control Matrix which is monitored regularly

by the Board of Directors and the Management. The major risks are being identified by the Company and its mitigation process/measures being formulated in areas of operations, recruitment, financial processes and reporting, human resources and statutory compliance.

27. VIGIL MECHANISM

The Provisions of Vigil Mechanism are not applicable for the Company.

28. MATERIAL ORDERS OF JUDICIAL BODIES /REGULATORS

No significant and material orders were passed by the regulators or court or tribunals impacting the going concern status and Company's operations in future.

29. ANNUAL RETURN

As required under Section 92(3) of the Companies Act, 2013 read with Section 134(3)(a) of the Companies Act, 2013 a copy of the Annual Return for the financial year 2023-24 is uploaded on the Company's website and can be accessed at the link: <https://leafiniti.com/>

30. HUMAN RESOURCES

The Company believes that the quality of its employees is the key to its success and is committed to providing necessary human resource development and training opportunities to equip employees with additional skills to enable them to adapt to contemporary technological advancements. The Company has engaged KP Actuaries & Consultants LLP, in the current Financial Year to perform valuation of Employee Benefits Liability.

The Company on becoming the Wholly-Owned Subsidiary of TruAlt is able to provide new opportunities for professional growth and development to its employees. We are committed to work closely with our Holding Company to integrate our teams effectively.

The Human Capital is as under:

Sl. No.	Particulars	No. of Employees
1.	Employees on roll	53
2.	In-Plant Trainees	12
3.	Contract Workers	26

Industrial relations during the year continued to be cordial and the Company is committed to maintain good industrial relations through effective communication, meetings and negotiation.

31. CODE OF CONDUCT

The Board of Directors, the Officers and Employees are committed to doing business with integrity and in full compliance with the law and perform their day-to-day responsibilities with the highest ethical standards.

32. DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013

The Company has in place a Policy for Prevention, Prohibition and Punishment of Sexual Harassment of Women at Workplace in line with the requirements of the Sexual Harassment of Women at Workplace (Prevention, Prohibition & Redressal) Act, 2013.

Internal Complaints Committee has been set up to redress complaints received regarding sexual harassment. All employees are covered under this policy. During the year under review, there were no complaints filed pursuant to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

33. SUSTAINABILITY INITIATIVE

The Company strives to align the Environment Sustainability Governance ('ESG') goals with the overall business strategy to drive long-term value creation. Being the producer of CBG, its use of agriculture and other wastes contribute to a sustainable means of production. The Company has invested in sustainable technologies and innovative solutions that contribute to ESG objectives.

34. OTHER DISCLOSURE

- i. During the year under review, the Company has not revised Financial Statements.
- ii. During the year under review, the Company has adopted Ind AS as the control of the Company was transferred to the TruAlt, the Holding Company, on October 04, 2023 and TruAlt has voluntarily adopted Ind AS with the transition date being April 01, 2022.
- iii. The Company is in the process of making application for opting beneficial provisions under Section 115BAB of the Income Tax Act, 1961 for concessional tax regime, and availing beneficial tax rate of 15% (plus surcharge and cess) from AY 2022-23 onwards.

iv. There are no material litigations pending for or against the Company. No application has been made nor are proceedings pending against the Company under the Insolvency and Bankruptcy Code, 2016 during the year along with their status as at the end of the financial year.

35. ACKNOWLEDGEMENT

The Directors of the Company place on record their gratitude to the Central Government, various State Governments and the Company's Bankers and advisors for the valuable advice, guidance, assistance, cooperation, and encouragement that they have extended to the Company from time to time. The Directors also take this opportunity to thank the Company's customers, suppliers, and shareholders for their consistent support to the Company. The Directors also thank the management and board of TruAlt, the Holding Company, for their collaboration and support.

The Directors believe that being a Wholly-Owned Entity, the Company is well-positioned to capitalize on emerging market opportunities and drive sustainable growth. The Company will continue to focus on its core values of excellence, integrity, and customer satisfaction as this new chapter is being navigated. The Directors place on record their appreciation for the contribution made by the employees at all levels. The Company's consistent growth was made possible by the employees' hard work, solidarity, cooperation, and support. The Directors appreciate your continued support and look forward to your engagement in the upcoming year.

For and on Behalf of the Board
Leafiniti Bioenergy Private Limited

Sd/-
Vijaykumar Murugesh Nirani
Chairman, Director, DIN: 07413777
Mudhol, Bagalkot,
Karnataka, India 587313

Date: 22/07/2024
Place: Bengaluru

Sd/-
Vishal Nirani
Managing Director, DIN: 08434032
Vijay nagar, kulali cross, Mudhol ward no 5,
Bagalkot, Karnataka -587313, India.

Date: 22/07/2024
Place: Bengaluru

ANNEXURE I
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:

The Company has not entered into any contract or arrangement or transaction with its related parties which is not in Arm's Length during period under review.

S. No.	Particulars	Details
a)	Name (s) of the related party & nature of relationship	NA
b)	Nature of contracts/arrangements/transactions	NA
c)	Duration of the contracts/arrangements/transactions	NA
d)	Salient terms of the contracts or arrangements or transaction including the value, if any	NA
e)	Justification for entering into such contracts or arrangements or transactions'	NA
f)	Date of approval by the Board	NA
g)	Amount paid as advances, if any	NA
h)	Date on which the special resolution was passed in General meeting as required under first proviso to section 188	NA

2. Details of contracts or arrangements or transactions at Arm's length basis.

Sl. No.	Name(s) of the related party and nature of relationship:	Nature of contracts/ arrangements/ transactions:	Duration of the contracts/ arrangements/ transactions:	Salient terms of the contractor arrangements or transactions including the value (in Rs.) , if any:	Date(s) of approval by the Board, if any
1	Trualt Bioenergy Limited (Common Directors or	Loan availed	Repayment on demand	107.24 Lakhs. Terms of Loan as per the loan	April 05, 2023

	<i>Company in which Directors has significant influence and Holding Company)</i>			agreement executed.	
2	SS Biswal Ventures Private Limited (Common Directors or Company in which Directors has significant influence)	Advance Given	Repayment on demand	187.82 Lakhs. Terms of Loan as per the loan agreement executed.	April 05, 2023
3	Mr. Subhansu Sekhar Biswal (Director)	Loan Provided	Repayment on demand	10 Lakhs. Terms of Loan as per the loan agreement executed.	April 05, 2023
4	Mr. Subhansu Sekhar Biswal (Director)	Loan Received	Repayment on demand	20.35 Lakhs. Terms of Loan as per the loan agreement executed.	April 05, 2023
5	MRN Chamundi Canpower and Biorefineries Limited* [^] (Common Directors or Company in which Directors has significant influence)	Purchase of Goods	April 01, 2023 to March 31, 2024	89.59 Lakhs	April 05, 2023

*Includes purchase transactions from Nirani Sugars Limited and Shri Sai Priya Sugars Limited

[^]presently name changed to Nirani Sugars Limited with effect from 15.07.2024

3. Details of contracts or arrangements or transactions not in the ordinary course of business.

S. No.	Particulars	Details
a)	Name (s) of the related party & nature of relationship	NA
b)	Nature of contracts/arrangements/transactions	NA
c)	Duration of the contracts/arrangements/transactions	NA
d)	Salient terms of the contracts or arrangements or transaction including the value, if any	NA
e)	Justification for entering into such contracts or arrangements or transactions'	NA
f)	Date of approval by the Board	NA
g)	Amount paid as advances, if any	NA
h)	Date on which the special resolution was passed in General meeting as required under first proviso to section 188	NA

For and on Behalf of the Board
Leafiniti Bioenergy Private Limited

Sd/-
Vijaykumar Murugesh Nirani
Chairman, Director, DIN: 07413777
Mudhol, Bagalkot,
Karnataka, India 587313

Date: 22/07/2024
Place: Bengaluru

Sd/-
Vishal Nirani
Managing Director, DIN: 08434032
Vijay nagar, kulali cross, Mudhol ward no 5,
Bagalkot, Karnataka -587313, India.

Date: 22/07/2024
Place: Bengaluru

ANNEXURE II

The conservation of energy, technology absorption, foreign exchange earnings and outgo pursuant to the provisions of section 134(3)(m) of the Companies Act, 2013 read with the Companies (Accounts) Rules, 2014:

1. CONSERVATION OF ENERGY:

i. The steps taken or impact on conservation of energy:

At Leafiniti Bioenergy Private Limited (LBEPL), we adopt the Waste to Wealth concept by utilizing press mud generated during the sugar production process to generate Renewable Natural Gas, specifically Compressed Biogas (CBG).

A biogas plant can contribute significantly to energy conservation in several ways:

a) Utilization of Organic Waste:

CBG plants primarily utilize organic waste materials such as agricultural residues. By converting these waste materials into biogas, the plant prevents the release of methane (a potent greenhouse gas) into the atmosphere. This process helps in mitigating environmental pollution and conserving resources that would otherwise be wasted.

b) Renewable Energy Production:

Compressed Biogas is a renewable energy source that can be used as vehicular fuel, reducing dependence on fossil fuels like coal, natural gas, and oil. This substitution helps conserve non-renewable resources and reduces greenhouse gas emissions associated with conventional energy production.

c) Nutrient Recycling:

Compressed Biogas production leaves behind a nutrient-rich residue known as digestate, which can be used as a biofertilizer. By returning these nutrients to the soil, biogas plants help improve soil fertility and health. This reduces the need for synthetic fertilizers, which are energy-intensive to produce, thereby conserving energy indirectly.

ii. The steps taken by the company for utilising alternate sources of energy: NA

iii. the capital investment on energy conservation equipments: NIL

2. TECHNOLOGY ABSORPTION:

i. The efforts made towards technology absorption:

Technology absorption in the context of compressed biogas (CBG) plants refers to the process by which new technologies and innovations are adopted, adapted, and effectively utilized within the biogas production and compression processes.

Gas Cleaning and Upgradation Technologies

a) Impurities in Biogas:

Biogas typically contains impurities such as hydrogen sulfide (H₂S), moisture, and other trace gases. These impurities need to be removed to ensure the biogas is suitable for compression and use as Compressed Biogas (CBG).

b) Technology Absorption:

Technology absorption involves the integration of advanced gas cleaning and upgradation technologies like scrubbers, desulfurization units, and membrane separation systems. These technologies help to remove impurities and enhance the quality of the biogas.

c) State-of-the-Art Technologies:

We use state-of-the-art technologies, such as regenerative scrubbers and membrane-based separation systems, to ensure that the biogas meets the quality standards required for compression and use as CBG. Regenerative scrubbers efficiently remove hydrogen sulfide and other contaminants, while membrane-based separation systems effectively upgrade the biogas by separating methane from other gases. These technologies ensure a high-purity biogas output, suitable for various applications, including use as a vehicle fuel and in energy generation.

By incorporating these advanced gas cleaning and upgradation technologies, we ensure that our biogas production processes are efficient, reliable, and environmentally friendly. This commitment to technology absorption allows us to deliver high-quality CBG that meets industry standards and supports sustainable energy initiatives.

ii. Details of imported technology:

The Company has not imported technology during the last three years and the period under review.

iii. The expenditure incurred on Research and Development:

The Company has not incurred expenditure of Research and Development.

3. FOREIGN EXCHANGE EARNINGS AND OUT GO: NIL

For and on Behalf of the Board

Leafiniti Bioenergy Private Limited

Sd/-

Vijaykumar Murugesh Nirani

Chairman, Director, DIN: 07413777

Mudhol, Bagalkot,

Karnataka, India 587313

Date: 22/07/2024

Place: Bengaluru

Sd/-

Vishal Nirani

Managing Director, DIN: 08434032

Vijay nagar, kulali cross, Mudhol ward no 5,

Bagalkot, Karnataka -587313, India.

Date: 22/07/2024

Place: Bengaluru

Registered Office :

Orchid Plaza, Office No-606, 6th Floor, Opp.
Gokul Shopping Centre, Off S.V. Road, Borivali West,
Mumbai, Maharashtra - 400092, India.

Corporate Office :

#S-904 /A, 9th Floor, World Trade Center,
Brigade Gateway Campus, Rajajinagar, Malleswaram
West, Bengaluru - 560 055, Karnataka, India.

AUDIT REPORT AND STANDALONE FINANCIALS

N.M. RAIJI & CO.*Chartered Accountants*

4401, Highpoint-4

45/1, Palace Road

Bangalore - 560 001, INDIA

Telephone: 22289918 / 22260674

E-mail : nmr.bgl@nmraiji.com

INDEPENDENT AUDITOR'S REPORT**TO THE MEMBERS OF LEAFINITI BIOENERGY PRIVATE LIMITED****Report on the audit of Financial Statements****Opinion**

We have audited the accompanying financial statements of **Leafiniti Bioenergy Private Limited** ("the Company"), which comprise the Balance Sheet as at March 31, 2024, the Statement of Profit and Loss (including Other Comprehensive Income), Statement of Cash Flows and the Statement of Change in Equity for the year then ended and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the financial statements").

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

Basis for Opinion

We conducted our audit of the financial statements in accordance with the Standards on Auditing specified under section 143(10) of the Act (SAs). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI), together with the independence requirements that are relevant to our audit of the 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 we have obtained is sufficient and appropriate to provide a basis for our opinion on the 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 financial statements of the current period. These matters were addressed in the context of our audit of the 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 the matters described below to be the key audit matters to be communicated in our report.

Sr. No.	Key Audit Matter	Auditor Response
1.	Recognition of Government Grant as per IND AS 20 The Company has received an amount of Rs. 659.47 lakhs as government grant on reimbursement basis for setting up BioCNG plant with a capacity of 10,200 kg/per day, which will be recognised as income in the Statement of Profit and Loss on a systematic basis over the remaining useful life of the plant (asset). Refer note 24 of the financial statement.	Audit Procedures Our audit procedures related to recognition of Government Grant included: • Evaluating the appropriateness of the IND AS applied. • Assessing whether there is a reasonable assurance that the entity will comply with the conditions attached to them and the grants will be received. • Ensuring that the grant is recognised on a systematic basis over the remaining useful life of the asset.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

The Company's Board of Directors are responsible for the matters stated in section 134(5) of the Act, with respect to the preparation of the financial statements that give a true and fair view of the financial position, financial performance, total comprehensive income, changes in equity and cash flows of the Company, in accordance with the Ind AS and other accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting, unless management either intends to liquidate the Company or cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibility for the Audit of Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements, as a whole, are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it



exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;
- Obtain an understanding of internal financial controls 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 an adequate internal financial controls system 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; and
- 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 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 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 Cash Flows and Statement of Change in Equity, dealt with by this Report, are in agreement with the books of account.
- (d) In our opinion, the aforesaid financial statements comply with the Indian Accounting Standards specified under Section 133 of the Act, as applicable.
- (e) On the basis of the written representations received from the directors as on March 31, 2024, and taken on record by the Board of Directors, none of the directors are disqualified as on March 31, 2024, from being appointed as a director in terms of Section 164 (2) of the Act.
- (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure A". Our report expresses an unmodified opinion on adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
- (g) 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, as amended, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company has no pending litigations as at March 31, 2024.
 - ii. The Company did not have any material foreseeable losses on long-term contracts including derivative contracts.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
 - iv. (a) The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) 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 or entity, including foreign entity ("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;
 - (b) The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or



N.M. RAIJI & CO.

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; or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

- (c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.
- v. The Company has not declared or paid any dividend in the current year. Hence, the question of compliance with section 123 of the Act does not arise.
- vi. Based on our examination, which included test checks, the Company has used accounting software for maintaining its books of account 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, in the course of our audit we did not come across any instance of the audit trail feature having being tampered with.

While 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 applicable only from April 1, 2024.

2. 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 B" a statement on the matters specified in paragraph 3 and 4 of the Order.

For N. M. Raiji & Co.

Chartered Accountants

Firm Registration Number: 108296W



Santosh Burande

Partner

Membership Number: 214451

UDIN: 24214451BKBLVP5376

Place: Bengaluru

Date: July 22, 2024



ANNEXURE "A" TO THE INDEPENDENT AUDITORS' REPORT OF EVEN DATE ON THE FINANCIAL STATEMENTS OF LEAFINITI BIOENERGY PRIVATE LIMITED

(Referred to in Paragraph 1 point (f) under the heading of "Report on Other Legal and Regulatory Requirements" of our report of even date)

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

We have audited the internal financial controls over financial reporting of **Leafiniti Bioenergy Private Limited** ("the Company") as at March 31, 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. 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 over financial reporting 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") issued by the Institute of Chartered Accountants of India and the Standards on Auditing prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. 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 over Financial Reporting

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



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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 over Financial Reporting

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, to the best of our information and according to the explanation given to us, 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 March 31, 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 N. M. Raiji & Co.

Chartered Accountants

Firm Registration Number: 108296W

Santosh Burande

Partner

Membership Number: 214451

UDIN: 24214451BKBLVP5376



Place: Bengaluru

Date: July 22, 2024

N.M. RAIJI & CO.**ANNEXURE - B TO THE INDEPENDENT AUDITORS' REPORT OF EVEN DATE ON THE FINANCIAL STATEMENTS OF LEAFINITI BIOENERGY PRIVATE LIMITED**

(Referred to in Paragraph 2 under the heading of "Report on Other Legal and Regulatory Requirements" of our report of even date)

- i. (a) (A) The Company has maintained proper records, showing full particulars, including quantitative details and situation of Property, Plant and Equipment.
(B) The Company has maintained proper records showing full particulars of intangible assets.
- (b) The Property, Plant and Equipment were not physically verified during the year by the management, hence we are unable to comment on the discrepancies, if any.
- (c) According to the information and explanations given to us and based on the examination of the records, the title deeds, comprising all the immovable properties of land and buildings which are freehold, including the Property, Plant & Equipment (other than properties where the Company is the lessee), are held in the name of the Company, as at the balance sheet date.
- (d) The Company has not revalued its Property, Plant and Equipment and/ or intangible assets. Accordingly, reporting under clause (i)(d) of paragraph 3 of the Order is not applicable to the Company.
- (e) According to the information and explanations given to us, 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.
- ii. (a) Inventories have been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable. No material discrepancies were noticed on physical verification of stocks.
- (b) According to the information and explanations given to us, the Company has not been sanctioned working capital limits in excess of five crore rupees, in aggregate, from banks or financial institutions on the basis of security of current assets. Accordingly, reporting under clause (ii)(b) of paragraph 3 of the Order is not applicable to the Company.
- iii. According to the information and explanations given to us, the Company has not made 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 during the year. Accordingly, sub-clauses (a), (b), (c), (d), (e) and (f) of clause (iii) of paragraph 3 of the Order are not applicable to the Company.
- iv. In our opinion and according to the information and explanations given to us, the Company has not granted any loans or made any investments, or provided guarantees and securities to parties covered under section 185 and 186. Accordingly, clause (iv) of paragraph 3 of the Order is not applicable to the Company.



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- v. According to the information and explanations given to us, the Company has not accepted any deposits during the year. Accordingly, reporting under clause (v) of paragraph 3 of the Order is not applicable to the Company.
- vi. According to the information and explanations given to us, the Central Government has not prescribed the maintenance of cost records under section 148(1) of the Act. Accordingly, reporting under clause (vi) of paragraph 3 of the Order is not applicable to the Company.
- vii. According to the information and explanations given to us and on the basis of our examination of the books of account, in respect of statutory dues:
 - (a) The Company has generally been regular in depositing with the appropriate authorities undisputed statutory dues, including provident fund, employees' state insurance, income-tax, customs duty, goods and service tax, cess and other statutory dues, applicable to it, with the appropriate authorities. There are undisputed statutory dues of Rs. 39.29 lakhs in respect of tax deducted at source remaining outstanding for the period exceeding six months as at the date of the Balance Sheet, which have since been paid.
 - (b) According to the information and explanation given to us and the records of the Company examined by us, there are no dues of income tax, goods and service tax, customs duty, cess and any other statutory dues which have not been deposited on account of any dispute.
- viii. According to the information and explanations given to us, 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) The Company has been regular in the repayment of dues towards loans and borrowings.
 - (b) According to the information and explanations given to us, the Company has not been declared a willful defaulter by any bank or financial institution or government or any government authority.
 - (c) According to the information and explanations given to us, money raised by way of term loans during the year have been applied for the purpose for which they were raised. Accordingly, reporting under clause (ix) (c) of paragraph 3 of the Order is not applicable to the Company.
 - (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 utilized for long term purposes. Accordingly, reporting under clause (ix) (d) of paragraph 3 of the Order is not applicable to the Company.
 - (e) The Company does not have any subsidiaries, associates or joint ventures. Accordingly, reporting under clause (ix) (e) of paragraph 3 of the Order is not applicable to the Company.
 - (f) The Company does not have any subsidiaries, associates or joint ventures. Accordingly, reporting under clause (ix) (f) of paragraph 3 of the Order is not applicable to the Company.
- x.
 - (a) The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments). Accordingly, reporting under clause (x)(a) of paragraph 3 of the Order is not applicable to the Company.
 - (b) During the year the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Accordingly, reporting under clause (x)(b) of paragraph 3 of the Order is not applicable to the Company.



- xi. (a) To the best of our knowledge and according to the information and explanations given to us, no material fraud by the Company or on the Company has been noticed or reported during the year.
- (b) No report under sub-Section (12) of Section 143 of the Companies Act, 2013, has been filed in Form ADT-4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules 2014 with the Central Government, during the year and up to the date of this report.
- (c) To the best of our knowledge and according to the information and explanations given to us, adoption of a whistleblower policy is not applicable to the Company. Accordingly, reporting under clause (xi) (c.) of paragraph 3 of the Order is not applicable to the Company.
- xii. In our opinion and according to the information and explanations given to us, the Company is not a Nidhi Company. Accordingly, reporting under clause (xii) of paragraph 3 of the Order is not applicable to the Company.
- xiii. In our opinion and according to the information and explanations given to us, all transactions with related parties are in compliance with section 177 and 188 of Companies Act, 2013, where applicable, and corresponding details have been disclosed in the financial statements, as required by the applicable Indian accounting standards.
- xiv. In our opinion and based on our examination, the provisions of section 138 of the Act in relation to applicability of internal audit system are not applicable to the Company. Accordingly, reporting under clause (xiv) (a) & (b) of paragraph 3 of the Order are not applicable to the Company.
- xv. In our opinion and according to the information and explanations given to us, the Company has not entered into non-cash transactions with its directors or persons connected with its directors; hence provisions of section 192 of the Act are not applicable. Accordingly, reporting under clause (xv) of paragraph 3 of the Order is not applicable to the Company.
- xvi. To the best of our knowledge and belief, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, reporting under clause (xvi) (a), (b), (c) and (d) of paragraph 3 of the Order is not applicable to the Company.
- xvii. The Company has incurred cash losses of Rs 347.87 lakhs in the current financial year and cash loss of Rs. 291.49 lakhs were incurred in the immediately preceding financial year.
- xviii. There have been resignations of the statutory auditors during the year. We have duly taken into consideration issues, objections / concerns raised by the outgoing auditors while carrying out our audit.
- xix. In our opinion and according to the information and explanations given to us, on the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the plans of the Board of Directors and management and based on our examination of evidence and supporting the assumptions, nothing has come to our attention, which causes us to believe that material uncertainty exists as on the date of the audit report that the Company is not capable of meeting its liabilities existing at the date of Balance Sheet, as and when they fall due, within a period of one year from the balance sheet date. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.



- xx. The provisions of Section 135 of the Companies Act, 2013, are not applicable to the Company. Accordingly, reporting under sub-clause (a) and (b) of clause (xx) of paragraph 3 of the Order is not applicable to the Company.
- xxi. The Company does not have any subsidiaries, associates or joint ventures. Accordingly, reporting under clause (xxi) of paragraph 3 of the Order is not applicable to the Company.

For N. M. Raiji & Co.,
Chartered Accountants
Firm Registration Number: 108296W



Santosh Burande
Partner
Membership Number: 214451
UDIN: 24214451BKBLVP5376

Place: Bengaluru
Date: July 22, 2024



Leafiniti Bioenergy Private Limited

Balance Sheet as at 31 March 2024

(Amount in Indian Rupees Lakhs, unless otherwise stated)

	Notes	As at 31 March 2024	As at 31 March 2023	As at 1 April 2022
ASSETS				
Non-current assets				
Property, Plant and Equipment	6	4,511.75	4,686.87	4,713.89
Intangible assets	7	-	0.05	0.22
Deferred tax asset (net)	31	75.65	-	-
Other non-current assets	8	0.12	108.89	-
Total non-current assets		4,587.52	4,795.81	4,714.11
Current assets				
Inventories	9	397.04	181.54	174.01
Financial assets				
Trade receivables	10	128.55	34.44	17.95
Cash and cash equivalents	11 (a)	596.95	2.16	4.09
Bank balance other than Cash and Cash Equivalents	11 (b)	5.00	5.00	5.35
Other financial assets	12	37.58	3.30	3.30
Income Tax Asset (Net)		2.02	-	-
Other current assets	13	421.13	787.76	650.54
Total current assets		1,588.27	1,014.20	855.24
Total assets		6,175.79	5,810.01	5,569.35
EQUITY AND LIABILITIES				
Equity				
Equity share capital	14	1,409.60	1,409.60	1,224.04
Other equity	15	(1,096.27)	(811.96)	(362.69)
Total equity		313.33	597.64	861.35
Liabilities				
Non-current liabilities				
Financial liabilities				
Borrowings	16	2,523.50	2,756.25	2,866.50
Provisions	17	7.79	2.43	-
Deferred tax liability (net)	31	-	176.84	202.35
Other non-current liabilities	18	613.67	-	-
Total non-current liabilities		3,144.96	2,935.52	3,068.85
Current liabilities				
Financial liabilities				
Borrowings	19	220.50	322.56	129.14
Trade payables	20			
i) total outstanding dues of micro enterprises and small enterprises		0.63	6.87	25.76
ii) total outstanding dues of creditors other than micro enterprise and small enterprise		1,596.88	951.42	533.22
Other financial liabilities	21	821.25	950.84	898.57
Other current liabilities	22	78.00	44.91	52.46
Provisions	17	0.24	0.25	-
Total current liabilities		2,717.50	2,276.85	1,639.15
Total liabilities		5,862.46	5,212.37	4,708.00
Total equity and liabilities		6,175.79	5,810.01	5,569.35

The accompanying notes 1 to 56 are an integral part of the financial statements.

As per our report of even date

For N. M. Raiji & Co.,

Chartered Accountants

Firm Registration No. : 108296W

Santosh Burande

Partner

Membership No. : 214451



For and on behalf of the Board of Directors

Leafiniti Bioenergy Private Limited

CIN: U11202MH2020PTC337388

Vijay Kumar Murugesh Nirani

Director

DIN: 07413777

Vishal Nirani

Managing Director

DIN: 08434032

Rohit Jhanwar

Chief Financial Officer

Suhita Mukhopadhyay

Company Secretary

Membership No: 17150

Place: Bengaluru

Date: July 22, 2024

Place: Bengaluru

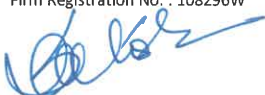
Date: July 22, 2024

Leafiniti Bioenergy Private Limited
Statement of Profit and Loss for the year ended 31 March 2024
(Amount in Indian Rupees Lakhs, unless otherwise stated)

	Notes	Year ended 31 March 2024	Year ended 31 March 2023
Income			
Revenue from operations	23	960.89	928.62
Other income	24	48.80	0.71
Total income		1,009.69	929.33
Expenses			
Cost of material consumed	25	357.39	274.90
Changes in inventories of finished goods	0	(72.91)	-
Employee benefits expense	27	148.54	117.04
Finance costs	28	407.14	353.22
Depreciation and amortization expense	29	187.55	183.29
Other expenses	30	517.40	475.66
Total expenses		1,545.11	1,404.11
Loss before tax		(535.42)	(474.78)
Tax expense			
Current tax	31	-	-
Deferred tax	31	252.26	25.51
Total income tax expense		252.26	25.51
Loss for the year		(283.16)	(449.27)
Other comprehensive income			
Items that will not be reclassified to profit or loss			
Re-measurement loss on defined benefit plans		(1.39)	-
Income tax effect on the above		0.24	-
Net other comprehensive loss not to be reclassified to profit or loss in subsequent periods		(1.15)	-
Total other comprehensive loss for the year		(1.15)	-
Total comprehensive loss for the year		(284.31)	(449.27)
Earnings per share (Face value of INR 10/- each)			
Basic and diluted earnings per share (INR)	32	(2.01)	(3.31)

The accompanying notes 1 to 56 are an integral part of the financial statements.

As per our report of even date
For N. M. Raiji & Co.,
Chartered Accountants
Firm Registration No. : 108296W

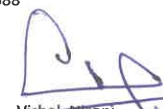


Santosh Burande
Partner
Membership No. : 214451

Place: Bengaluru
Date: July 22, 2024



For and on behalf of the Board of Directors of
Leafiniti Bioenergy Private Limited
CIN: U11202MH2020PTC337388

Vijaykumar Murugesh Nirani
Director
DIN: 07413777

Vishal Nirani
Managing Director
DIN: 08434032



Rohit Jhanwar
Chief Financial Officer



Suhita Mukhopadhyay
Company Secretary
Membership No: 17150

Place: Bengaluru
Date: July 22, 2024

Leafiniti Bioenergy Private Limited

Statement of changes in equity for the year ended 31 March 2024

(Amount in Indian Rupees Lakhs, unless otherwise stated)

(A) Equity share capital

For the year ended

Equity shares of INR 10 each issued, subscribed and fully paid

Balance as at 1 April 2023

Changes in equity share capital during the current year

Balance as at 31 March 2024

31 March 2024

No. of shares	Amount
1,40,96,000	1409.60
-	-
1,40,96,000	1409.60

For the year ended

Equity shares of INR 10 each issued, subscribed and fully paid

Balance as at 1 April 2022

Changes in equity share capital during the previous year

Balance as at 31 March 2023

31 March 2023

No. of shares	Amount
1,22,40,441	1,224.04
18,55,559	185.56
1,40,96,000	1,409.60

(B) Other equity

For the year ended 31 March 2024

Particulars	Retained Earnings	Total
Balance as at 1 April 2023	(811.96)	(811.96)
Loss for the year	(283.16)	(283.16)
Other comprehensive loss for the year	(1.15)	(1.15)
Total Comprehensive loss	(284.31)	(284.31)
Balance as at 31 March 2024	(1,096.27)	(1,096.27)

For the year ended 31 March 2023

Particulars	Retained Earnings	Total
Balance as at 1 April 2022	(362.69)	(362.69)
Restated balance as at 1 April 2022	(362.69)	(362.69)
Loss for the year	(449.27)	(449.27)
Other comprehensive income for the year	-	-
Total Comprehensive loss	(449.27)	(449.27)
Balance as at 31 March 2023	(811.96)	(811.96)

The accompanying notes 1 to 56 are an integral part of the financial statements.

As per our report of even date

For N. M. Raiji & Co.,

Chartered Accountants

Firm Registration No. : 108296W



Santosh Burande

Partner

Membership No. : 214451



Place: Bengaluru

Date: July 22, 2024

For and on behalf of the Board of Directors of

Leafiniti Bioenergy Private Limited

CIN: U11202MH2020PTC337388

Vijaykumar Murugesh Nirani

Director

DIN: 07413777

Vishal Nirani

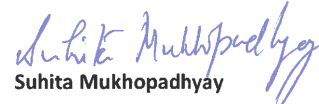
Managing Director

DIN: 08434032



Rohit Jhanwar

Chief Financial Officer



Suhita Mukhopadhyay

Company Secretary

Membership No: 17150

Place: Bengaluru

Date: July 22, 2024

Leafiniti Bioenergy Private Limited
Statement of cash flows for the year ended 31 March 2024
(Amount in Indian Rupees Lakhs, unless otherwise stated)

	Year ended 31 March 2024	Year ended 31 March 2023
Cash flow from operating activities		
Loss before tax	(535.42)	(474.78)
Adjustments for:		
Depreciation and amortization expenses	187.55	183.29
Finance cost	400.88	351.08
Income from Government Grant	(18.32)	-
Interest Income	(9.29)	-
Provision for gratuity and leave encashment	3.96	2.68
Operating profit before working capital changes	29.36	62.27
Changes in working capital		
Increase / (Decrease) in trade payables	639.22	399.31
(Increase) / Decrease in inventories	(215.50)	(7.53)
(Increase) / Decrease in trade receivables	(94.11)	(16.49)
Increase / (Decrease) in other liabilities	5.61	(7.30)
Increase / (Decrease) in other financial liabilities	(133.74)	52.27
(Increase) / Decrease in other financial assets	(34.28)	-
(Increase) / Decrease in other assets	474.93	(246.01)
Cash generated from operations	671.49	236.52
Income tax paid	(2.02)	-
Net cash flow from operating activities (A)	669.47	236.52
Cash flow from Investing activities		
(Purchase)/Sale of property plant and equipment including CWIP	(12.38)	(156.10)
Deferred government grant	659.47	-
Interest received	9.77	-
Net cash flow from investing activities (B)	656.86	(156.10)
Cash flow from Financing activities		
Proceeds from issuance of equity share capital	-	185.56
Repayment of term loans	(159.25)	(36.75)
Increase/(Decrease) of current borrowings	(175.56)	119.92
Interest paid	(396.73)	(351.08)
Net cash flow used in financing activities (C)	(731.54)	(82.35)
Net increase in cash and cash equivalents (A+B+C)	594.79	(1.93)
Cash and cash equivalents at the beginning of the year	2.16	4.09
Cash and cash equivalents at the end of the year	596.95	2.16
Cash and cash equivalents comprise (Refer note 11)		
Cash in hand	0.06	-
Balances with banks		
On current accounts	596.89	2.16
Total cash and bank balances at end of the year	596.95	2.16

The cash flow statement is prepared using the indirect method set out in IND AS 7 - Statement of cash flow

The accompanying notes 1 to 56 are an integral part of the financial statements.

As per our report of even date
For **N. M. Raiji & Co.,**
Chartered Accountants
Firm Registration No. : 108296W

Santosh Burande
Partner
Membership No. : 214451

Place: Bengaluru
Date: July 22, 2024



For and on behalf of the Board of Directors of
Leafiniti Bioenergy Private Limited
CIN: U11202MH2020PTC337388

Vijaykumar Murugesh Nirani
Director
DIN: 07413777

Vishal Nirani
Managing Director
DIN: 08434032

Rohit Jhanwar
Chief Financial Officer

Suhita Mukhopadhyay
Company Secretary
Membership No: 17150

Place: Bengaluru
Date: July 22, 2024

Leafiniti Bioenergy Private Limited**Notes to the financial statements for the year ended 31 March 2024****1 Corporate Information**

Leafiniti Bioenergy Private Limited ("the Company") was incorporated as a private limited company on February 07, 2020 under the provisions of the Companies Act, 2013. Its registered and principal office of business is located at Borivali West, Mumbai, Borivali West, Maharashtra, India. The Company is into the business of production and selling of compressed biogas and allied products i.e. Fermented Organic Manure (FOM), Liquid Fermented Organic Manure (FOM) from waste or bio-mass sources like sugarcane press mud agricultural residue, cattle dung etc. after purification. These financial statements were approved for issue in accordance with a resolution of the directors on May XX, 2024.

2 Material accounting policy information

Significant accounting policies adopted by the company are as under:

2.1 Basis of Preparation of Financial Statements**(a) Statement of Compliance with Ind AS**

These financial statements have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013 (the "Act") read with the Companies (Indian Accounting Standards) Rules, 2015 and relevant amendment rules thereafter.

For all periods upto and including the year ended 31 March 2022, the company prepared its financial statements in accordance with the accounting standard notified under section 133 of the Companies Act, 2013 read with paragraph 7 of the Companies (accounts) rules, 2014 (Indian GAAP).

The Company has adopted Ind AS due to the fact that the control of the Company was transferred to the holding company i.e. TruAlt Bioenergy Limited on October 04, 2023 and the holding company has voluntarily adopted Ind AS, with the transition date being April 1, 2022.

(b) Basis of measurement

The financial statements have been prepared on a historical cost convention, using the accrual basis of accounting, except for the following material items that have been measured at fair value, as required by the relevant Ind AS:-

- i) Certain financial assets and liabilities are measured at fair value (refer accounting policy on financial instruments)
- ii) Employee defined benefit assets/(obligations) are recognised as the net total of the fair value of plan assets, plus actuarial losses, less actuarial gains and the present value of the defined benefit obligations.

(c) Use of estimates

In preparation of these financial statements, Management has made judgements, 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 an ongoing basis. Revision to accounting estimates are recognised prospectively. Refer note 3 for details of the key accounting judgements and estimates.

2.2 Summary of Material Accounting Policies**(a) Current versus Non Current Classification**

The Company presents assets and liabilities in the balance sheet based on current/ noncurrent classification. An asset is treated as current when it is:

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

All other assets are classified as non-current.

A liability is treated as current when:

- It is expected to be settled in normal operating cycle;
- It is held primarily for the purpose of trading;
- It is due to be settled within twelve months from the reporting period; or
- There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period. The Company classifies all other liabilities as non-current. Deferred tax assets and liabilities are classified as non-current assets and liabilities.

The operating cycle is the time between the acquisition of assets for processing and their realisation in cash and cash equivalents. The Company has identified twelve months as its operating cycle.

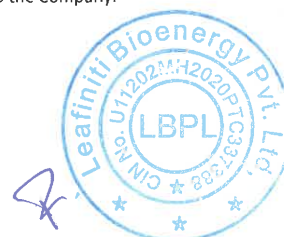
(b) Fair value measurement

The Company measures financial instruments at fair value at each balance sheet date.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability, or
- In the absence of a principal market, in the most advantageous market for the asset or liability accessible to the Company.



Leafiniti Bioenergy Private Limited

Notes to the financial statements for the year ended 31 March 2024

(b) Fair value measurement (Contd.)

The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs. The Company's management determines the policies and procedures for fair value measurement such as derivative instruments.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorized within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- ▶ Level 1 — Quoted (unadjusted) market prices in active markets for identical assets or liabilities;
- ▶ Level 2 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable; and
- ▶ Level 3 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

(c) Revenue Recognition

Revenue from contracts with customers is recognised when control of the goods or services are transferred to the customer at an amount that reflects the consideration to which the Company expects to be entitled in exchange for those goods or services. Revenue contracts are on a principal to principal basis and the Company is primarily responsible for fulfilling the identified performance obligation.

Revenue from sale of goods is recognised at the point in time when control of the goods is transferred to the customer, on delivery of the goods or Ex- Works, basis the terms of the contract. Payment for the sale is made as per the credit terms in the agreements with the customers. The Company considers whether there are other promises in the contract that are separate performance obligations to which a portion of the transaction price needs to be allocated. In determining the transaction price for the sale of goods and services, the Company considers the effects of variable consideration, the existence of significant financing components, noncash consideration, and consideration payable to the customer (if any).

Contract balances - Trade receivables

A receivable represents the Company's right to an amount of consideration that is unconditional (i.e., only the passage of time is required before payment of the consideration is due).

(d) Government grant

Government grants are recognised where there is reasonable assurance that the grant will be received and all attached conditions will be complied with.

Government grants relating to the purchase / acquisition of property, plant and equipment are included in non-current liabilities as deferred income and is credited to profit or loss on a straight-line basis over the expected lives of the related assets.

When the assistance is provided by the government in the form of reimbursement of interest paid on term loans, the effect of this interest subvention is regarded as government grant. The benefit received is accounted as other income in the statement of profit and loss.

(e) Taxes

Tax expense for the year, comprising current tax and deferred tax, are included in the determination of the net profit or loss for the year.

Current income tax

Current tax assets and liabilities are measured at the amount expected to be recovered or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the year end date. Current tax assets and tax liabilities are offset where the entity has a legally enforceable right to offset and intends either to settle on a net basis, or to realize the asset and settle the liability simultaneously.

Current income tax relating to items recognised outside the statement of profit and loss is recognised outside profit or loss (either in OCI or in equity). Current tax items are recognised in correlation to the underlying transaction either in OCI or directly in equity. Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.

Deferred tax

Deferred income tax is provided in full, using the balance sheet approach, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in financial statements. Deferred income tax is also not accounted for if it arises from initial recognition of an asset or liability in a transaction other than a business combination that at the time of the transaction affects neither accounting profit nor taxable profit (tax loss). Deferred income tax is determined using tax rates (and laws) that have been enacted or substantively enacted by the end of the year and are expected to apply when the related deferred income tax asset is realised or the deferred income tax liability is settled.

Deferred tax assets are recognised for all deductible temporary differences, the carry forward of unused tax credits and any unused tax losses. Deferred tax assets 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.

Management periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulation is subject to interpretation. It establishes provisions where appropriate on the basis of amounts expected to be paid to the tax authorities.



Leafiniti Bioenergy Private Limited

Notes to the financial statements for the year ended 31 March 2024

Deferred tax (Contd.)

Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances relate to the same taxation authority.

Current and deferred tax is recognized in Statement of Profit and Loss, except to the extent that it relates to items recognised in OCI or directly in equity. In this case, the tax is also recognised in OCI or directly in equity, respectively.

(f) Property, plant and equipment and Capital work-in progress

Property, plant and equipment are stated at historical cost less depreciation and accumulated impairment. Historical cost includes expenditure that is directly attributable to the acquisition of the items. For this purpose, cost includes deemed cost on the date of transition and acquisition price, including nonrecoverable duties and taxes, and any directly attributable costs of bringing an asset to the location and condition of its intended use. In addition, interest on borrowings used to finance the construction of qualifying assets is capitalized as part of the asset's cost until such time that the asset is ready for its intended use.

Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. All other repairs and maintenance are charged to Statement of Profit and Loss during the year in which they are incurred.

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.

Advances paid towards the acquisition of property, plant and equipment outstanding at each balance sheet date are classified as capital advances under Other Non-current Assets and the cost of assets not put to use before such date are disclosed under 'Capital work-in-progress'.

Depreciation methods, estimated useful lives

The Company depreciates property, plant and equipment over their estimated useful lives using the straight line method. The estimated useful lives of assets are as follows:

Property, plant and equipment	Years
Factory Building	30-40
Other Buildings	40-50
Plant & Machinery	10-25
Furniture and Fixtures	8-10
Vehicles	8-10
Office Equipment	5
Computers	3
Roads	3

Based on the technical experts assessment of useful life, certain items of property plant and equipment are being depreciated over useful lives, different from the prescribed useful lives under Schedule II to the Companies Act, 2013. Management believes that such estimated useful lives are realistic and reflect a fair approximation of the period over which the assets are likely to be used.

Depreciation on addition to property plant and equipment is provided on a pro-rata basis from the date of acquisition. Depreciation on sale/deduction from property plant and equipment is provided up to the date preceding the date of sale, deduction as the case may be. Gains and losses on disposals are determined by comparing the sale proceeds with the carrying amount. These are included in the Statement of Profit and Loss under 'Other Income/Other Expense'.

Depreciation methods, useful lives and residual values are reviewed periodically at each financial year end and are adjusted prospectively, as appropriate.

(g) Intangible Assets

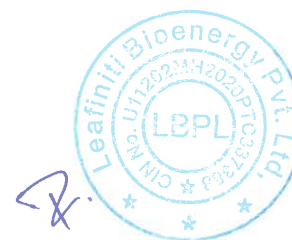
Intangible assets are stated at acquisition cost, net of accumulated amortization and impairment losses.

Intangible assets acquired in a business combination and recognised separately from goodwill are initially recognised at their fair value at the acquisition date (which is regarded as their cost). Subsequent to initial recognition, intangible assets acquired in a business combination are reported at cost less accumulated amortisation and accumulated impairment losses, on the same basis as intangible assets that are acquired separately.

The Company amortizes intangible assets over their estimated useful lives using the straight line method. The estimated useful lives of intangible assets are as follows:

Intangible assets	Years
Software	3

Intangible assets with finite lives are assessed for impairment whenever there is an indication that the intangible asset may be impaired. The amortization period and the amortization method for an intangible asset with a finite useful life are reviewed at least at each financial year end.



Leafiniti Bioenergy Private Limited
Notes to the financial statements for the year ended 31 March 2024

(h) Borrowing Costs

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalised as part of the cost of the asset. All other borrowing costs are expensed in the period in which they occur. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds and also includes exchange differences to the extent regarded as an adjustment to the borrowing costs.

(i) Inventories

Inventories are valued at the lower of cost and net realisable value.

Costs incurred in bringing each product to its present location and condition are accounted for as follows:

- **Raw materials and stores and spare parts:** cost includes cost of purchase and other costs incurred in bringing the inventories to their present location and condition. Cost is determined on a weighted average basis.

- **Finished goods and work-in-progress:** cost is determined on the weighted average basis and comprises direct material, cost of conversion and other costs incurred in bringing these inventories to their present location and condition.

Net realizable value is the estimated selling price in the ordinary course of business, less the estimated cost of completion and the estimated costs necessary to make the sale.

(j) Impairment of non-financial assets

The Company assesses at each year end whether there is any objective evidence that a non financial asset or a group of non financial assets is impaired. If any such indication exists, the Company estimates the asset's recoverable amount and the amount of impairment loss.

An impairment loss is calculated as the difference between an asset's carrying amount and recoverable amount. Losses are recognized in the Statement of Profit and Loss and are reflected in an allowance account. When the Company considers that there are no realistic prospects of recovery of the asset, the relevant amounts are written off. If the amount of impairment loss subsequently decreases and the decrease can be related objectively to an event occurring after the impairment was recognised, then the previously recognised impairment loss is reversed through the Statement of Profit and Loss.

The recoverable amount of an asset or cash-generating unit (as defined below) is the greater of its value in use and its fair value less costs of disposal. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. For the purpose of impairment testing, assets are grouped together into the smallest group of assets that generates cash in flows from continuing use that are largely independent of the cash inflows of other assets or groups of assets (the "cash-generating unit").

(k) Provisions and contingent liabilities

- (a) Provisions are recognized when there is a present obligation as a result of a past event, and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and there is a reliable estimate of the amount of the obligation. Provisions are measured at the best estimate of the expenditure required to settle the present obligation at the Balance Sheet date.

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognized as a finance cost.

- (b) Contingent liabilities exist when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company, or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required or the amount cannot be reliably estimated. Contingent liabilities are appropriately disclosed unless the possibility of an outflow of resources embodying economic benefits is remote.
- (c) Contingent asset is not recognized in the financial statements; however, is disclosed where an inflow of economic benefits is probable.
- (d) Provisions, Contingent liabilities, and Contingent assets are reviewed at each balance sheet date.

(l) Employee Benefits

Short-term obligations

Liabilities for wages and salaries, including non-monetary benefits that are expected to be settled wholly within 12 months after the end of the year in which the employees render the related service are recognized in respect of employees' services up to the end of the year and are measured at the amounts expected to be paid when the liabilities are settled. The liabilities are presented as current employee benefit obligations in the balance sheet.

Other long-term employee benefit obligations

Defined contribution plan

Contribution towards Provident Fund and Employees' State Insurance Scheme is made to the regulatory authorities, where the Company has no further obligations. Such benefits are classified as Defined Contribution Schemes as the Company does not carry any further obligations, apart from the contributions made on a monthly basis which are charged to the Statement of Profit and Loss.



Defined benefit plans

The Company provides for gratuity, a defined benefit unfunded plan (the 'Gratuity Plan') covering eligible employees in accordance with the Payment of Gratuity Act, 1972. The Gratuity Plan provides for a lump sum payment to be made to vested employees at the time of retirement, death, incapacitation or termination of employment, of an amount based on the respective employee's salary. The Company's liability is actuarially determined (using the Projected Unit Credit method) at the end of each year. Actuarial losses/gains are recognized in the OCI in the year in which they arise.

Leave encashment

The liabilities for earned leave are not expected to be settled wholly within twelve months after the end of the reporting period in which the employees render the related service. They are, therefore, measured as the present value of expected future payments to be made in respect of services provided by employees up to the end of the reporting period using the projected unit credit method as determined by actuarial valuation. The benefits are discounted using the market yields at the end of the reporting period that have terms approximating the terms of the related obligation. Remeasurements as a result of experience adjustments and change in actuarial assumptions are recognised in the Statement of Profit and Loss. The obligations are presented as Current Liabilities in the Balance Sheet, if the entity does not have an unconditional right to defer settlement for at least twelve months after the reporting period, regardless of when the actual settlement is expected to occur.

(m) Financial instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

(i) Financial assets

Initial recognition and measurement

The financial assets include trade receivables, cash and cash equivalents, and other financial assets. Financial assets are initially measured at fair value. Transaction costs directly attributable to the acquisition or issue of financial assets (other than financial assets at fair value through profit or loss) are added to or are deducted from the fair value of the financial assets as appropriate on initial recognition. However, trade receivables that do not contain a significant financing component are measured at transaction price.

Subsequent measurement

For purposes of subsequent measurement, financial assets are classified under the following categories:

- a) at amortized cost; or
- b) at fair value through OCI; or
- c) at fair value through profit or loss.

The classification depends on the entity's business model for managing the financial assets and the contractual terms of the cash flows.

Amortized cost: Assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest are measured at amortized cost. Interest income from these financial assets is included in finance income using the effective interest rate method (EIR).

Fair Value through Other Comprehensive Income (FVOCI): Assets that are held for collection of contractual cash flows and for selling the financial assets, where the assets' cash flows represent solely payments of principal and interest, are measured at fair value through Other Comprehensive Income (FVOCI). Movements in the carrying amount are taken through OCI, except for the recognition of impairment gains or losses, interest revenue and foreign exchange gains and losses, which are recognized in the Statement of Profit and Loss. When the financial asset is derecognized, the cumulative gain or loss previously recognized in OCI is reclassified from equity to the Statement of Profit and Loss and recognized in other gains/ (losses). Interest income from these financial assets is included in other income, using the effective interest rate method.

Fair Value Through Profit or Loss (FVTPL): Assets that do not meet the criteria for amortized cost or FVOCI are measured at fair value through profit or loss. Interest income from these financial assets is included in other income.

Impairment of financial assets

In accordance with Ind AS 109 - Financial Instruments, the Company applies Expected Credit Loss (ECL) model for measurement and recognition of impairment loss on financial assets that are measured at amortized cost.

The Company follows 'simplified approach' for recognition of impairment loss allowance on trade and contract revenue receivables, loans and other financial assets.

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 ECL at each reporting date, right from its initial recognition.

For recognition of impairment loss on other financial assets and risk exposure, the Company determines whether there has been a significant increase in the credit risk since initial recognition. If the credit risk has not increased significantly, 12-month ECL is used to provide for impairment loss. However, if the credit risk has increased significantly, lifetime ECL is used. If, in a 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.



Leafiniti Bioenergy Private Limited

Notes to the financial statements for the year ended 31 March 2024

(i) Financial assets (Contd.)

The Company follows 'simplified approach' for recognition of impairment loss allowance on trade and contract revenue receivables, loans and other financial assets.

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 ECL at each reporting date, right from its initial recognition.

For recognition of impairment loss on other financial assets and risk exposure, the Company determines whether there has been a significant increase in the credit risk since initial recognition. If the credit risk has not increased significantly, 12-month ECL is used to provide for impairment loss. However, if the credit risk has increased significantly, lifetime ECL is used. If, in a 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.

Derecognition of financial assets

A financial asset is derecognized only when:

- the right to receive cash flows from the financial asset is transferred; or
- the Company retains the contractual right to receive the cash flows of the financial asset, but assumes a contractual obligation to pay the cash flows to one or more recipients.

Where a financial asset is transferred, it is derecognized only if substantially all risks and rewards of ownership of the financial asset are transferred. Where the entity has not transferred substantially all risks and rewards of ownership of a financial asset, the financial asset is not derecognized.

(ii) Financial liabilities

Initial recognition and measurement

Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss and at amortized cost, as appropriate.

All financial liabilities are recognized initially at fair value and, in the case of borrowings and payables, net of directly attributable transaction costs.

Subsequent measurement

The measurement of financial liabilities depends on their classification, as described below:

Financial liabilities at fair value through profit or loss

Financial liabilities at fair value through profit or loss include financial liabilities held for trading and financial liabilities designated upon initial recognition as at fair value through profit or loss. Separated embedded derivatives are also classified as held for trading unless they are designated as effective hedging instruments. Gains or losses on liabilities held for trading are recognized in the Statement of Profit and Loss.

Amortised cost

After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortized cost, using the Effective Interest Rate (EIR) method. Gains and losses are recognized in the Statement of Profit and Loss when the liabilities are derecognized as well as through the EIR amortization process. Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortization is included as finance costs in the Statement of Profit and Loss.

Derecognition

A financial liability is derecognized when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognized in the Statement of Profit and Loss as a finance costs.

(iii) Offsetting financial instruments

Financial assets and liabilities are offset and the net amount is reported in the balance sheet where there is a legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis or realize the asset and settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the Company or the counterparty.

(n) Cash and cash equivalents

Cash and cash equivalent in the balance sheet comprise of cash in hand and balances with bank.

(o) Earnings Per Share

Basic EPS is calculated by dividing the profit for the year attributable to equity holders of the company after deducting preference dividend by the weighted average number of equity shares outstanding during the financial year.

Diluted EPS is calculated by adjusting the figures used in the determination of basic EPS to consider:

- The interest associated with dilutive potential equity shares, and
- The weighted average number of additional equity shares that would have been outstanding assuming the conversion of all dilutive potential equity shares.

(p) Rounding off amounts

All amounts disclosed in financial statements and notes have been rounded off to the nearest lakhs as per requirement of Schedule III of the Act, unless otherwise stated.



Leafiniti Bioenergy Private Limited
Notes to the financial statements for the year ended 31 March 2024

3 Significant accounting judgments, estimates and assumptions

The preparation of financial statements requires management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures, and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future years.

3.1 Estimates and assumptions

The key assumptions concerning the future and other key sources of estimation uncertainty at the year end date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below. The Company bases its assumptions and estimates on parameters available when the financial statements are prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising that are beyond the control of the Company. Such changes are reflected in the assumptions when they occur.

(a) Taxes

Deferred tax assets are recognized for all deductible temporary differences and unused tax losses to the extent that taxable profit would probably be available against which the losses could be utilized. Significant judgement is required to determine the amount of deferred tax assets that can be recognized, based upon the likely timing and the level of future taxable profits together with future tax planning strategies. The Company reviews the carrying amount of deferred tax assets and liabilities at each balance sheet date with consequential change being given effect to in the year of determination.

(b) Defined benefit plans (gratuity benefits)

The cost of the defined benefit plans such as gratuity and leave encashment are determined using actuarial valuations. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, future salary increases and mortality rates. Due to the complexities involved in the valuation and its long-term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each year end.

The principal assumptions are the discount and salary growth rate. The discount rate is based upon the market yields available on government bonds at the accounting date with a term that matches that of liabilities. Salary increase rate takes into account of inflation, seniority, promotion and other relevant factors on a long term basis. For details refer note 33.

(c) Estimation of Net Realizable value for Inventories

Inventory is stated at the lower of cost and net realizable value (NRV). NRV for completed inventory is assessed by reference to market conditions and prices existing at the reporting date and is determined by the Company, based on comparable transactions identified.

(d) Useful life of Property, Plant and Equipment and Intangible Asset

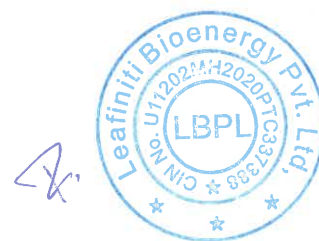
The Company reviews the useful life of property, plant and equipment/intangible assets at the end of each reporting period. This reassessment may result in change in depreciation expense in future periods.

4 New and Amended Standards

Ministry of Corporate Affairs ("MCA") notifies new standard or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as amended from time to time. There are no such recently issued standards or amendments to the existing standards for which the impact on the Financial Information is required to be disclosed.

5 First time adoption of Ind-AS

The Company has adopted Ind AS with the transition date being April 1, 2022 and, therefore, these are the first Ind AS financial statements. Accordingly, profit and loss reconciliation setting out impact of Ind AS has been provided in note 49.



	Gross Block			
	As at 1 April 2023	Additions	Deductions	As at 31 March 2024
Owned assets				
Land	476.17	-	-	476.17
Building-Factory	482.03	-	-	482.03
Building-Others	33.20	-	-	33.20
Plant and machinery	3,867.70	7.25	-	3,874.95
Furniture and fixtures	3.11	0.20	-	3.31
Office Equipment	21.21	4.30	-	25.51
Computers	2.63	0.63	-	3.26
Total	4,886.05	12.38		4,898.43

	Gross Block			
	As at 1 April 2022	Additions	Deductions	As at 31 March 2023
Owned assets				
Land	476.17	-	-	476.17
Building-Factory	482.03	-	-	482.03
Building-Others	33.20	-	-	33.20
Plant and machinery	3,731.36	136.34	-	3,867.70
Furniture and fixtures	2.90	0.21	-	3.11
Office Equipment	2.97	18.32	(0.08)	21.21
Computers	1.32	1.46	(0.15)	2.63
Total	4,729.95	156.33	(0.23)	4,886.05

Notes:

a) The Company has availed loans from banks against security of the fixed assets (i.e. property, plant and equipment), refer note 52.

b) The Company has not revalued its property, plant and equipment during the current year.

c) For capital commitment with regards to property plant and equipment, refer note 54.

	Accumulated Depreciation			Net book	
	As at 1 April 2023	For the year	Deductions	As at 31 March 2024	As at 31 March 2023
	-	-	-	476.17	476.17
	17.48	16.07	-	448.48	464.55
	12.04	11.07	-	10.09	21.16
	165.52	154.77	-	3,554.66	3,702.18
	0.39	0.33	-	2.59	2.72
	2.77	4.39	-	18.35	18.44
	0.98	0.87	-	1.41	1.65
	199.18	187.50	-	4,511.75	4,686.87

	Accumulated Depreciation			Net book
	As at 1 April 2022	For the year	As at 31 March 2023	
		Deductions		
	-	-	-	
	1.41	16.07	-	476.17
	0.97	11.07	17.48	464.55
	13.09	152.43	12.04	21.16
	0.10	0.29	165.52	3,702.18
	0.23	2.54	0.39	2.72
	0.26	0.72	2.77	18.44
			0.98	1.65
	16.06	183.12	199.18	4,586.87
				4,713.89



Leafiniti Bioenergy Private Limited
Notes to the financial statements for the year ended 31 March 2024
 (Amount in Indian Rupees Lakhs, unless otherwise stated)

7 Intangible assets

	Gross block			Accumulated Amortisation			Net block	
	As at 1 April 2023	Additions	Deductions	As at 31 March 2024	As at 1 April 2023	For the year	As at 31 March 2024	As at 31 March 2023
Software	0.51	-	-	0.51	0.46	0.05	-	0.05
Total	0.51	-	-	0.51	0.46	0.05	-	0.05

	Gross block			Accumulated Amortisation			Net block	
	As at 1 April 2022	Additions	Deductions	As at 31 March 2023	As at 1 April 2022	For the year	As at 31 March 2023	As at 1 April 2022
Software	0.51	-	-	0.51	0.29	0.17	0.05	0.22
Total	0.51	-	-	0.51	0.29	0.17	0.05	0.22



Leafiniti Bioenergy Private Limited

Notes to the financial statements for the year ended 31 March 2024

(Amount in Indian Rupees Lakhs, unless otherwise stated)

8 Other non-current assets

Advance to related parties [Refer note 34 (C)]
Prepaid expenses

31 March 2024	31 March 2023	1 April 2022
-	108.89	-
0.12	-	-
0.12	108.89	-

9 Inventories

Raw material
Finished goods

31 March 2024	31 March 2023	1 April 2022
324.13	181.54	174.01
72.91	-	-
397.04	181.54	174.01

10 Trade receivable

Unsecured
- Considered good

31 March 2024	31 March 2023	1 April 2022
128.55	34.44	17.95
128.55	34.44	17.95

Ageing of Trade Receivables

31 March 2024	Current							
Particulars	Unbilled Dues	Not Due	Outstanding for following periods from due date of receipts					Total
			Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
Trade receivables – considered good	-	95.59	32.15	0.52	0.29	-	-	128.55
	-	95.59	32.15	0.52	0.29	-	-	128.55

31 March 2023	Current							
Particulars	Unbilled Dues	Not Due	Outstanding for following periods from due date of receipts					Total
			Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
Trade receivables – considered good	-	-	34.44	-	-	-	-	34.44
	-	-	34.44	-	-	-	-	34.44

1 April 2022	Current							
Particulars	Unbilled Dues	Not Due	Outstanding for following periods from due date of receipts					Total
			Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
Trade receivables – considered good	-	-	17.95	-	-	-	-	17.95
	-	-	17.95	-	-	-	-	17.95

11 (a) Cash and cash equivalents

Cash in hand
Balances with banks:
On current accounts

31 March 2024	31 March 2023	1 April 2022
0.06	-	-
596.89	2.16	4.09
596.95	2.16	4.09

11 (b) Bank balance other than Cash and Cash Equivalents

Deposits with original maturity of more than three months but remaining maturity less than twelve months*

31 March 2024	31 March 2023	1 April 2022
5.00	5.00	5.35
5.00	5.00	5.35

*Deposit represent security held by bank towards Bank Guarantee issued by the bankers on behalf of the Company.

12 Other financial assets

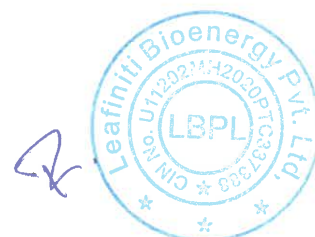
Receivable from related parties [Refer Note 34 (C)]
Security deposit
Accrued Interest Receivable
Others

31 March 2024	31 March 2023	1 April 2022
0.18	-	-
-	3.30	3.30
0.48	-	-
36.92	-	-
37.58	3.30	3.30

13 Other current assets

Balance with Government authorities
Interest Subvention receivable
Advance to third parties
Prepaid expenses
Contract assets

31 March 2024	31 March 2023	1 April 2022
379.17	368.68	324.98
4.52	-	-
33.97	415.74	315.98
3.47	3.34	6.24
-	-	3.34
421.13	787.76	650.54



Leafiniti Bioenergy Private Limited
Notes to the financial statements for the year ended 31 March 2024
(Amount in Indian Rupees Lakhs, unless otherwise stated)

14 Share capital

(A) Equity shares

Authorised share capital

1,50,00,000 (31 March 2023: 1,50,00,000, 01 April 2022: 1,50,00,000) Equity Shares of INR 10 each

31 March 2024	31 March 2023	1 April 2022
1,500.00	1,500.00	1,500.00

Issued, subscribed and paid up

1,40,96,000 (31 March 2023: 1,40,96,000, 01 April 2022: 1,22,40,441) equity shares of INR 10 each fully paid

31 March 2024	31 March 2023	1 April 2022
1,409.60	1,409.60	1,224.04
1,409.60	1,409.60	1,224.04

(i) Reconciliation of equity shares outstanding at the beginning and at the end of the year

Outstanding at the beginning of the year
Add: Issued during the year
Outstanding at the end of the year

31 March 2024		31 March 2023	
Number of shares	Amount	Number of shares	Amount
1,40,96,000	1,409.60	1,22,40,441	1,224.04
-	-	18,55,559	185.56
1,40,96,000	1,409.60	1,40,96,000	1,409.60

(ii) Rights, preferences and restrictions attached to shares

The Company has only one class of equity shares having par value of INR 10/- per share. Each shareholder is entitled to one vote per share held. These shares entitle the holders to participate in dividends which if declared is payable in Indian Rupees. In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

(iii) Details of shares held by shareholders holding more than 5% of the aggregate shares in the Company

Name of the shareholder	31 March 2024		31 March 2023		1 April 2022	
	Number of shares	% of holding in the class	Number of shares	% of holding in the class	Number of shares	% of holding in the class
Equity shares of INR 10 each fully paid						
TruAlt Bioenergy Limited	1,40,96,000	100.00%	-	-	-	-
SS Biswal Ventures Private Limited	-	-	68,76,506	48.78%	50,20,947	41.02%
Vijay M Nirani	-	-	70,48,000	50.00%	70,48,000	57.58%

(iv) Details of Shares held by Promoters at the end of the year	31 March 2024			31 March 2023			1 April 2022		
	No. Of Shares	% of total shares	% Change during the year	No. Of Shares	% of total shares	% Change during the year	No. Of Shares	% of total shares	% Change during the year
TruAlt Bioenergy Limited	1,40,96,000	100.00%	100.00%	-	-	-	-	-	-
SS Biswal Ventures Private Limited	-	0.00%	(48.78%)	68,76,506	48.78%	(1.80%)	50,20,947	41.02%	28.27%
Vijaykumar Murugesh Nirani	-	0.00%	(50.00%)	70,48,000	50.00%	13.75%	70,48,000	57.58%	(27.38%)
Subhransu Sekhar Biswal	-	0.00%	(1.22%)	1,71,494	1.22%	(0.18%)	1,71,494	1.40%	(0.89%)
	-	100.00%	(100.00%)	1,40,96,000	100.00%		1,22,40,441	100.00%	

(v) There are no shares reserved for issue under options

(vi) No class of shares have been bought back by the Company during the period of five years immediately preceding the end of current period.

(vii) No class of shares have been issued as bonus shares or for consideration other than cash by the Company during the period of five years immediately preceding the end of current period.

(viii) Right issue of shares

The Board of Directors approved resolutions on May 30, 2022, July 25, 2022, and September 15, 2022, for the allotment of a rights issue of equity shares. A total of 9,18,883, 7,33,784, and 2,02,892 equity shares were allotted at par on a rights basis. These newly issued shares shall rank pari passu with the existing Equity Shares of the Company.

15 Other equity

Retained earnings

31 March 2024	31 March 2023	1 April 2022
(1,096.27)	(811.96)	(362.69)
(1,096.27)	(811.96)	(362.69)

Retained earnings

Opening balance
Add: Loss for the year

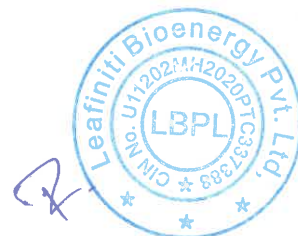
31 March 2024	31 March 2023	1 April 2022
(811.96)	(362.69)	(7.52)
(283.16)	(449.27)	(355.17)

Items of other comprehensive income recognised directly in retained earnings

Add/(less): Re-measurement loss gain on defined benefit plans (net of income tax)

Closing balance

(1.15)	-	-
(1,096.27)	(811.96)	(362.69)



Leafiniti Bioenergy Private Limited
Notes to the financial statements for the year ended 31 March 2024
(Amount in Indian Rupees Lakhs, unless otherwise stated)

16 Non-current borrowings (carried at amortised cost)

Secured

Term loan

From Bank and financial institution

Canara Bank term loan

Less: Current maturities of Canara Bank (Refer note 19)

31 March 2024	31 March 2023	1 April 2022
2,744.00	2,903.25	2,940.00
2,744.00	2,903.25	2,940.00
220.50	147.00	73.50
220.50	147.00	73.50
2,523.50	2,756.25	2,866.50

Terms of repayment

The Company has obtained a term loan from Canara Bank during the financial year 2020-21 amounting to INR 2,940 Lakhs. The loan carries an interest rate of 12.15% p.a. and is scheduled for repayment in 96 monthly instalments, with monthly interest payments commencing from October 31, 2022. As per the loan agreement, the said loan was taken for the purpose of construction of compressed bio gas plant by 10.2 TPD capacity located in Karnataka.

Repayment schedule for secured loan taken during the year

Number of instalments due (Nos)	79
Rate of Interest (%)	11.25% to 13.20%
Within one year	220.50
After one year but not more than 5 years	1,617.00
More than 5 years	906.50
	2,744.00

The Company has not defaulted on any loans payable.

17 Provisions

Provision for gratuity (unfunded) [Refer note 33 (B)]

Provision for leave encashment

Non Current			Current		
31 March 2024	31 March 2023	1 April 2022	31 March 2024	31 March 2023	1 April 2022
5.48	1.20	-	0.04	-	-
2.31	1.23	-	0.20	0.25	-
7.79	2.43	-	0.24	0.25	-

18 Other non-current liabilities

Deferred Government grant*

*The Ministry of New and Renewable Energy has issued "Waste to energy programme" under which Central Financial Assistance will be provided in the form of capital subsidy and Grants-in-Aid to companies for installing plants that produce BioCNG from Industrial & Agriculture Waste. The grant has been accordingly accounted for in accordance with Ind AS 20 'Accounting for Government Grants'.

31 March 2024	31 March 2023	1 April 2022
613.67	-	-
613.67	-	-

19 Current borrowings (carried at amortised cost)

Secured

Current maturities of long-term borrowings (Refer note 16)

Cash Credit loan

Loans from related parties (Refer note 34(C))

31 March 2024	31 March 2023	1 April 2022
220.50	147.00	73.50
-	91.06	55.64
-	84.50	-
220.50	322.56	129.14

Net Debt Reconciliation

Analysis of net debts and movement in net debts for each of the period presented:

Particulars	Amount
Net debt as at April 1, 2022	2,940.00
Proceeds from loans (net of transaction cost)	-
Repayment of loans	(36.75)
Net debt as at March 31, 2023 excluding accrued interest recognised as other financial liabilities in note 22	2,903.25
Repayment of loans	(159.25)
Net debt as at March 31, 2024 excluding accrued interest recognised as other financial liabilities in note 22	2,744.00

Cash and non cash adjustments in Net debt

As at 31 March 2024

Particulars	Cash adjustments	Non cash adjustments	Total
Repayment of loans	(159.25)	-	(159.25)

As at 31 March 2023

Particulars	Cash adjustments	Non cash adjustments	Total
Repayment of loans	(36.75)	-	(36.75)

The details of financial and non financial assets pledged as security for current and non-current borrowings are disclosed in Note 52.



Leafiniti Bioenergy Private Limited

Notes to the financial statements for the year ended 31 March 2024
(Amount in Indian Rupees Lakhs, unless otherwise stated)

20 Trade payables (carried at amortised cost)

Total outstanding dues of micro enterprises and small enterprises
Total outstanding dues of creditors other than micro enterprises and small enterprises

* INR 1,389.74 lakhs (31 March 2023: 823.70 lakhs; 1 April 2022: 72.20 lakhs) of the trade payable balance is payable to related parties [Refer note 34 (C)].

Trade payables are non-interest bearing and are normally settled within the credit period agreed with the supplier.

Disclosure relating to suppliers registered under MSME Act based on the information available with the Company:

Particulars	31 March 2024	31 March 2023	1 April 2022
(a) Amount remaining unpaid to any supplier at the end of each year:			
Principal	0.63	6.87	25.76
Interest	-	-	-
Total	0.63	6.87	25.76

Trade Payables ageing schedule

31 March 2024	Particulars	Current				
		Outstanding for following periods from due date of payment				
		Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) MSME		0.63	-	-	-	0.63
(ii) Disputed dues – MSME		-	-	-	-	-
(iii) Others		737.85	451.00	326.96	81.07	1,596.88
(iv) Disputed dues - Others		-	-	-	-	-
		738.48	451.00	326.96	81.07	1,597.51

31 March 2023	Particulars	Current				
		Outstanding for following periods from due date of payment				
		Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) MSME		4.35	2.52	-	-	6.87
(ii) Disputed dues – MSME		-	-	-	-	-
(iii) Others		400.20	551.22	-	-	951.42
(iv) Disputed dues - Others		-	-	-	-	-
		404.55	553.74	-	-	958.29

1 April 2022	Particulars	Current				
		Outstanding for following periods from due date of payment				
		Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) MSME		25.77	-	-	-	25.77
(ii) Disputed dues – MSME		-	-	-	-	-
(iii) Others		533.21	-	-	-	533.21
(iv) Disputed dues - Others		-	-	-	-	-
		558.98	-	-	-	558.98

21 Other financial liabilities (carried at amortised cost)

Interest payable
Payable to employees
Others*

*This amount includes payable to capital vendors amounting to INR 805.14 lakhs (March 31, 2023: 908.80 lakhs, April 1, 2022: 866.30 lakhs)

31 March 2024	31 March 2023	1 April 2022
4.15	31.43	25.59
11.96	10.61	6.59
805.14	908.80	866.39
821.25	950.84	898.57

22 Other current liabilities

Statutory dues payable
Deferred government grant*

31 March 2024	31 March 2023	1 April 2022
50.52	44.91	52.46
27.48	-	-
78.00	44.91	52.46

*The Ministry of New and Renewable Energy has issued "Waste to energy programme" under which Central Financial Assistance will be provided in the form of capital subsidy and Grants-in-Aid to companies for installing plants that produce BioCNG from Industrial & Agriculture Waste. The grant has been accordingly accounted for in accordance with Ind AS 20 'Accounting for Government Grants'.



Leafiniti Bioenergy Private Limited

Notes to the financial statements for the year ended 31 March 2024

(Amount in Indian Rupees Lakhs, unless otherwise stated)

23 Revenue from operations

Sale of goods*

31 March 2024	31 March 2023
960.89	928.62
960.89	928.62

*Includes government incentive towards sale of FOM amounting to INR 36.92 lakhs.

A. Disaggregation of revenue from contracts with customers

Revenue is attributable to sale of compressed biogas(CBG) and other byproducts i.e., fermented organic manure and liquid fermented organic manure. The CBG sales are recognised upon satisfaction of the performance obligations which is typically upon delivery (i.e., point in time). The Company's primary customers are Oil and Gas Companies in India.

As of March 31, 2024, there are no unsatisfied performance obligations or contractual liabilities.

Revenues from customers: 1 Customer (31 March 2023: 1 Customer) represented more than 10% or more of the Company's revenues amounting to INR 783.88 lakhs (31 March 2023: 839.42 lakhs).

24 Other income

Interest subvention income
Amortisation of deferred Government Grant *
Interest Income
Miscellaneous income

31 March 2024	31 March 2023
21.14	-
18.32	-
9.34	-
-	0.71
48.80	0.71

*Deferred government grant of INR 659.47 (31 March 2023: Nil) lakhs recognised on a systematic basis over the useful life of the plant and machinery of BioCNG plant. The corresponding depreciation is appearing in Note 5.

25 Cost of material consumed

Inventory at the beginning of the year
Add: Purchases
Less: Inventory at the end of the year (Refer note 9)

31 March 2024	31 March 2023
181.54	174.01
499.98	282.43
324.13	181.54
357.39	274.90

26 Changes in inventories of finished goods

Inventories at the beginning of the year
- Finished goods (Refer note 9)

Less: Inventories at the end of the year
- Finished goods (Refer note 9)

Net decrease/ (increase)

31 March 2024	31 March 2023
-	-
-	-
72.91	-
72.91	-
(72.91)	-

27 Employee benefits expense

Salaries, wages, bonus and other allowances
Contribution to Provident Fund and ESI
Gratuity expenses (Refer note 33)
Leave encashment
Staff welfare expenses

31 March 2024	31 March 2023
136.51	107.46
7.77	6.21
2.93	1.20
1.03	1.48
0.30	0.69
148.54	117.04



Leafiniti Bioenergy Private Limited

Notes to the financial statements for the year ended 31 March 2024

(Amount in Indian Rupees Lakhs, unless otherwise stated)

	31 March 2024	31 March 2023
28 Finance costs		
Interest on borrowing	400.88	341.97
Bank charges	5.60	2.14
Others	0.66	9.11
	407.14	353.22
29 Depreciation and amortization expense		
Depreciation on property, plant and equipment (Refer note 6)	187.50	183.12
Amortization on intangible asset (Refer note 7)	0.05	0.17
	187.55	183.29
30 Other expenses		
Labour Charges	14.23	5.95
Consumption of stores & spares and consumables	8.34	26.66
Power and fuel	195.95	238.64
Selling and distribution expenses	114.63	100.74
Repairs and maintenance - Plant and Machinery	92.96	4.09
Repairs and maintenance - others	11.76	19.00
Legal and professional charges*	20.74	22.40
Rent Expense	15.61	29.45
Rates and taxes	3.45	3.85
Insurance expenses	4.71	4.99
Security charges	15.89	3.45
Travel and conveyance	8.08	13.17
Miscellaneous expenses	11.05	3.27
	517.40	475.66

*Note : Following is the break-up of Auditors remuneration (exclusive of GST)

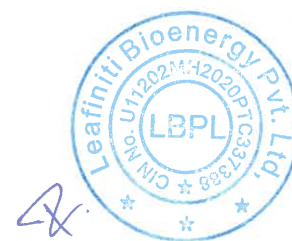
As auditor:

Statutory audit

In other capacity:

Tax audit

	31 March 2024	31 March 2023
Statutory audit	5.00	1.25
Tax audit	1.50	0.25
	6.50	1.50



Leafiniti Bioenergy Private Limited

Notes to the financial statements for the year ended 31 March 2024

(Amount in Indian Rupees Lakhs, unless otherwise stated)

31 Income Tax and Deferred Tax**(A) Deferred Tax Liabilities (Net)****Deferred tax assets**

On provision for employee benefits
On carry forward losses and unabsorbed depreciation
On deferral of income from government grant

Total Deferred tax asset

31 March 2024	31 March 2023	1 April 2022
1.38	0.46	-
228.62	-	-
110.02	-	-
340.02	0.46	-

Deferred tax liabilities

On property, plant & equipment and intangible assets: Impact of difference between tax depreciation and depreciation/amortisation for financial reporting

Total Deferred tax liabilities**Deferred tax asset/(liability), net**

264.37	177.30	202.35
264.37	177.30	202.35
75.65	(176.84)	(202.35)

(B) Reconciliation of deferred tax assets/ (liabilities) (net):

Opening balance as of 1 April
Tax liability recognized in Statement of Profit and Loss
Tax liability recognized in OCI
On re-measurements gain/(losses) of post-employment benefit obligations
Closing balance as at 31 March, 2024

31 March 2024	31 March 2023	1 April 2022
(176.84)	(202.35)	-
252.26	25.51	(202.35)
0.24	-	-
75.66	(176.84)	(202.35)

(C) Income tax expense**i. Income tax expense in the statement of profit and loss comprises :**

- Current tax taxes
- Deferred tax charge / (income)

Income tax expense in the statement of profit and loss**ii. Other Comprehensive income**

- Re-measurement (loss)/ gain on defined benefit plans
Income tax related to items recognised in OCI during the year

31 March 2024	31 March 2023
-	-
(252.26)	(25.51)
(252.26)	(25.51)
(0.24)	-
(0.24)	-

(D) Reconciliation of tax charge

Accounting loss before tax
Applicable tax rate
Income tax expense at tax rates applicable
Tax effects of:
- Other disallowed expenses
- Deferred tax pertaining to unabsorbed depreciation
- Deferred tax pertaining current year losses and unabsorbed depreciation not recognised
- Deferred tax impact due to change in tax rate
- Others

Income tax charged to statement of profit and loss

31 March 2024	31 March 2023
(535.42)	(474.78)
17.16%	25.17%
91.88	119.49
(0.98)	-
101.26	-
-	(37.79)
56.27	-
3.83	(56.19)
(195.99)	25.51

The tax rate used for 31 March 2024 is 17.16% (31 March 2023: 25.17%)

32 Earnings per share

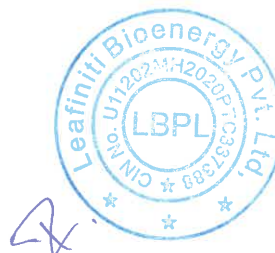
Basic earnings per share amounts are calculated by dividing the profit for the period attributable to equity holders by the weighted average number of equity shares outstanding during the year.

The following reflects the income and share data used in the basic and diluted EPS computations:

Loss for the year**Loss attributable to equity holders**

Weighted average number of equity shares for basic and diluted EPS of Face Value INR 10/- each
Basic and diluted earnings per share (INR)

31 March 2024	31 March 2023
(283.16)	(449.27)
(283.16)	(449.27)
1,40,96,000	1,35,84,827
(2.01)	(3.31)



Leafiniti Bioenergy Private Limited

Notes to the financial statements for the year ended 31 March 2024

(Amount in Indian Rupees Lakhs, unless otherwise stated)

33 Employee benefits**(A) Defined Contribution Plans**

During the year, the Company has recognized the following amounts in the Statement of Profit and Loss

Employers' Contribution to Provident Fund and Employee State Insurance (Refer note 27)

	31 March 2024	31 March 2023
	7.77	6.21

(B) Defined benefit plans**Gratuity Plan**

The employees' Gratuity Fund Scheme, which is a defined benefit plan, is unfunded. The gratuity plan is governed by the Payment of Gratuity Act, 1972. Under the gratuity plan, every employee who has completed at least five years of service gets a gratuity on departure at 15 days of last drawn basic salary for each completed year of service. The present value of obligation is determined based on actuarial valuation using the Projected Unit Credit Method, which recognises each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation.

i) Actuarial assumptions

	31 March 2024	31 March 2023
Discount rate (per annum)	7.15%	7.40%
Rate of increase in Salary	7.50%	7.50%
Expected average remaining working lives of employees (years)	29.55	22.29
Attrition rate	7.50%	7.50%

ii) Changes in the present value of defined benefit obligation

	31 March 2024	31 March 2023
Present value of obligation at the beginning of the year	1.20	-
Current service cost	2.84	0.99
Net Interest Cost / (Income) on the Net Defined Benefit Liability / (Asset)	0.09	-
Actuarial (gain)/ loss on obligations	1.39	-
Past Service cost	-	0.21
Present value of obligation at the end of the year*	5.52	1.20

*Included in provision for employee benefits (Refer note 17)

iii) Expense recognized in the Statement of Profit and Loss

	31 March 2024	31 March 2023
Current service cost	2.84	0.99
Net Interest Cost / (Income) on the Net Defined Benefit Liability / (Asset)	0.09	-
Past Service cost	-	0.21
Total expenses recognized in the Statement of Profit and Loss	2.93	1.20

iv) Expense recognized in the Other Comprehensive Income for current year

	31 March 2024	31 March 2023
Actuarial (gain)/loss on obligation for the year	1.39	-
Net (Income)/Expense for the year recognized in OCI	1.39	-

v) Assets and liabilities recognized in the Balance Sheet:

	31 March 2024	31 March 2023
Present value of unfunded obligation as at the end of the year	5.52	1.20
Unrecognized actuarial (gains)/losses	-	-
Unfunded net asset / (liability) recognized in Balance Sheet*	(5.52)	(1.20)

*Included in provision for employee benefits (Refer note 17)



Leafiniti Bioenergy Private Limited**Notes to the financial statements for the year ended 31 March 2024**

(Amount in Indian Rupees Lakhs, unless otherwise stated)

- vi) A quantitative sensitivity analysis for significant assumption is as shown below:

Impact on defined benefit obligation		31 March 2024	31 March 2023
Discount rate			
1% increase		(11.10%)	(11.40%)
1% decrease		13.30 %	13.60 %
Rate of increase in salary			
1% increase		13.10 %	13.40 %
1% decrease		(11.10%)	(11.50%)
Mortality rate			
10% increase		0.00%	0.10%
10% decrease		0.00%	(0.10%)
vii) Maturity profile of defined benefit obligation		31 March 2024	31 March 2023
Expected future cash flows			
1 Year		0.04	0.00
2-5 years		1.70	0.25
6-10 years		2.32	0.59
More than 10 years		12.71	2.83

34 Related Party Disclosures:

- (A) Names of related parties and description of relationship as identified and certified by the Company:

(i) Holding company

TruAlt Bioenergy Limited

(ii) Affiliates - Companies in which Key Management Personnel (KMP) have significant influence:

Shri Sai Priya Sugars Limited*

Nirani Sugars Limited*

MRN Chamundi Canepower And Biorefineries Private Limited

Sustainable Biofuel Solutions Bioenergy Private Limited

SS Biswal Ventures Private Limited

*Pursuant to scheme of amalgamation approved on January 10, 2024, these companies have merged into MRN Chamundi Canepower and Biorefineries Private Limited. Subsequently, MRN Chamundi Canepower and Biorefineries Private Limited was converted to a public company, MRN Chamundi Canepower and Biorefineries Limited. On July 15, 2024, the name of MRN Chamundi Canepower and Biorefineries Limited was changed to Nirani Sugars Limited.

(iii) KMP

Vijaykumar Murugesh Nirani, Director and Chairman

Vishal Nirani, Managing Director with effect from April 1, 2024

Subhransu Sekhar Biswal, Director

Hiren Valjibhai Gediya , Company Secretary effective upto January 31, 2024

Rohit Jhanwar, Chief Financial Officer with effect from April 1, 2024

Suhita Mukhopadhyay, Company Secretary with effect from April 1, 2024



Leafiniti Bioenergy Private Limited

Notes to the financial statements for the year ended 31 March 2024

(Amount in Indian Rupees Lakhs, unless otherwise stated)

(B) Details of transactions with related party in the ordinary course of business for the year ended:

	31 March 2024	31 March 2023
Purchase of Goods		
- Nirani Sugar Limited	167.31	13.20
- Shri Sai Priya Sugars Limited	219.11	364.98
- MRN Chamundi Canpower And Biorefineries Pvt Ltd	89.59	-
Total	476.01	378.18
Legal and Professional fees		
-SS Biswal Ventures Private Limited	-	2.25
Total	-	2.25
Issue of shares		
-SS Biswal Ventures Private Limited	-	18.56
Total	-	18.56
Loans and advances received from related parties		
- Vijaykumar Murugesh Nirani	-	84.50
- Subhransu Sekhar Biswal	20.35	-
- TruAlt Bioenergy Limited	107.24	-
Total	127.59	84.50
Interest paid on loans and advances received from related parties		
- Vijaykumar Murugesh Nirani	8.36	-
- Subhransu Sekhar Biswal	0.59	-
- TruAlt Bioenergy Limited	2.41	-
Total	11.36	-
Loans and advances given to related parties		
- SS Biswal Ventures Private Limited	187.82	108.89
- Subhransu Sekhar Biswal	10.00	-
Total	197.82	108.89

(C) Amount (due to)/from related party as on:

	31 March 2024	31 March 2023	1 April 2022
Trade payables to related party (Refer note 20)			
- Nirani Sugars Limited	213.67	56.06	72.20
- Shri Sai Priya Sugars Limited	1,110.01	767.64	-
-MRN Chamundi Canpower And Biorefineries Private Limited	91.38	-	-
Total	1,415.06	823.70	72.20
Receivable from related parties (Refer note 10)			
-TruAlt Bioenergy Limited	0.18	-	-
Total	0.18	-	-
Loans from related parties			
- Vijaykumar Murugesh Nirani	-	84.50	-
Total	-	84.50	-
Loans and advances given to related parties			
- SS Biswal Ventures Private Limited	-	108.89	-
Total	-	108.89	-
Other Financial Liabilities			
Sustainable Biofuel Solutions Bioenergy Private Limited	-	10.00	10.00
Total	-	10.00	10.00



Leafiniti Bioenergy Private Limited**Notes to the financial statements for the year ended 31 March 2024**

(Amount in Indian Rupees Lakhs, unless otherwise stated)

(D) Terms and conditions of transactions with related parties

The transactions with related parties are made on terms equivalent to those that prevail in arm's length transactions. Outstanding balances at the end of reporting period are unsecured and interest free and settlement occurs in cash. For the year ended 31 March 2024, the Company has not recorded any impairment of receivables relating to amounts owed by related parties. This assessment is undertaken each financial year through examining the financial position of the related party and the market in which the related party operates.

35 Segment reporting

The Company's operations predominantly relate to The Company is into the business of production and selling of compressed biogas and allied products. The Chief Operating Decision Maker (CODM) reviews and confirms the operations of the Company as one operating segment. Hence, management is of the view that the segment reporting is not applicable.

36 Fair values of financial assets and financial liabilities

The Company subsequently measured financial assets and liabilities at amortised cost and therefore, there are no financial instruments which are subsequently measured at fair value. The financial liabilities primarily relates to floating rate borrowings. The management has assessed that fair value of financial assets and Financial liabilities are not significantly different from amortised cost.

Fair value hierarchy

The following is the hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:

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

No financial assets/liabilities have been valued using level 1 fair value measurements.

The following table presents fair value hierarchy of assets and liabilities measured at fair value on a recurring basis:

(a) Fair value measurement hierarchy for liabilities:

No Financial instrument subsequently has been measured at FV.

There have been no transfers between Level 1 and Level 2 during the year

(b) Financial assets measured at amortized cost

	31 March 2024	31 March 2023	1 April 2022
Trade receivables	128.55	34.44	17.95
Cash and cash equivalents	596.95	2.16	4.09
Other financial assets	37.58	3.30	3.30

(c) Financial liabilities measured at amortized cost

Borrowings (non-current) (Refer note 16)	2,523.50	2,756.25	2,866.50
Current maturity of long-term borrowings (Refer note 16)	220.50	147.00	73.50
Other short term borrowings (Refer note 19)	-	175.56	55.64
Trade payables (Refer note 20)	1,597.51	958.29	558.98
Other financial liabilities (Refer note 21)	821.25	950.84	898.57

37 Financial risk management objectives and policies

The Company is exposed to various financial risks. These risks are categorized into market risk, credit risk and liquidity risk. The Company's risk management is coordinated by the Board of Directors and focuses on securing long term and short term cash flows. The Company does not engage in trading of financial assets for speculative purposes.



Leafiniti Bioenergy Private Limited

Notes to the financial statements for the year ended 31 March 2024

(Amount in Indian Rupees Lakhs, unless otherwise stated)

(A) Market risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: interest rate risk, currency risk and other price risk. Financial instruments affected by market risk include borrowings and derivative financial instruments.

(i) Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company exposure to the risk of changes in market interest rates relates primarily to the Company's long-term debt obligations with floating interest rates. The Company manages its interest rate risk by having a variable rate loans and borrowings.

Interest rate sensitivity

The following table demonstrates the sensitivity to a reasonably possible change in interest rates on that portion of loans and borrowings. With all other variables held constant, the Company's profit before tax is affected through the impact on floating rate borrowings, as follows:

	Increase/ decrease in basis points	Effect on profit before tax (INR)
31 March 2024		
INR	+40	(11.32)
INR	-40	11.32
31 March 2023		
INR	+40	(4.85)
INR	-40	4.85

(ii) Foreign currency risk

There are no foreign currency risk since the company has no foreign currency transaction in current and previous years

(B) Credit risk

Credit risk is the risk that counterparty will not meet its obligations under a financial instrument or customer contract, thereby leading to a financial loss. The Company conduct thorough credit assessments before granting credit terms and limits to customers, who are then monitored closely for adherence. The Company's CBG sales are primarily made to Oil and Gas Companies thereby the credit default risk is significantly mitigated. Further, the Company keeps a close watch on the realisation of the outstanding amounts which are collected within 12 months and has not experienced any significant default.

Financial instruments that are subject to concentrations of credit risk principally consist of trade receivables, loans, cash and cash equivalents, bank deposits and other financial assets. None of the financial instruments of the Company result in material concentration of credit risk, except for trade receivables.

Trade receivables

Customer credit risk is managed by the Company's established policy, procedures and control relating to customer credit risk management. Trade receivables are non-interest bearing and are generally on credit terms of 7 days. The Company follows 'simplified approach' for recognition of loss allowance on Trade receivables. An impairment analysis is performed at each reporting date on an individual basis for major customers. The calculation is based on historical data of expected credit loss, actual credit loss and party-wise review of credit risk. The Company does not hold collateral as security. Given that the trade receivables are from public sector Oil and Gas Companies, no credit risk is observed and the payments are usually settled within one year and therefore the loss from time value of money is also not significant. Accordingly, no loss allowance is computed for the year ending March 31, 2024.

The ageing analysis of trade receivables (net of loss allowance) as of the reporting date is as follows:

	As at 31st March 2024	As at 31st March 2023	As at 1st April 2022
Up to 6 months	127.74	34.44	17.95
More than 6 months	0.81	-	-



Leafiniti Bioenergy Private Limited**Notes to the financial statements for the year ended 31 March 2024**

(Amount in Indian Rupees Lakhs, unless otherwise stated)

(C) Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they become due. The Company manages its liquidity risk by ensuring, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due. The Company has access to a sufficient variety of sources of funding and debt maturing within 12 months can be rolled over with existing lenders.

The table below summarises the maturity profile of the Company's financial liabilities based on contractual undiscounted cash flows:

31 March 2024	Less than 12 months	1 to 5 years	More than 5 years	Total
Borrowings	220.50	1,617.00	906.50	2,744.00
Trade payables	1,597.51	-	-	1,597.51
Other financial liabilities	821.25	-	-	821.25
	2,639.26	1,617.00	906.50	5,162.76
31 March 2023				
Borrowings	322.56	1,323.00	1,257.69	2,903.25
Trade payables	958.29	-	-	958.29
Other financial liabilities	950.84	-	-	950.84
	2,231.69	1,323.00	1,257.69	4,812.38
1 April 2022				
Borrowings	129.14	73.50	2,737.36	2,940.00
Trade payables	558.98	-	-	558.98
Other financial liabilities	898.57	-	-	898.57
	1,586.69	73.50	2,737.36	4,397.55

38 Title deeds of Immovable Properties not held in name of the Company

The Company does not have any immovable property, whose title deeds are not held in name of the Company.

39 Details of Benami Property held

The Company does not have any Benami property, where any proceeding has been initiated or pending against the company for holding any Benami property.

40 Relationship with Struck off Companies under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956

The Company does not have any transactions with companies struck off under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956,

41 Registration of charges or satisfaction with Registrar of Companies

The Company does not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.

42 Utilisation of Borrowed funds and share premium:

(i) The Company has not advanced or loaned or invested funds to any other person(s) or entity(ies), :

- (a) 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
(b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries

(ii) The Company has not received any fund from any person(s) or entity(is), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:

- (a) 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
(b) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

43 Compliance with approved scheme(s) of arrangements

The Company has not entered into any scheme of arrangement which has an accounting impact on current or previous year.

44 Compliance with number of layers of companies

The Company has complied with the number of layers prescribed under the Companies Act, 2013.

45 Crypto Currency

The Company has not traded or invested in crypto currency or virtual currency during the year.

46 Wilful Defaulter

The Company is not declared as wilful defaulter by any Bank or Financial Institution or Other lenders.

47 Undisclosed income

The Company does not have any undisclosed income which is not recorded in the books of account that has been surrendered or disclosed as income during the year ended March 31, 2024 and year ended March 31, 2023 in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961).



Leafiniti Bioenergy Private Limited
Notes to the financial statements for the year ended 31 March 2024
(Amount in Indian Rupees Lakhs, unless otherwise stated)

48 Effect of Ind AS Adoption on the balance sheet
Particulars

	As at 31 March 2023			As at 1 April 2022		
	IGAAP	Adjustment	Ind AS	IGAAP	Adjustment	Ind AS
ASSETS						
Non-current assets						
Property, Plant and Equipment	4,686.87	-	4,686.87	4,713.86	-	4,713.86
Intangible assets	0.05	-	0.05	0.22	-	0.22
Deferred tax asset (net)	-	-	-	-	-	-
Other non-current assets	108.89	-	108.89	-	-	-
Total non-current assets	4,795.81	-	4,795.81	4,714.08	-	4,714.08
Current assets						
Inventories	181.54	-	181.54	174.01	-	174.01
Financial assets	-	-	-	-	-	-
Trade receivables	34.44	-	34.44	17.95	-	17.95
Cash and cash equivalents	2.16	-	2.16	4.09	-	4.09
Bank balance other than Cash and Cash Equivalents	5.00	-	5.00	5.35	-	5.35
Other financial assets	3.30	-	3.30	3.30	-	3.30
Income Tax Asset (Net)	-	-	-	-	-	-
Other current assets	787.76	-	787.76	650.54	-	650.54
Total current assets	1,014.20	-	1,014.20	855.24	-	855.24
Total assets	5,810.01	-	5,810.01	5,569.32	-	5,569.32
EQUITY AND LIABILITIES						
Equity						
Equity share capital	1,409.60	-	1,409.60	-	-	-
Other equity	(809.74)	(2.22)	(811.96)	(362.69)	-	(362.69)
Total equity	599.86	(2.22)	597.64	(362.69)	-	(362.69)
Liabilities						
Non-current liabilities						
Financial liabilities						
Borrowings	2,756.25	-	2,756.25	2,866.50	-	2,866.50
Provisions	-	2.43	2.43	-	-	-
Deferred tax liability (net)	177.30	(0.46)	176.84	202.35	-	202.35
Total non-current liabilities	2,933.55	1.97	2,935.52	3,068.85	-	3,068.85
Current liabilities						
Financial liabilities						
Borrowings	322.56	-	322.56	129.14	-	129.14
Trade payables	-	-	-	-	-	-
i) total outstanding dues of micro enterprises and small enterprises	6.87	-	6.87	25.76	-	25.76
ii) total outstanding dues of creditors other than micro enterprise and small enterprise	951.42	-	951.42	533.22	-	533.22
Other financial liabilities	950.84	-	950.84	898.57	-	898.57
Other current liabilities	44.91	-	44.91	52.46	-	52.46
Provisions	-	0.25	0.25	-	-	-
Total current liabilities	2,276.60	0.25	2,276.85	1,639.15	-	1,639.15
Total liabilities	5,210.15	2.22	5,212.37	4,708.00	-	4,708.00
Total equity and liabilities	5,810.01	-	5,810.01	4,345.31	-	4,345.31

49 Reconciliation of total equity between previous GAAP and Ind AS

Equity as reported under previous GAAP
Impact of gratuity recognised as per Ind AS
Impact of leave encashment recognised as per Ind AS
Deferred tax on gratuity and leave encashment
Equity as per Ind AS

31 March 2023	1 April 2022
(809.74)	(362.69)
(1.20)	-
(1.23)	-
0.46	-
(811.71)	(362.69)



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Leafniti Bioenergy Private Limited
Notes to the financial statements for the year ended 31 March 2024
(Amount in Indian Rupees Lakhs, unless otherwise stated)

50 Ratios

S No.	Ratio	Formula	Particulars		31 March 2024		31 March 2023		Ratio as on	Ratio as on	Variation (in %)	Reason for variance (if change in ratio by more than 25% as compared to ratio of previous year)
(a)	Current Ratio	Current Assets / Current Liabilities	Numerator Current Assets= Inventories + Current Investment + Trade Receivable + Cash & Cash Equivalents + Other Current Assets + Assets held for Sale	Denominator Current Liability= Short term borrowings + Trade Payables + Other financial liability+ Current tax (Liabilities) + Provisions + Other Current Liability	Numerator 1,588.27	Denominator 2,717.50	Numerator 1,014.20	Denominator 2,276.85	0.58	0.45	29%	The current liabilities has increased mainly on account of increase in trade payables.
(b)	Debt-Equity Ratio	Debt / Equity	Debt= long term borrowing and current maturities of long-term borrowings and redeemable preference shares treated as financial liability	Equity= Equity + Reserve and Surplus	2,744.00	313.33	2,903.25	597.64	8.76	4.86	80%	Due to the losses incurred during the year 2023-24 the Equity has been decreased.
(c)	Debt Service Coverage Ratio	Net Operating Income / Debt Service	Net Operating Income= Net profit after taxes + Non-cash operating expense + finance cost	Debt Service = Interest & Lease Payments + Principal Repayments	311.53	560.13	87.24	378.72	0.56	0.23	143%	Repayment of Term loan has been started in October 2022, due to which there is lower repayment of Principal
(d)	Return on Equity Ratio	Profit after tax less pref. Dividend x 100 / Average Shareholder's	Net Income= Net Profits after taxes – Preference Dividend	Average Shareholder's Equity	(283.16)	455.49	(449.27)	729.50	(0.62)	(0.62)	0%	NA
(e)	Inventory Turnover Ratio	Cost of Goods Sold / Average Inventory	Cost of Goods Sold	(Opening Inventory + Closing Inventory)/2	284.48	289.29	274.90	177.78	0.98	1.55	(37%)	The decrease is mainly due to increase in inventory as on 31 March 2024
(f)	Trade Receivables Turnover Ratio	Net Credit Sales / Average Trade Receivables	Net Credit sales	(Opening Trade Receivables + Closing Trade Receivable)/2	960.89	81.50	928.62	26.20	11.79	35.45	(67%)	The decrease is mainly due to increase in Trade receivables as on 31 March 2024
(g)	Trade Payables Turnover Ratio	Net Credit Purchases / Average Trade Payables	Net Credit Purchases	(Opening Trade Payables + Closing Trade Payables)/2	499.98	1,277.90	282.43	758.64	0.39	0.37	5%	NA
(h)	Net Capital Turnover Ratio	Net Sales / Working Capital	Net Sales	Working Capital=Current assets – Current liabilities	960.89	(1,129.23)	928.62	(1,262.65)	(0.85)	(0.73)	17%	NA
(i)	Net Profit Ratio	Net Profit / Net Sales	Net Profit	Net Sales	(283.16)	960.89	(449.27)	928.62	(0.29)	(0.48)	(39%)	The impact on current year versus previous year PAT is mainly attributable to the Deferred Tax credit on unabsorbed depreciation.
(j)	Return on Average Capital Employed	EBIT / Average Capital Employed	EBIT= Earnings before interest and taxes	Average Capital Employed= (Total Equity + Non-current borrowings + Current maturities of Non current borrowings+ Current borrowings + Deferred tax liabilities)/2	(128.28)	3,455.31	(121.56)	3,956.32	(0.04)	(0.03)	33%	The marginal variation is on account of change in decrease in Equity & borrowings.
(k)	Return on Investment	Net Profit / Net Investment	Net Profit	Net Investments= Net Equity	(283.16)	313.33	(449.27)	597.64	(0.90)	(0.75)	20%	NA
(l)	Fixed assets coverage ratio	Net fixed assets/ Total long term debts	Net fixed assets	Total long term debts	4,511.75	2,744.00	4,686.87	2,903.25	1.64	1.61	2%	NA



Leafiniti Bioenergy Private Limited**Notes to the financial statements for the year ended 31 March 2024**

(Amount in Indian Rupees Lakhs, unless otherwise stated)

51 Capital management

For the purpose of the Company's capital management, capital includes issued equity capital, share premium and all other equity reserves attributable to the equity holders. The primary objective of the Company's capital management is to maximize the shareholder value and to ensure the Company's ability to continue as a going concern.

The Company has not distributed any dividend to its shareholders. The Company monitors gearing ratio i.e. total debt in proportion to its overall financing structure, i.e. equity and debt. Total debt comprises of non-current borrowing which represents term loan from Canara Bank. The Company manages the capital structure and makes adjustments to it in the light of changes in economic conditions and the risk characteristics of the underlying assets.

		31 March 2024	31 March 2023	1 April 2022
Equity		1,409.60	1,409.60	1,224.04
Total equity	(i)	1,409.60	1,409.60	1,224.04
Borrowings		2,744.00	2,903.25	2,940.00
Less: Cash and cash equivalents		(596.95)	(2.16)	(4.09)
Total debt	(ii)	2,147.05	2,901.09	2,935.91
Total financing	(iii) = (i) + (ii)	3,556.65	4,310.69	4,159.95
Gearing ratio	(ii) / (iii)	0.60	0.67	0.71

No changes were made in the objectives, policies or processes for managing capital during the year ended March 31, 2024 as compared to year ended March 31, 2023.

52 Assets Pledged as Security

The carrying amounts of assets pledged as security for current and non-current borrowings are:

	Notes	31 March 2024	31 March 2023	1 April 2022
Current assets				
Inventories	9	397.04	181.54	174.01
Trade receivables	10	128.55	34.44	17.95
Cash and cash equivalents	11 (a)	596.95	2.16	4.09
Total Current assets pledged as security		1,122.54	218.14	196.05
Non-Current assets				
Freehold land	6	476.17	476.09	476.17
Building	6	458.57	485.66	480.62
Plant and machinery	6	3,554.66	3,702.18	3,718.27
Total Non-Current assets pledged as security		4,489.40	4,663.93	4,675.06
Total Assets pledged as security		5,611.94	4,882.07	4,871.11

Sanctioned limit with canara bank has been secured by hypothecation of first charge on stock-in-trade, present and future, consisting of raw materials, goods in process of manufacturing finished goods, and other merchandise whatsoever being movable properties and all the debts, that is, all the book debts, outstanding's, monies receivables, claims, bills, invoice documents, contracts, guarantees, and rights which are now due and owing or which may at any time hereafter during the continuance of this security becomes due and owing to the Company. The loan is also supported by first charge by way of an equitable mortgage of industrial land (by deposit of title deeds) and subservient charge on entire movable fixed assets and current assets (present and future) of the borrower.

The quarterly return/ statement of current assets filed by the Company with bank and financial institutions in relation to secured borrowings wherever applicable are in agreement with books of accounts.



Leafiniti Bioenergy Private Limited**Notes to the financial statements for the year ended 31 March 2024**

(Amount in Indian Rupees Lakhs, unless otherwise stated)

53 The Code on Social Security 2020

The Code on Social Security 2020 ('the Code') relating to employee benefits, during the employment and post-employment, has received Presidential assent on September 28, 2020. The Code has been published in the Gazette of India. Further, the Ministry of Labour and Employment has released draft rules for the Code on November 13, 2020. However, the effective date from which the changes are applicable is yet to be notified and rules for quantifying the financial impact are also not yet issued.

The Company will assess the impact of the Code and will give appropriate impact in the financial statements in the period in which, the Code becomes effective and the related rules to determine the financial impact are published.

54 Commitments

Particulars	31 March 2024	31 March 2023	1 April 2022
Estimated Amount of contracts remaining to be executed on capital account and not provided for (Net of Advances)	-	-	-

55 Contingent liabilities and contingent assets

The Company does not have any contingent liabilities and contingent assets as at the end of March 31, 2024, March 31, 2023 and April 1, 2022.

56 Figures for previous year have been regrouped / reclassified wherever considered necessary and are not material to these financial statements.

As per our report of even date

For N. M. Raiji & Co.,**Chartered Accountants**

Firm Registration No. : 108296W


Santosh Burande

Partner

Membership No. : 214451

Place: Bengaluru

Date: July 22, 2024



For and on behalf of the Board of Directors of

Leafiniti Bioenergy Private Limited

CIN: U11202MH2020PTC337388



Vijaykumar Murugesh Nirani
Director
DIN: 07413777



Vishal Nirani
Managing Director
DIN: 08434032



Rohit Jhanwar
Chief Financial Officer

Place: Bengaluru
Date: July 22, 2024


Suhita Mukhopadhyay
Company Secretary
Membership No: 17150