

Kerala State Electricity Board Limited
Unaudited Standalone Balance Sheet as at Quarter ended 30 June 2021

₹ in Crores

Particulars	As at 30 June 2021 (Un audited)	As at 30 June 2020 (Un audited)	As at 31 March 2021 (Audited)
Assets			
Non current assets			
Property, Plant and Equipment	23,990.45	22,425.03	24,090.83
Capital work-in-progress	4,513.40	4,219.25	4,131.67
Other Intangible Assets	31.33	25.72	32.37
Intangible assets under development	31.06	-	31.06
Financial Assets			
Investments	20.49	20.49	20.49
Trade receivables	407.77	1,071.11	407.77
Loans	27.08	89.50	26.76
Others	1,926.89	2,697.94	2,139.11
Non current tax assets (net)	24.73	20.17	24.25
Other non-current assets	396.38	205.98	330.88
Total non current assets	31,369.58	30,775.19	31,235.19
Current assets			
Inventories	663.26	715.12	684.96
Financial Assets			
Trade receivables	2,702.54	1,963.14	2,118.93
Cash and cash equivalents	44.79	28.67	250.39
Bank balances Other than Cash Equivalents	180.98	144.24	180.98
Other financial assets	3.82	30.91	3.82
Other current assets	1,038.14	1,135.86	1,203.62
Total current assets	4,633.53	4,017.94	4,442.70
Total Assets	36,003.11	34,793.13	35,677.89
Equities and Liabilities			
Equity			
Equity Share capital	3,499.05	3,499.05	3,499.05
Other Equity	(14,809.00)	(12,397.04)	(14,588.58)
Total Equity	(11,309.95)	(8,897.99)	(11,089.53)
Liabilities			
Non-current liabilities			
Financial Liabilities			
Borrowings	15,550.57	14,926.37	16,445.82
Other Financial Liabilities	4,423.38	4,076.41	4,433.19
Provisions	12,221.94	9,951.24	12,294.98
Other non-current liabilities	3,570.31	2,869.47	3,577.13
Total Non-Current Liabilities	35,766.20	31,823.49	36,751.12
Current liabilities			
Financial Liabilities			
Borrowings	3,045.59	3,866.05	1,656.92
Trade payables			
Total outstanding dues of micro enterprises and small enterprises			1.76
Total outstanding dues of trade payables other than micro enterprises and small enterprises	2,135.67	1,930.13	2,100.32
Other financial liabilities	3,541.05	3,243.11	3,432.75
Provisions	2,824.55	2,828.34	2,824.55
Total current liabilities	11,546.86	11,867.63	10,016.30
Total liabilities	47,313.06	43,691.12	46,767.42
Total equity and liabilities	36,003.11	34,793.13	35,677.89

For and on behalf of the Board

Siji Jose
Director(Finance)
DIN:09204346
30.10.2021

Biju R FCA
Chief Financial officer



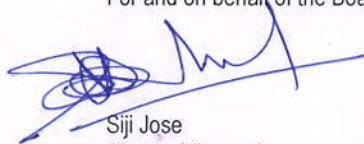
Kerala State Electricity Board Limited

Unaudited Standalone Statement of Profit and Loss for the Quarter ended 30 June 2021

₹ in Crores

Particulars	Quarter ended 30 June 2021 (Unaudited)	Quarter ended 30 June 2020 (Unaudited)	Year ended 31 March 2021 (Audited)
Income			
I Revenue From Operations	3,843.49	3,638.57	14,420.63
II Other Income	139.71	74.89	748.76
III Total Income	3,983.20	3,713.46	15,169.39
IV Expenses			
Purchase of Power	2,218.03	1,966.82	8,057.93
Generation of Power	0.28	1.20	4.80
Repairs & Maintenance	64.01	68.51	260.58
Employee benefits expense	989.09	1,288.01	5,153.17
Finance costs	388.59	398.10	1,726.36
Depreciation and amortization expense	275.44	253.00	1,011.98
Other Expenses			
a) Administrative and General Expenses	142.58	133.84	593.86
b) Others	0.60	62.27	164.45
Total Expenses	4,078.62	4,171.75	16,973.13
V Loss before exceptional items and tax (III- IV)	(95.42)	(458.29)	(1,803.74)
VI Exceptional Items	-	4.05	18.61
VII Loss before tax (V-VI)	(95.42)	(462.34)	(1,822.35)
VIII Tax expense:			-
X Loss for the period (VII+VIII)	(95.42)	(462.34)	(1,822.35)
Other Comprehensive Expense			
Remeasurement of the Defined Benefit Plans	(125.00)	(165.45)	(661.80)
XI Total Other Comprehensive Expense for the period	(125.00)	(165.45)	(661.80)
XII Total Comprehensive Expense for the period (X+XI)	(220.42)	(627.79)	-2,484.15
XII Earnings per equity share (for continuing operation):			
Basic & Diluted ₹	(0.27)	(1.32)	(5.21)

For and on behalf of the Board



Siji Jose
Director(Finance)
DIN:09204346

30.10.2021



Biju R FCA
Chief Financial officer



For MOHAN & MOHAN
CHARTERED ACCOUNTANTS

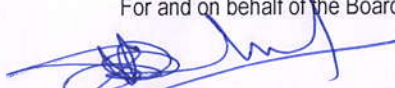


Kerala State Electricity Board Limited
Unaudited Standalone Statement of Cash Flows for the Quarter ended 30 June 2021

₹ in Crores



Particulars	Quarter ended 30 June 2021 (Unaudited)	Year ended 31 March 2021 (Audited)
Operating Activities		
Loss for the year	(95.42)	(1,822.35)
Adjustments for:		
Interest income	(68.74)	(156.09)
Finance cost	312.36	1,416.60
Depreciation of property, plant and equipment	206.79	761.93
Amortisation of intangible assets	1.09	4.36
Operating profit before working capital changes	356.08	204.45
Working capital adjustments:		
(Increase) / Decrease in Inventories	21.70	123.90
(Increase) / Decrease in trade receivables and other receivables	(206.71)	700.43
Increase / (Decrease) in trade and other payables	122.32	3,886.95
Cash generated by Operations	293.39	4,915.73
Income Taxes paid	-	-
Net cash flows from operating activities (A)	293.39	4,915.73
Investing activities		
Interest received (finance income)	68.74	169.16
Purchases of property, plant and equipment (Acquisition) / disposal of investments	(588.04)	(3,096.71)
	-	-
Net cash flows used in investing activities (B)	(519.30)	(2,927.55)
Financing activities		
Net proceeds from borrowings and repayments	451.12	298.93
Interest paid	(349.69)	(1,698.03)
Net cash flow from financing activities (C)	101.43	(1,399.09)
Net change in cash & cash equivalents (A+B+C)	(124.48)	589.08
Cash & cash equivalents at the beginning of the period	114.72	(474.36)
Cash & cash equivalents at the end of the period	(9.76)	114.72

For and on behalf of the Board


Siji Jose
Director(Finance)
DIN:09204346
30.10.2021


Biju.R FGA
Chief Financial officer



For MOHAN & MOHAN ASSOCIATES
CHARTERED ACCOUNTANTS

H. SURESH
Partner


Kerala State Electricity Board Limited

Unaudited Standalone Statement of Changes in Equity for the Quarter ended 30 June 2021

A Equity Share Capital

₹ in Crores

Particulars	As at 30 June 2021 (Unaudited)		As at 31 March 2021 (Audited)	
	No. of Shares	Amount	No. of Shares	Amount
Authorised Share Capital				
At the beginning of the period	5000000000	5,000.00	5000000000	5,000.00
Changes in Authorised Equity Share capital during the year	-	-	-	-
At the end of the period	5000000000	5,000.00	5000000000	5,000.00
Issued Share Capital				
At the beginning of the period	3499050000	3,499.05	3499050000	3,499.05
Changes in Equity Share capital during the year	-	-	-	-
At the end of the period	3499050000	3,499.05	3499050000	3,499.05

B Other Equity

Attributable to owners of Kerala State Electricity Board Limited

Particulars	Retained Earnings	Other Comprehensive income	Other Reserves	Total Other Equity
Balance at 1 April 2020	(5,605.81)	(6,498.62)		(12,104.43)
Loss for the year ended 31 March 2021	(1,822.35)	-	-	(1,822.35)
Other Comprehensive Income	-	(661.80)	-	(661.80)
Balance at 31 March 2021	(7,428.16)	(7,160.42)	-	(14,588.58)
Loss for the Quarter ended 30 June 2021	(95.42)	-	-	(95.42)
Other Comprehensive Income	-	(125.00)	-	(125.00)
Balance at 30 June 2021	(7,523.58)	(7,285.42)	-	(14,809.00)

For and on behalf of the Board


Siji Jose
Director(Finance)
DIN:09204346
30.10.2021




Biju R FCA
Chief Financial officer

For MOHAN & MOHAN ASSOCIATES
CHARTERED ACCOUNTANTS



Independent auditor's review report on review of interim standalone financial results

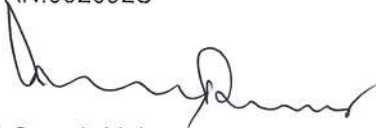
To the board of directors of Kerala State Electricity Board Limited

1. We have reviewed the accompanying statement of unaudited standalone financial results ("the Statement") of Kerala State Electricity Board Limited ("the Company") for the quarter ended June 30, 2021, being submitted by the Company pursuant to the requirements of Department of Public Enterprises Guidelines issued by the Ministry of Power for state DISCOMS dated 11 March 2021.
2. This Statement which is the responsibility of the Company's management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the statements based upon our review.
3. We conducted our review of the statement in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. A review of interim financial information consists of making inquiries, primarily of the company's personnel responsible for financing and accounting matters and applying analytical and other review procedures. A review is substantially less in scope than audit conducted in accordance with standards of auditing specified under section 143(10) of the Companies Act, 2013 and consequently, does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
4. We draw attention to note 3 forming part of the interim financial information of the standalone financial results, as regards the management's evaluation of COVID-19 impact on the operations and financial metrics of the Company and its subsidiaries. Our conclusion is not modified in respect of this matter.
5. **Basis for qualified conclusion**
We draw reference to Notes 5-12 to the interim financial information, wherein the Company has presented the financial information in deviation from Indian Accounting Standards specified under Section 133 of the Companies Act 2013 as amended which has resulted in understatement / overstatement of loss and corresponding impact on the assets / liabilities of the company which the company is unable to quantify the impact and accordingly, we are unable to quantify the impact.
6. **Qualified conclusion**
Based on our review conducted as stated above, except to the effects / possible effects of matter described in paragraph (5) above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India, has not disclosed the



information required to be disclosed in terms of Department of Public Enterprises Guidelines issued by the Ministry of Power for state DISCOMS dated 11 March 2021, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For Mohan & Mohan Associates
Chartered Accountants
FRN:002092S



R Suresh Mohan
Partner
M.No.013398
UDIN: **21013398AAAABV3518**



Thiruvananthapuram
30/10/2021

Notes forming part of financial information

1. The above standalone unaudited financial results have been prepared in accordance with Indian Accounting Standards (Ind AS) as prescribed under section 133 of Companies Act, 2013 read with relevant rules issued thereunder.
2. The above standalone unaudited financial results for the quarter ended June 30, 2021 were reviewed by the Audit Committee at the meeting held on October 30, 2021 and approved by the Board of Directors and taken on record at the meeting held on October 30, 2021.
3. Pursuant to the continuing COVID-19 pandemic, the Company has made an assessment of its liquidity position as at the date of approval of these financial results of the recoverability and carrying values of its assets including Property, Plant and Equipment (including assets under construction), Intangible assets, Trade receivables, Inventory and Investments as at the reporting date and has concluded that there are no material adjustments required in the standalone and consolidated financial results. Management believes that it has taken into account all the possible impact of known events and economic forecasts based on internal and external sources of information arising from COVID-19 pandemic while making such assessment in the preparation of the standalone and consolidated financial results. The Company will continue to closely monitor any material changes to future economic conditions.
4. The Code on Social Security, 2020 ('Code') relating to employee benefits during employment and post-employment benefits received Presidential assent in September 2020. The Code has been published in the Gazette of India. However, the date on which the Code will come into effect has not been notified and the final rules/interpretation have not yet been issued. The Company will assess the impact of the Code when it comes into effect and will record any related impact in the period the Code becomes effective.
5. The financial statements are prepared by not providing depreciation on property, plant, and equipment of value ₹10,712 crores since 2013-14 being the revaluation of assets done at the time of formation of the company. Also 'componentisation approach' for accounting of assets as mentioned in Ind AS 16 Property, Plant and Equipment is not followed by the company.
6. The borrowing costs and employee costs directly attributable to the assets booked under capital work in progress are without considering the date of completion / readiness for use of the asset and the methodology adopted by the company in computation of the borrowing cost on general borrowings on a year-to-year basis is only on the additions made to the capital work in progress in the year without considering the opening value of capital work in progress and capitalisation of asset made during the year.
7. The provision for impairment of financial assets are computed without considering the security deposit collected and without detailed assessment of expected credit loss (ECL) of trade receivables.



8. The inventories includes materials / stores meant for construction of capital assets and repairs.
9. The unreconciled balances in the transactions between the ARUs amounting to ₹ 99.25 crores as on 30 June 2021 have been reported and recognised as "Inter Unit Balance" under "Other Current Assets".
10. The reconciliation of the amount classified under "Deposits for Electrification, Service Connection etc" amounting to ₹ 654.15 crores as on 30 June 2021 with the corresponding works pending for completion, for which such deposits have been collected from the consumers is yet to be carried out.
11. Pursuant to provisions of the Kerala Electricity Second Transfer Scheme (Re-Vesting) 2013, the company issued bonds to Kerala State Electricity Board Limited Employees' Pension and Gratuity Fund Trust on April 1, 2017 for meeting the terminal liabilities. As per the terms and conditions of the bond issue, the company is liable to repay the interest and principal value of bonds on 1st April of every year, failing which an additional interest @ 24% p.a. will be payable by the company. The liability of interest on the unpaid amount is not considered as a liability in the books of the company.
12. The company has neither determined nor recognised the deferred tax liabilities or deferred tax assets, if any, as required by the Ind AS 12 "Income Taxes", thereby understating the Deferred Tax Liability/Assets as may be applicable, and the corresponding impact on tax expenses. As the company is expecting a loss at the end of the financial year no provision for current tax is provided for.
13. Previous period figures have been regrouped/ reclassified wherever considered necessary to correspond with the current period's classification /disclosure

