

TRIVENI TURBINES DMCC

Dubai – United Arab Emirates

Separate Financial Statements and

Independent Auditor's Report

For the year ended March 31, 2023

**Triveni Turbines DMCC
Dubai – United Arab Emirates**

**Separate Financial Statements and Independent Auditor's Report
For the year ended March 31, 2023**

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Company Information: Triveni Turbines DMCC**Legal Status:**

Free zone company with limited liability registered with Dubai Multi Commodities Centre Authority, Dubai, United Arab Emirates

Date of Incorporation:

December 21, 2014, license issued on December 29, 2014

Activities:

Trading in power generation, transmission and distribution equipment

Directors:

Mr. Dhruv Manmohan Sawhney
Ms. Nina Angela Sooranna Auchoybur
Mr. Johnathan Stephen Leevyn Isabel
Mr. Narayana Prasad Sunkavalli

Business Address:

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Mazaya Business Avenue BB2,
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Banks:

Bangkok Bank
Dubai Islamic Bank
Standard Chartered Bank

Directors' Report

The Board of Directors have a pleasure in presenting their 8th annual report and the audited separate financial statements for the year ended March 31, 2023.

1. Financial results

The summary of financial results of the Company's Standalone and Consolidated results are as follows:

	Standalone			Consolidated		
	2022-2023	2021-2022	Change %	2022-2023	2021-2022	Change
Revenue from operations	6,728,028	3,363,086	100.05	23,424,712	4,916,915	376.41
Other income	120,572	7,815	1,442.83	153,436	25,437	503.20
Total income	6,848,600	3,370,901	103.16	23,578,148	4,942,352	377.06
Profit for the year	2,000,816	1,011,142	97.87	3,476,559	1,333,946	160.62
Share Capital	190,736	190,736	-	190,736	190,736	-
Reserve and Surplus	5,891,564	3,890,748	51.43	8,103,000	4,261,000	90.17

The annual financial statements have been prepared in accordance with International Financial Reporting Standards. The accounting policies have been applied consistently compared to the prior period.

Full details of the financial position, results of operations and cash flows of the Company are set out in these annual financial statements.

Directors' Report (continued)

2. Business Overview:

During the year, the revenue from operations stood at USD 6,728,028/- as against previous year revenue of USD 3,363,086/- a growth of 103%. The Company has witnessed growth of revenue from all revenue streams, specially a significant growth in refurbishing and spare parts business has driven the higher turnover. Further, during the year, business of trading in turbines has also commenced which contributed to this growth. Consequent to increase in revenue, profit for the year also increased to at USD 2,000,816/- as against previous year profit of USD 1,011,142/-, a growth of 97.8%. The growth of profit is commensurate with growth in turnover.

During the year, the order intake has improved significantly due to commencement of product order booking and 43% increase in after-market business. The free year end cash has improved by 32% over previous year, thus indicating that liquidity position has also improved.

The wholly owned subsidiary of the Company, namely Triveni Turbines Africa (Pty) Ltd, South Africa has also performed well. **During the year, the subsidiary company received a large order from a power utility in Southern Africa for overhauling and maintenance of their fleet of utility turbines. The estimated order value is USD 16.79 million of which USD 14.52 million is executed during the year.**

The acquisition of 70% stake in the company TSE Engineering (PTY) Ltd in South Africa in previous year has started yielding positive result. During the year, Company has recorded turnover and profit of US\$ 2.18 million and US\$ 0.14 million respectively.

The Company has achieved a consolidated revenue of USD 23,424,712/- (P. Y: USD 4,916,915/-) a growth of 376% and the profit has increased by 160% to USD 3,476,559/- (P. Y: USD 1,333,946/-) led by significant growth in after-market business in SADC region.

3. Outlook:

Consequent to addressing new opportunities particularly in renewable and green energy sector along with focus on aftermarket business, the growth potential of the Company is well placed. The orders intake of the Company is showing increasing trend both for Turbine and After-market business.

The Company believes that with superior technology, competitive pricing, better quality, the Company can increase penetration in the market by supporting customers, whilst creating value for all stakeholders.

**Triveni Turbines DMCC
Dubai – United Arab Emirates**

Directors' Report (continued)

4. Events after the reporting period

No material changes and commitments affecting the financial position of the Company occurred between the ends of the financial year to which these separate financial statements relate on the date of this report.

5. Dividend

The Company is planning for various additional strategic investments to support the planned business growth. Hence, the director believes that it would be appropriate for the Company to preserve cash to ensure that the company is best placed to making further investments in future. Therefore, the directors propose not to declare any dividend for the financial year ended March 31, 2023.

6. Board Meetings during the year

During the year, 4 numbers of meetings of the Board of Directors were held. The board members reviewed business operations, financials, related party transactions, statutory compliances and other important matters necessary for running business operations in an effective and efficient manner.

7. Auditors

The separate financial statements have been audited by Jaxa Chartered Accountants, who retire and, being eligible, offer themselves for reappointment.

8. Acknowledgements

The Board of Directors would like to express their gratitude and appreciation to shareholder, banks, clients, business partners, regulatory and government authorities and staff whose continued support has been a source of great strength and encouragement during this difficult time.

We look forward to their continued support and encouragement going forward.

For the Board of Directors



**Dhruv Manmohan Sawhney
Director**



**Nina Angela Sooranna-Auchoybur
Director**

April 26, 2023



Independent Auditor's Report

To The Shareholder of
Triveni Turbines DMCC
Dubai – United Arab Emirates

Opinion

We have audited the separate financial statements of Triveni Turbines DMCC (the “Company”), which comprise the separate statement of financial position as at March 31, 2023, and the separate statement of comprehensive income, separate statement of changes in equity and separate statement of cash flows for the year then ended, and notes to the separate financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying separate financial statements present fairly, in all material respects, the financial position of the Company as at March 31, 2023, and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs).

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the *auditor's responsibilities for the audit of the separate financial statements* section of our report. We are independent of the Company in accordance with the ethical requirements that are relevant to our audit of the separate financial statements in the United Arab Emirates, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of management and those charged with governance for the separate financial statements

Management is responsible for the preparation and fair presentation of the separate financial statements in accordance with IFRSs, and for such internal control as management determines is necessary to enable the preparation of separate financial statements that are free from material misstatement, whether due to fraud or error.

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

Those charged with governance are responsible for overseeing the Company's financial reporting process.

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Independent Auditor's Report (continued)

Auditor's responsibilities for the audit of the separate financial statements

Our objectives are to obtain reasonable assurance about whether the separate 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 ISAs 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 separate financial statements.

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

- Identify and assess the risks of material misstatement of the separate financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- 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 separate financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the separate financial statements, including the disclosures, and whether the separate 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.

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Independent Auditor's Report (continued)

Report on other legal and regulatory requirements

1. As required by the applicable regulations, we report that:
2. we have obtained all the information we considered necessary for the purpose of our audit;
3. the separate financial statements of the Company have been prepared and comply, in all material respects, with the applicable provisions of the relevant regulations;
4. the Company has maintained proper books of account and records of the Company are in agreement with it;
5. the Company has investments in shares in subsidiary as detailed under note 5;
6. the financial information included in the *directors' report* is consistent with the Company's books of account;
7. note 17 reflects the disclosures relating to related party transactions and the terms under which they were conducted;
8. based on the information that has been made available to us nothing has come to our attention which causes us to believe that the Company has contravened during financial year ended March 31, 2023 any of the applicable provisions of the U.A.E. Federal Law No. 32 of 2021 or its Memorandum and Articles of Association and Dubai Multi Commodities Centre DMCC Company Regulations, 2020 and its amendments which would materially affect its activities or its financial position as at March 31, 2023.

Dubai

April 26, 2023

Ref: DXB/128/DJ/323233

JAXA CHARTERED ACCOUNTANTS

Reg. No. 402



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Triveni Turbines DMCC
Dubai – United Arab Emirates


Separate Statement of Financial Position as at March 31, 2023
(In US Dollars)

	Note	2023	2022
Assets			
Non-current assets			
Property and equipment	4	897	11,853
Investment in subsidiaries	5	858,158	858,158
Other financial assets	6	<u>1,126,195</u>	-
Total non-current assets		<u>1,985,250</u>	<u>870,011</u>
Current assets			
Inventory	7	243,336	-
Other financial assets	6	2,021,010	-
Trade and other receivables	8	4,062,431	302,158
Cash and cash equivalents	9	<u>5,682,182</u>	<u>4,293,568</u>
Total current assets		<u>12,008,959</u>	<u>4,595,726</u>
Total assets		<u>13,994,209</u>	<u>5,465,737</u>
Equity and Liabilities			
Equity			
Share capital	1	190,736	190,736
Retained earnings		<u>5,891,564</u>	<u>3,890,748</u>
Total equity		<u>6,082,300</u>	<u>4,081,484</u>
Non-current liabilities			
Provision for employees' end of service benefits	10	<u>267,791</u>	<u>226,286</u>
Total non-current liabilities		<u>267,791</u>	<u>226,286</u>
Current liabilities			
Trade and other payables	11	<u>7,644,118</u>	<u>1,157,967</u>
Total current liabilities		<u>7,644,118</u>	<u>1,157,967</u>
Total liabilities		<u>7,911,909</u>	<u>1,384,253</u>
Total equity and liabilities		<u>13,994,209</u>	<u>5,465,737</u>

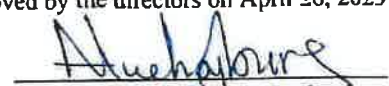
The accompanying notes 1 to 20 form an integral part of these separate financial statements.

The report of the independent auditor is set forth on pages 5 to 7.

The separate financial statements on pages 8 to 33 were approved by the directors on April 26, 2023 and signed on its behalf by:


Dhruv Manmohan Sawhney
Director




Nina Angela Sooranna-Auchoybur
Director

Triveni Turbines DMCC
Dubai – United Arab Emirates

Separate Statement of Comprehensive Income
For the year ended March 31, 2023
(In US Dollars)

	<u>Note</u>	<u>2023</u>	<u>2022</u>
Revenue from operations	12	6,728,028	3,363,086
Cost of goods sold	13	(3,226,197)	(991,440)
Other income	14	120,572	7,815
General and administrative expenses	15	(636,454)	(552,624)
Allowance for impairment loss		(33,975)	-
Depreciation	4	(10,956)	(11,041)
Finance costs	16	-	(510)
Profit before managerial remuneration		2,941,018	1,815,286
Managerial remuneration	17	(940,202)	(804,144)
Profit for the year		2,000,816	1,011,142
Other comprehensive income		-	-
Total comprehensive income for the year		2,000,816	1,011,142

The accompanying notes 1 to 20 form an integral part of these separate financial statements.
The report of the independent auditor is set forth on pages 5 to 7.



Dhruv Maumohan Sawhney
Director



Nina Angela Sooranna-Auchoybar
Director



Triveni Turbines DMCC
Dubai – United Arab Emirates

Separate Statement of Changes in Equity
For the year ended March 31, 2023
(In US Dollars)

	<u>Share capital</u>	<u>Retained earnings</u>	<u>Total</u>
Balance as at March 31, 2021	190,736	2,879,606	3,070,342
Profit for the year	<u>-</u>	<u>1,011,142</u>	<u>1,011,142</u>
Balance as at March 31, 2022	190,736	3,890,748	4,081,484
Profit for the year	<u>-</u>	<u>2,000,816</u>	<u>2,000,816</u>
Balance as at March 31, 2023	<u>190,736</u>	<u>5,891,564</u>	<u>6,082,300</u>

The accompanying notes 1 to 20 form an integral part of these separate financial statements.
The report of the independent auditor is set forth on pages 5 to 7.

Triveni Turbines DMCC
Dubai – United Arab Emirates

Separate Statement of Cash Flows
For the year ended March 31, 2023
(In US Dollars)

	<u>2023</u>	<u>2022</u>
Cash flows from operating activities		
Profit for the year	2,000,816	1,011,142
<i>Adjustments for:</i>		
Depreciation	10,956	11,041
Finance costs	-	510
Interest on fixed deposits	(57,107)	(6,065)
Interest on loan to related parties	(55,462)	
Allowance for impairment loss on trade receivables	33,975	-
Provision for employees' end of service benefits	<u>41,505</u>	<u>35,458</u>
Operating cash flows before movements in working capital	1,974,683	1,052,086
Inventory	(243,336)	-
Trade and other receivables	(3,794,248)	(56,438)
Trade and other payables	<u>6,486,151</u>	<u>803,694</u>
Net cash generated from operating activities	<u>4,423,250</u>	<u>1,799,342</u>
Cash flows from investing activities		
Acquisition of investment in subsidiaries	-	(808,150)
Other financial assets (Note: 6)	(3,147,205)	
Fixed deposits (Note: 9)	(2,470,739)	(954,726)
Interest on fixed deposits	57,107	6,065
Interest on loan to related parties	<u>55,462</u>	<u>-</u>
Net cash used in investing activities	<u>(5,505,375)</u>	<u>(1,756,811)</u>
Cash flows from financing activities		
Lease liabilities	-	(12,605)
Finance costs	<u>-</u>	<u>(510)</u>
Net cash used in financing activities	<u>-</u>	<u>(13,115)</u>
Net (decrease)/increase in cash and cash equivalents	(1,082,125)	29,416
Cash and cash equivalents at the beginning of the year (Note: 9.2)	<u>2,465,715</u>	<u>2,436,299</u>
Cash and cash equivalents at the end of the year (Note: 9.2)	<u>1,383,590</u>	<u>2,465,715</u>

The accompanying notes 1 to 20 form an integral part of these separate financial statements.

The report of the independent auditor is set forth on pages 5 to 7.

**Triveni Turbines DMCC
Dubai – United Arab Emirates**

**Notes to the Separate Financial Statements
For the year ended March 31, 2023**

1. Legal status and operations

Triveni Turbines DMCC (the “Company”), free zone company with limited liability, is registered with Dubai Multi Commodities Centre Authority, Dubai, United Arab Emirates under the license no: DMCC-096338 issued on December 29, 2014.

The registered address of the Company is Unit No. 4502-016, Mazaya Business Avenue BB2, Plot No. JLTE-PH2-BB2, Jumeirah Lakes Towers, P. O. Box: 393509, Dubai, United Arab Emirates.

Authorized, issued and fully paid up share capital of the Company is AED 700,000/- divided into 700 shares of AED 1,000/- each.

The details of the shareholder as at March 31, 2023 are as follows:

Sl. No.	Name	Nationality	Shares	Amount AED	%
1	M/s. Triveni Turbines Europe Private Limited	U.K.	700	700,000	100
	Total		700	700,000	100

Activities

The Company has a license for trading in power generation, transmission and distribution equipment.

The Company is having representative office in Thailand and the legal and other operational expenses of this representative office are included in these separate financial statements.

2. Significant accounting policies

2.1 Statement of compliance

The separate financial statements have been prepared in accordance with International Financial Reporting Standards including International Accounting Standards and Interpretations, issued or adopted by the International Accounting Standards Board (IASB) and applicable provisions of U.A.E. laws.

2.2 Basis of preparation

The separate financial statements have been prepared on the historical cost basis, except for financial instruments. Historical cost is generally based on the fair value of the consideration given in exchange for assets.

These separate financial statements are presented in US Dollar (USD), which is the functional currency of the Company.

**Triveni Turbines DMCC
Dubai – United Arab Emirates**

**Notes to the Separate Financial Statements (continued)
For the year ended March 31, 2023**

2. Significant accounting policies (continued)

2.2 Basis of preparation (continued)

Separate financial statements of the Company

The Company has the following subsidiaries:

- a. *M/s. Triveni Turbines Africa Proprietary Limited, South Africa* in which the Company holds 100% of the equity share capital.
- b. *M/s. TSE Engineering Proprietary Limited, South Africa* in which the Company holds 70% of the equity share capital.

The management decided to use the exemption from consolidation of subsidiary since consolidation will be done in the ultimate holding company and hence these financial statements are presented as separate financial statements.

2.3 Revenue recognition

The Company recognizes revenue based on the five step model as set out in IFRS 15: *Revenue from Contracts with Customers*. Revenue is measured based on the consideration specified in a contract with a customer. Revenue is recognized when the Company transfers control over a product or service to a customer.

When the Company satisfies a performance obligation by delivering the promised goods or services, it creates a contract asset based on the amount of consideration earned by the performance. Where the amount of consideration received from a customer exceeds the amount of revenue recognized, this gives rise to a contract liability.

All revenue is measured at the fair value of the consideration receivable, excluding discounts and rebates.

Interest income

Interest income is accrued on a time basis, by reference to the principal outstanding and effective interest rate applicable.

Other income

Other income is credited to income at the time of effecting the transaction.

**Triveni Turbines DMCC
Dubai – United Arab Emirates**

**Notes to the Separate Financial Statements (continued)
For the year ended March 31, 2023**

2. Significant accounting policies (continued)

2.4 Foreign currencies

Transactions denominated in foreign currencies are initially recorded at the rates of exchange prevailing on the dates of transactions. Monetary assets and liabilities denominated in foreign currencies are converted into US Dollar at the rates of exchange prevailing at the end of the reporting period and gain or loss arising thereon was charged to profit or loss. Non-monetary items carried at fair value that are denominated in foreign currencies are retranslated at the rates prevailing at the date when the fair value was determined. Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rate as at the date of the initial transaction and are not subsequently restated.

2.5 Property and equipment

Property and equipment are carried at cost, less accumulated depreciation and identified impairment loss, if any. Cost includes expenditure that is directly attributable to the acquisition of property and equipment.

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 expenses are charged to the profit or loss in the period in which they are incurred.

Depreciation is charged to the profit or loss on a straight line basis over the estimated remaining useful lives of property and equipment. The estimated useful lives are as follows:

Leasehold building	:	2-3 years
Computer and accessories	:	3 years
Office equipment	:	3 years

The gain or loss arising on the disposal or retirement of an item of property and equipment is determined as the difference between the sale proceeds and the carrying amount of the asset and is recognized in the profit or loss.

2.6 Investment in subsidiary

A subsidiary is an entity which is controlled by the Company. Control exists when the Company has the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities. In assessing control, potential voting rights presently exercisable are taken into account. Investment in subsidiary is stated at cost.

**Triveni Turbines DMCC
Dubai – United Arab Emirates**

**Notes to the Separate Financial Statements (continued)
For the year ended March 31, 2023**

2. Significant accounting policies (continued)

2.7 Impairment of non-financial assets

At the end of each reporting period, the Company reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss, if any.

The recoverable amount is the higher of fair value less costs to sell and value in use.

If the recoverable amount of an asset is estimated to be less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount. An impairment loss is recognized immediately in profit or loss, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease.

Where an impairment loss subsequently reverses, the carrying amount of the asset is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognized for the asset in prior years. A reversal of an impairment loss is recognized immediately in profit or loss, unless the relevant asset is carried at a revalued amount, in which case the reversal of the impairment loss is treated as a revaluation increase.

2.8 Leases

The Company has recognized right-of-use asset and related lease liability in connection with all operating leases except for those identified as low-value or having a lease term of less than 12 months as per IFRS 16: *Leases*.

The Company as a lessee

For any contracts entered into, the Company considers whether a contract is, or contains a lease. A lease is defined as “a contract, or part of a contract, that conveys the right to use an asset (the underlying asset) for a period of time in exchange for consideration”.

Measurement and recognition of leases as a lessee

For each lease, the Company recognizes a right-of-use asset and a lease liability on the separate statement of financial position. The right-of-use asset is measured at cost, which is made up of the initial measurement of the lease liability, any initial direct costs incurred by the Company, an estimate of any costs to dismantle and remove the asset at the end of the lease, and any lease payments made in advance of the lease commencement date (net of any incentives received).

Triveni Turbines DMCC
Dubai – United Arab Emirates

Notes to the Separate Financial Statements (continued)
For the year ended March 31, 2023

2. Significant accounting policies (continued)

2.8 Leases (continued)

Measurement and recognition of leases as a lessee (continued)

The Company depreciates the right-of-use assets on a straight-line basis from the lease commencement date to the earlier of the end of the useful life of the right-of-use asset or the end of the lease term. The Company also assesses the right-of-use asset for impairment when such indicators exist.

At the commencement date, the Company measures the lease liability at the present value of the lease payments payable, discounted using the interest rate implicit in the lease if that rate is readily available or the Company's incremental borrowing rate.

The weighted average incremental borrowing rate applied to lease liabilities recognized under IFRS 16 was 4%.

Lease payments included in the measurement of the lease liability are made up of fixed payments (including in substance fixed), variable payments based on an index or rate, amounts expected to be payable under a residual value guarantee and payments arising from options reasonably certain to be exercised.

Subsequent to initial measurement, the liability will be reduced for payments made and increased for interest. It is re-measured to reflect any reassessment or modification, or if there are changes in in-substance fixed payments. When the lease liability is re-measured, the corresponding adjustment is reflected in the right-of-use asset, or profit and loss if the right-of-use asset is already reduced to zero.

See Note 2.5 for the depreciation methods and useful lives for assets held under finance leases. The interest element of lease payments is charged to profit or loss, as finance costs over the period of the lease.

Operating leases

All other leases are treated as operating leases. Where the Company is a lessee, payments on operating lease agreements are recognized as an expense on a straight-line basis over the lease term. Associated costs, such as maintenance and insurance, are expensed as incurred.

Triveni Turbines DMCC
Dubai – United Arab Emirates

Notes to the Separate Financial Statements (continued)
For the year ended March 31, 2023

2. Significant accounting policies (continued)

2.9 Inventory

Inventory is stated at the lower of cost or net realizable value. Cost comprises direct materials and, wherever applicable, direct labour costs and those overheads that have been incurred in bringing the inventory to its present location and condition. Net realizable value represents the estimated selling price less all estimated costs to completion and costs to be incurred in marketing, selling and distribution.

2.10 Financial assets

The Company has the following financial assets: 'trade and other receivables excluding prepayments and VAT receivable', 'cash and cash equivalents' and 'other financial assets'. The classification depends on the nature of the financial asset and is determined at the time of initial recognition.

Loans and receivables

Trade receivables are carried at original invoice amount less allowance made for impairment of these receivables. An allowance for impairment of trade receivables is established where there is objective evidence that the Company will not be able to collect all amounts due according to the terms of receivables.

Other receivables are stated at their nominal value. Allowance for impairment is made against loans and receivables when their recovery is in doubt. Loans and receivables are written off only when all possible courses of action to achieve recovery have proved unsuccessful.

Due from related party

Due from related party is stated at its nominal value and is included in trade and other receivables.

Cash and cash equivalents

Cash and cash equivalents include balance with the banks in current accounts and deposits held with the banks (excluding deposits held under lien) with original maturities of three months or less.

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Notes to the Separate Financial Statements (continued)
For the year ended March 31, 2023

2. Significant accounting policies (continued)

2.10 Financial assets (continued)

Impairment of financial assets

Financial assets are assessed for indicators of impairment at the end of each reporting period. Financial assets are considered to be impaired when there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows of the investment have been affected.

Objective evidence of impairment could include:

- significant financial difficulty of the issuer counterparty;
- breach of contract, such as a default or delinquency in interest or principal payments;
- it becoming probable that the borrower will enter bankruptcy or financial re-organization;
- the disappearance of an active market for that financial asset because of causes which are financial and non-financial.

For certain categories of financial assets such as trade receivables that are assessed as not to be impaired individually are, in addition, assessed for impairment on a collective basis. Objective evidence of impairment for a portfolio of receivables could include the Company's past experience of collecting payments, an increase in the number of delayed payments in the portfolio past the average credit period, as well as observable changes in economic conditions that correlate with default on receivables.

For financial assets carried at amortized cost, the amount of the impairment loss recognized is the difference between the asset's carrying amount and the present value of estimated future cash flows discounted at the financial asset's original effective interest rate.

For the financial assets carried at cost, the amount of the impairment loss is measured as the difference between the asset's carrying amount and the present value of the estimated future cash flows discounted at the current market rate of return for a similar financial asset. Such impairment loss will not be reversed in subsequent periods.

The carrying amount of the financial asset is reduced by the impairment loss directly for all financial assets with the exception of trade receivables, where the carrying amount is reduced through the use of an allowance account. When a trade receivable is considered uncollectible, it is written off against the allowance account. Subsequent recoveries of amounts previously written off are credited against the allowance account. Changes in the carrying amount of the allowance account are recognized in profit or loss.

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Notes to the Separate Financial Statements (continued)
For the year ended March 31, 2023

2. Significant accounting policies (continued)

2.10 Financial assets (continued)

Impairment of financial assets (continued)

For financial assets measured at amortized cost, if, in a subsequent period, the amount of the impairment loss decreases and the decrease can be related objectively to an event occurring after the impairment was recognized, the previously recognized impairment loss is reversed through profit or loss to the extent that the carrying amount of the assets at the date the impairment is reversed does not exceed what the amortized cost would have been had the impairment not been recognized.

De-recognition of financial assets

The Company derecognizes a financial asset only when the contractual rights to the cash flows from the asset expire; or it transfers the financial assets and substantially all the risks and rewards of ownership of the asset to another entity. If the Company neither transfers nor retains substantially all the risks and rewards of ownership and continues to control the transferred asset, the Company recognizes its retained interest in the asset and an associated liability for amounts it may have to pay. If the Company retains substantially all the risks and rewards of ownership of a transferred financial asset, the Company continues to recognize the financial asset.

2.11 Equity instruments and financial liabilities

Equity instruments and financial liabilities of the Company are classified according to the substance of the contractual arrangements entered into and the definitions of an equity instrument and a financial liability.

Equity instruments

An equity instrument is any contract that evidences a residual interest in the asset of an entity after deducting all of its liabilities. Equity instruments issued by the Company are recorded at the proceeds received, net of direct issue cost.

Financial liabilities

Financial liabilities consist of ‘provision for employees’ end of service benefits’, ‘lease liabilities’ and ‘trade and other payables’. Trade and other payables include due to related party also. Financial liabilities, including bank borrowings are initially measured at fair value, net of transaction costs, and are subsequently measured at amortized cost using the effective interest method, with interest expenses recognized on an effective yield basis, except for the short-term payables when the recognition of interest would be immaterial.

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Notes to the Separate Financial Statements (continued)
For the year ended March 31, 2023

2. Significant accounting policies (continued)

2.11 Equity instruments and financial liabilities (continued)

Financial liabilities (continued)

The effective interest method is a method of calculating the amortized cost of a financial liability and of allocating interest expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments through the expected life of the financial liability, or, where appropriate, a shorter period.

De-recognition of financial liabilities

The Company derecognizes financial liabilities when, and only when, the Company's obligations are discharged, cancelled or has expired.

2.12 Provision for employees' end of service benefits

Provision for employees' end of service benefits is accounted as required by the U.A.E. Labour Law for accumulated period of service at the end of the reporting period and is disclosed as a non – current liability.

2.13 Provisions

Provisions are recognized if, as a result of a past event, the Company has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation.

2.14 New standards and interpretations not yet adopted

Certain new accounting standards, amendments to standards and interpretations have been published that are not mandatory for March 31, 2023 reporting periods and have not been early adopted by the Company. These are not expected to have a material impact on the Company in the current or future reporting periods and on foreseeable future transactions.

3. Critical accounting judgment and key sources of estimation uncertainty

Critical judgments in applying the Company's accounting policies

In the process of applying the Company's accounting policies, which are described in note 2 to the separate financial statements, management has made the following judgments that have the most significant effect on the amounts recognized in the separate financial statements (apart from those involving estimations, which are dealt below):

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Notes to the Separate Financial Statements (continued)
For the year ended March 31, 2023

3. Critical accounting judgment and key sources of estimation uncertainty (continued)

Critical judgments in applying the Company's accounting policies (continued)

Satisfaction of performance obligations

The Company is required to assess each of its contracts with customers to determine whether performance obligations are satisfied over time or at a point in time in order to determine the appropriate method of recognizing revenue as per IFRS 15: *Revenue from Contracts with Customers*. The Company has assessed that based on the contracts entered into with customers the Company does not create an asset with an alternative use to the Company and usually has an enforceable right to payment for performance completed to date. In these circumstances the Company recognizes revenue over time. Where this is not the case revenue is recognized at a point in time.

Leases

Management applies judgment in considering the substance of a lease agreement and whether it transfers substantially all the risks and rewards incidental to ownership of the leased asset. Key factors considered include the length of the lease term in relation to the economic life of the asset, the present value of the minimum lease payments in relation to the asset's fair value, and whether the Company obtains ownership of the asset at the end of the lease term.

Employees' end of service benefits

The Company provides end of service benefits to its employees. The entitlement to these benefits is based upon the employees' final salary and length of service, subject to the completion of a minimum service period, calculated under the provisions of the Labour Law and is payable upon resignation or termination of the employee. The expected costs of these benefits are accrued over the period of employment.

Key estimates applied in preparing the separate financial statements

The key assumptions concerning the future and other key sources of estimation uncertainty at the end of the reporting period that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below:

Property and equipment

The cost of property and equipment is depreciated over the estimated useful life of the assets. The estimated life is based on expected usage of the asset and expected physical wear and tear, which depends on operational factors. Management has not considered any residual value as it is deemed immaterial.

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Notes to the Separate Financial Statements (continued)
For the year ended March 31, 2023

3. Critical accounting judgment and key sources of estimation uncertainty (continued)

Key estimates applied in preparing the separate financial statements (continued)

Allowance for slow moving inventory

Inventory is stated at the lower of cost (on a first-in, first-out basis) or market value, and is reduced by allowances for slow-moving, excess and obsolete inventory. Estimate for slow-moving, excess and obsolete inventory are based on the review of on-hand inventory compared to their estimated future usage and demand for products. If actual future usage and demand for products are less favorable than those projected by the management, additional inventory write-downs may be required.

Impairment of financial assets

Management has estimated the recoverability of financial assets and has considered the impairment based on the current economic environment and past default history.

4. Property and equipment

	<u>Leasehold building</u> <u>USD</u>	<u>Computer and accessories</u> <u>USD</u>	<u>Office equipment</u> <u>USD</u>	<u>Total</u> <u>USD</u>
Cost				
As at March 31, 2021	25,545	7,243	1,074	33,862
Additions	-	-	-	-
As at March 31, 2022	25,545	7,243	1,074	33,862
Additions	-	-	-	-
As at March 31, 2023	25,545	7,243	1,074	33,862
Depreciation				
As at March 31, 2021	2,736	7,158	1,074	10,968
For the year	10,956	85	-	11,041
As at March 31, 2022	13,692	7,243	1,074	22,009
For the year	10,956	-	-	10,956
As at March 31, 2023	24,648	7,243	1,074	32,965
Net book value				
As at March 31, 2023	897	-	-	897
As at March 31, 2022	11,853	-	-	11,853

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Notes to the Separate Financial Statements (continued)
For the year ended March 31, 2023

5. Investment in subsidiaries

	<u>March 31,</u>	
	<u>2023</u>	<u>2022</u>
	<u>USD</u>	<u>USD</u>
M/s. Triveni Turbines Africa Proprietary Limited, South Africa	50,008	50,008
M/s. TSE Engineering Proprietary Limited, South Africa	<u>808,150</u>	<u>808,150</u>
	<u>858,158</u>	<u>858,158</u>

This represents 614740 shares (with no par value) in M/s. Triveni Turbines Africa Proprietary Limited, South Africa for ZAR 614,740/- and 70 shares (with no par value) in M/s. TSE Engineering Proprietary Limited, South Africa for ZAR 1,190,000/- and the holding as at the end of the reporting period 100% and 70%, respectively.

Investment in subsidiaries are stated at cost.

6. Other financial assets

	<u>March 31,</u>	
	<u>2023</u>	<u>2022</u>
	<u>USD</u>	<u>USD</u>
Loan to subsidiaries – current	2,021,010	
Loan to subsidiaries – non-current	<u>1,126,195</u>	-
	<u>3,147,205</u>	<u>-</u>

The above amounts include interest accrued thereon.

The loan to M/s. Triveni Turbines Africa (PTY) LTD, South Africa is unsecured, carries interest rate equivalent to prime lending rate of banks (5% during the year) and repayable on demand.

The loan to M/s. TSE Engineering (PTY) LTD, South Africa is secured by way of hypothecation of movable and non movable fixed assets, carries interest rate equivalent to prime lending rate of banks (4.75% during the year) and repayable after completion of three years from the date of disbursement.

7. Inventory

	<u>March 31,</u>	
	<u>2023</u>	<u>2022</u>
	<u>USD</u>	<u>USD</u>
Goods in transit	<u>243,336</u>	<u>-</u>

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Notes to the Separate Financial Statements (continued)
For the year ended March 31, 2023

7. Inventory (continued)

Inventory is physically verified and certified by the management and confirmed as good for sale in the ordinary course of business. Management believes that no allowance is required for obsolescence.

8. Trade and other receivables

	<u>March 31,</u>	
	<u>2023</u>	<u>2022</u>
	<u>USD</u>	<u>USD</u>
Trade receivables	483,400	194,950
Less: allowance for impairment loss	(33,975)	(82,000)
	449,425	112,950
Due from related party (Note: 17)	3,433,213	168,408
Advance to suppliers	156,675	-
Prepayments	12,175	4,896
VAT receivable	7,185	8,968
Deposits	3,128	3,398
Advances	630	1,580
Staff receivables	-	1,958
	<u>4,062,431</u>	<u>302,158</u>

Ageing of trade receivables

	<u>March 31,</u>	
	<u>2023</u>	<u>2022</u>
	<u>USD</u>	<u>USD</u>
Less than 6 months	317,500	45,000
6 months to 1 year	52,950	-
1-2 years	45,000	-
2-3 years	-	149,950
More than 3 years	67,950	-
	<u>483,400</u>	<u>194,950</u>

Geographical analysis of trade receivables

	<u>March 31,</u>	
	<u>2023</u>	<u>2022</u>
	<u>USD</u>	<u>USD</u>
Outside United Arab Emirates	<u>483,400</u>	<u>194,950</u>

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Notes to the Separate Financial Statements (continued)
For the year ended March 31, 2023

8. Trade and other receivables (continued)	<u>March 31,</u>	
	<u>2023</u>	<u>2022</u>
	<u>USD</u>	<u>USD</u>
<i>Movement in allowance for impairment loss</i>		
Balance at the beginning of the year	82,000	-
Additions during the year	33,975	82,000
Written off during the year	(82,000)	-
	<u>33,975</u>	<u>82,000</u>

In determining the recoverability of trade receivables, the Company considers any change in the credit quality of the trade receivables from the date credit was initially granted up to the end of the reporting period. As at March 31, 2023 four customers comprised 100% of gross trade receivables (March 31, 2022 three customers comprised 100%). Management believes that this concentration of credit risk is mitigated since the outstanding balances are due mainly from customers with whom there have been good relationships with a track record of regular payment.

Allowance for impairment loss is based on estimated irrecoverable amounts determined by reference to past default experience of the counterparty and an analysis of the counterparty's current financial position.

9. Cash and cash equivalents

9.1 Bank balances

	<u>March 31,</u>	
	<u>2023</u>	<u>2022</u>
	<u>USD</u>	<u>USD</u>
Bank balances: in current accounts	1,383,590	2,465,715
: fixed deposits	<u>4,298,592</u>	<u>1,827,853</u>
	<u>5,682,182</u>	<u>4,293,568</u>

Deposits with the banks earn interest at prevailing bank deposit rates. Short term deposits are made for a period up to one year. Deposits with the banks are held under lien against the guarantees issued by the banks.

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Notes to the Separate Financial Statements (continued)
For the year ended March 31, 2023

9. Cash and cash equivalents (continued)

9.2 Cash and cash equivalents

For the purpose of the separate statement of cash flows, cash and cash equivalents comprise:

	<u>March 31,</u>	
	<u>2023</u>	<u>2022</u>
	<u>USD</u>	<u>USD</u>
Bank balances	5,682,182	4,293,568
Less: fixed deposits	(4,298,592)	(1,827,853)
Cash and cash equivalents	<u>1,383,590</u>	<u>2,465,715</u>

10. Provision for employees' end of service benefits

	<u>March 31,</u>	
	<u>2023</u>	<u>2022</u>
	<u>USD</u>	<u>USD</u>
Balance at the beginning of the year	226,286	190,828
Charged for the year	<u>41,505</u>	<u>35,458</u>
	<u>267,791</u>	<u>226,286</u>

11. Trade and other payables

	<u>March 31,</u>	
	<u>2023</u>	<u>2022</u>
	<u>USD</u>	<u>USD</u>
Advance from customers	7,101,160	843,345
Due to related party (Note: 17)	218,907	19,067
Staff payables	159,030	234,995
Accrued expenses	84,268	60,560
Trade payable	<u>80,753</u>	-
	<u>7,644,118</u>	<u>1,157,967</u>

12. Revenue from operations

	<u>Year ended March 31,</u>	
	<u>2023</u>	<u>2022</u>
	<u>USD</u>	<u>USD</u>
Revenue from sale of goods	4,200,352	1,203,210
Reimbursement claims (Note: 17)	1,440,000	1,317,546
Other operating income (Note: 17)	<u>1,087,676</u>	<u>842,330</u>
	<u>6,728,028</u>	<u>3,363,086</u>

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Notes to the Separate Financial Statements (continued)
For the year ended March 31, 2023

13. Cost of goods sold

	<u>Year ended March 31,</u>	
	<u>2023</u>	<u>2022</u>
	<u>USD</u>	<u>USD</u>
Purchases	3,469,533	991,440
Inventory at the end of the year	(243,336)	-
	<u>3,226,197</u>	<u>991,440</u>

14. Other income

	<u>Year ended March 31,</u>	
	<u>2023</u>	<u>2022</u>
	<u>USD</u>	<u>USD</u>
Interest on fixed deposits	57,107	6,065
Interest on loan to related parties (Note: 17)	55,462	-
Miscellaneous income	8,003	1,750
	<u>120,572</u>	<u>7,815</u>

15. General and administrative expenses

	<u>Year ended March 31,</u>	
	<u>2023</u>	<u>2022</u>
	<u>USD</u>	<u>USD</u>
Employee cost	155,548	161,522
Rent	5,603	6,969
Business promotion	201,562	158,427
Exchange loss	110,147	2,833
Travelling and conveyance	78,616	140,880
Legal, license and professional fees	45,740	66,298
Bank charges	22,679	9,513
Freight charges	12,460	-
Communication	688	102
Others	3,411	6,080
	<u>636,454</u>	<u>552,624</u>

16. Finance costs

	<u>Year ended March 31,</u>	
	<u>2023</u>	<u>2022</u>
	<u>USD</u>	<u>USD</u>
Interest on lease liabilities	-	510

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Notes to the Separate Financial Statements (continued)
For the year ended March 31, 2023

17. Related parties

The Company, in the ordinary course of business, entered into a variety of transactions at agreed terms and conditions, with companies, entities or individuals that fall within the definition of related party as contained in International Accounting Standard No. 24: *Related Party Disclosures*. Related parties comprise the Company's shareholder, directors and entities related to them, companies under common ownership and/or common management and control, their partners and key management personnel.

Loan to related party at the end of the reporting period comprise of:

	<u>March 31,</u>	
	<u>2023</u>	<u>2022</u>
	<u>USD</u>	<u>USD</u>
Granted during the year	3,236,767	-
Interest for the year	55,462	-
Interest repaid during the year	(21,235)	-
Exchange difference	<u>(123,789)</u>	-
	<u><u>3,147,205</u></u>	<u><u>-</u></u>

This is classified under other financial assets as given in Note: 6.

<i>Individual breakup</i>	<u>March 31,</u>	<u>Net</u>	<u>March 31,</u>
	<u>2022</u>	<u>movements</u>	<u>2023</u>
	<u>USD</u>	<u>USD</u>	<u>USD</u>
M/s. Triveni Turbines Africa (PTY) LTD, South Africa	-	2,021,010	2,021,010
M/s. TSE Engineering (PTY) LTD, South Africa	<u>-</u>	<u>1,126,195</u>	<u>1,126,195</u>
	<u><u>-</u></u>	<u><u>3,147,205</u></u>	<u><u>3,147,205</u></u>

The loan to M/s. Triveni Turbines Africa (PTY) LTD, South Africa is unsecured, carries interest rate equivalent to prime lending rate of banks (5% during the year) and repayable on demand.

The loan to M/s. TSE Engineering (PTY) LTD, South Africa is secured by way of hypothecation of movable and non movable fixed assets, carries interest rate equivalent to prime lending rate of banks (4.75% during the year) and repayable after completion of three years from the date of disbursement.

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Notes to the Separate Financial Statements (continued)
For the year ended March 31, 2023

17. Related parties (continued)

Interest on loan to subsidiaries:

	<u>March 31,</u>	
	<u>2023</u>	<u>2022</u>
	<u>USD</u>	<u>USD</u>
M/s. TSE Engineering (PTY) LTD, South Africa	34,452	-
M/s. Triveni Turbines Africa (PTY) LTD, South Africa	<u>21,010</u>	<u>-</u>
	<u>55,462</u>	<u>-</u>

Due from related party at the end of the reporting period comprise of:

	<u>March 31,</u>	
	<u>2023</u>	<u>2022</u>
	<u>USD</u>	<u>USD</u>
M/s. Triveni Turbines Limited, India (ultimate holding company)	<u>3,433,213</u>	<u>168,408</u>

This is classified under trade and other receivables as given in Note: 8.

Due to related party at the end of the reporting period comprise of:

	<u>March 31,</u>	
	<u>2023</u>	<u>2022</u>
	<u>USD</u>	<u>USD</u>
M/s. Triveni Turbines Limited, India (ultimate holding company)	218,907	-
M/s. Triveni Turbines Africa (PTY) LTD, South Africa	<u>-</u>	<u>19,067</u>

This is classified under trade and other payables as given in Note: 11.

During the year the Company entered into the following transactions with related parties:

	<u>Year ended March 31,</u>	
	<u>2023</u>	<u>2022</u>
	<u>USD</u>	<u>USD</u>
Purchases	3,397,048	991,440
<u>Marketing support services (for power generation equipment)</u>		
Reimbursement claims	1,440,000	1,317,546
Other operating income	1,087,675	842,330
Business promotion expenses	<u>-</u>	<u>158,427</u>

The Company has obtained guarantees amounting to USD 4,955,575 from Triveni Turbine Limited as at March 31, 2023 (March 31, 2022: Nil).

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Notes to the Separate Financial Statements (continued)
For the year ended March 31, 2023

17. Related parties (continued)

Compensation of key management personnel

The remuneration of members of key management during the year was as follows:

	<u>Year ended March 31,</u>	
	<u>2023</u>	<u>2022</u>
	<u>USD</u>	<u>USD</u>
Salary and short term benefits	<u>940.202</u>	<u>804.144</u>

18. Contingent liabilities and commitments

	<u>March 31,</u>	
	<u>2023</u>	<u>2022</u>
	<u>USD</u>	<u>USD</u>
Bank guarantees	<u>4.425</u>	<u>-</u>

The bank guarantees were secured by lien over the fixed deposits with the banks as given under Note: 9.

Except the above, there has been no other known contingent liability or capital commitments on the Company as at the end of reporting period.

19. Financial instruments

Fair value

The fair value of the Company's financial instruments is not materially different from their carrying amounts in the separate statement of financial position.

Risk management

The main risks arising from the Company's financial instruments are credit risk, currency risk, interest rate risk and liquidity risk.

a) Credit risk

The Company's exposure to credit risk at the end of the reporting period is indicated by the carrying amounts of its financial assets, net of any applicable allowance for losses. The Company is exposed to credit risk on its financial assets as follows:

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Notes to the Separate Financial Statements (continued)
For the year ended March 31, 2023

19. Financial instruments (continued)

Risk management (continued)

a) Credit risk (continued)

	<u>March 31,</u>	
	<u>2023</u>	<u>2022</u>
	<u>USD</u>	<u>USD</u>
Trade receivables	449,425	112,950
Deposits	3,128	3,398
Advances	157,305	3,538
Other financial assets	2,021,010	-
Due from related party	3,433,213	168,408
Bank balances	<u>5,682,182</u>	<u>4,293,568</u>

The Company usually undertakes transactions with reputable customers and has established credit limits for its customers on periodic reviews it carries out for this purpose. The Company provides an allowance for impairment at the end of each reporting period that represents its estimate of incurred losses in respect of trade receivables. Deposits, advances, other financial assets and related party balances are held with reputable parties.

The credit risk on bank balances is limited because the counterparties are banks with high credit ratings assigned by international credit rating agencies.

b) Currency risk

The Company's currency risk relates to the exposure to the fluctuations in the foreign currency rates. There is no significant impact on the USD as the AED is pegged to the USD. As at the end of the reporting period, the Company's foreign currency risk comprises of the following:

	<u>Amount in</u>		<u>Amount in</u>	
	<u>Foreign currency</u>		<u>Functional currency</u>	
1. Trade and other receivables	<u>March 31,</u>	<u>March 31,</u>	<u>March 31,</u>	<u>March 31,</u>
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Currency				
EUR	2,324	-	4,884	-
THB	<u>-</u>	<u>65,000</u>	<u>-</u>	<u>1,958</u>

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Notes to the Separate Financial Statements (continued)
For the year ended March 31, 2023

19. Financial instruments (continued)

Risk management (continued)

b) Currency risk (continued)

2. Cash and cash equivalents	<u>Amount in</u> <u>Foreign currency</u>		<u>Amount in</u> <u>Functional currency</u>	
	<u>March 31,</u> <u>2023</u>	<u>March 31,</u> <u>2022</u>	<u>March 31,</u> <u>2023</u>	<u>March 31,</u> <u>2022</u>
Currency				
THB	<u>423,551</u>	<u>364,998</u>	<u>12,399</u>	<u>10,952</u>
3. Other financial assets	<u>Amount in</u> <u>Foreign currency</u>		<u>Amount in</u> <u>Functional currency</u>	
	<u>March 31,</u> <u>2023</u>	<u>March 31,</u> <u>2022</u>	<u>March 31,</u> <u>2023</u>	<u>March 31,</u> <u>2022</u>
Currency				
ZAR	<u>20,000,000</u>	<u>573,975</u>	<u>1,112,978</u>	<u>17,222</u>
4. Trade and other payables	<u>Amount in</u> <u>Foreign currency</u>		<u>Amount in</u> <u>Functional currency</u>	
	<u>March 31,</u> <u>2023</u>	<u>March 31,</u> <u>2022</u>	<u>March 31,</u> <u>2023</u>	<u>March 31,</u> <u>2022</u>
Currency				
INR	<u>1,024,989</u>	<u>-</u>	<u>12,460</u>	<u>-</u>
THB	<u>628,896</u>	<u>573,975</u>	<u>18,413</u>	<u>17,222</u>
			<u>30,873</u>	<u>17,222</u>
4. Summary			<u>Amount in</u> <u>Functional currency</u>	
			<u>March 31,</u> <u>2023</u>	<u>March 31,</u> <u>2022</u>
Trade and other receivables			<u>4,884</u>	<u>1,958</u>
Cash and cash equivalents			<u>12,399</u>	<u>10,952</u>
Other financial assets			<u>1,112,978</u>	<u>-</u>
Trade and other payables			<u>(30,873)</u>	<u>(17,222)</u>
			<u>1,099,388</u>	<u>(4,312)</u>

A 10% increase in functional currency rates to the foreign currency can result in an exchange gain of **USD 109,939/-** as at March 31, 2023 (March 31, 2022: loss of USD 431/-) and a 10% decrease can result in an exchange loss of **USD 109,939/-** as at March 31, 2023 (March 31, 2022: gain of USD 431/-).

Triveni Turbines DMCC
Dubai – United Arab Emirates

Notes to the Separate Financial Statements (continued)
For the year ended March 31, 2023

19. Financial instruments (continued)

Risk management (continued)

c) Interest rate risk

Fixed deposits are subject to fixed interest rates at levels generally obtained in the U.A.E. and are therefore exposed to fair value interest rate risk. Reasonably possible changes to the interest rates at the end of the reporting period are unlikely to have a significant impact on profit or equity.

d) Liquidity risk

Liquidity risk refers to the risk that an entity will encounter difficulty in meeting obligations associated with its short term financial liabilities at maturity date.

The Company manages the liquidity risk through risk management framework for the Company's short, medium and long term funding and liquidity management requirements by maintaining adequate reserves, sufficient cash and cash equivalent to ensure funds are available to meet its commitments for liabilities as they fall due.

The table below analyses the Company's remaining contractual maturity for its short term financial liabilities based on the remaining period at the end of the reporting period to the contractual maturity date. The amounts disclosed in the table are the contractual undiscounted cash flows. Balances due within 12 months equal their carrying balances as the impact of discounting is not significant. The contractual maturity is based on the earliest date on which the Company may be required to pay.

	March 31,	
	2023	2022
	USD	USD
Trade and other payables	7,644,118	1,157,967

20. Comparative figures

Certain amounts for the previous year were reclassified to conform to current year presentation.


Dhruv Manmohan Sawhney
Director




Ninā Angela Sooranna-Auchoybur
Director