

**INDEPENDENT AUDITOR'S REPORT****TO MEMBERS OF THE CLN ENERGY LIMITED****Report on the Special Purpose audit of the Financial Statements****Opinion**

We have audited the Financial Statements of **CLN Energy Limited (Formerly known as CLN Energy Private Limited & JLN Phenix Energy Private Limited)**, which comprise the Special purpose Balance Sheet as at **September 30, 2024**, and the Special purpose Statement of Profit and Loss and Special purpose Cash Flow Statement for the period ended **September 30, 2024** and notes to the Financial Statements, including a summary of significant accounting policies and other explanatory information.

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 accounting principles generally accepted in India, of the state of affairs of the Company as at September 30, 2024, the profit and its cash flows for the period ended on that date.

**Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. 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 together with the ethical requirements that are relevant to our audit of Financial Statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Information Other than the Financial Statements and Auditor's Report Thereon**

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises Board's Report including Annexures to Board's Report, but does not include the Financial Statements and our auditor's report thereon.

Our opinion on the Financial Statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the Financial Statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the Financial Statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.



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**Cell: +91 9320268900 Ph.: 022 4601 2965 / 2545 2965 Email: hirenmaru@yahoo.co.uk**

### **Responsibility of Management and Those Charged with Governance for the Financial Statements**

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these Financial Statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the 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 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 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.

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

### **Auditor's Responsibilities for the Audit of the Financial Statements**

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

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional 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.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Financial Statements, or, if such disclosures are inadequate, to modify



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

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

Materiality is the magnitude of misstatements in the Financial Statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Financial Statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Financial Statements.

We communicate with Board of Directors 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 Board of Directors 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.

#### **Report on Other Legal and Regulatory Requirements**

1. As required under provisions of section 143(3) of the Companies Act, 2013, we report that:

- a. We have obtained all the information and explanations which to the best of our knowledge and belief where necessary for the purposes of our audit;
- b. In our opinion, proper books of account as required by law relating to preparation of the aforesaid financial statements have been kept so far as it appears from our examination of those books.
- c. The Balance sheet, the statement of profit and loss and the statement of cash flows dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the financial statements.
- d. In our opinion, the aforesaid financial statements comply with the Accounting Standard specified under Section 133 of the Act, read with Rule 7 of the companies (Accounts) Rules, 2014.
- e. On the basis of written representations received from the directors as on 30<sup>th</sup> September 2024, taken on record by the Board of Directors, none of the directors is disqualified as on 30<sup>th</sup> September 2024, from being appointed as a director in terms of section 164(2) of the Act.
- f. With respect to other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditor) Rules, 2014, in our opinion and to the best of our knowledge and belief and according to the information and explanations given to us:
  - (a) There was no pending litigation which would impact the financial position of the Company.
  - (b) The company does not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
  - (c) There was no amount required to be transferred to Investor Education and Protection Fund by the company in accordance to the provision of the Act, and rules made there under.



(d) The management has:

(i) represented that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other persons or entities, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall:

- Directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever ("Ultimate Beneficiaries") by or on behalf of the Company or
- Provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.


(ii) represented, that, to the best of its knowledge and belief, no funds have been received by the Company from any persons or entities, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall:

- directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever ("Ultimate Beneficiaries") by or on behalf of the Funding Party or
- provide any guarantee, security or the like from or on behalf of the Ultimate Beneficiaries; and

(iii) Based on such audit procedures as considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under subclause (d) (i) and (d) (ii) contain any material mis-statement.

2. The dividend has not been declared during the period.

For D G M S & Co .  
Chartered Accountants  
Firm Registration No. 0112187W

  
CA Hiren Jayantilal Maru  
Partner

Membership No: 115279  
Place: Mumbai  
Date: 6<sup>th</sup> December 2024  
UDIN: 24115279BKBWVJ3499



CLN Energy Limited (Formerly known as CLN Energy Private Limited & JLN Phenix Energy Private Limited)

UDIN No. 24115279BKBWVJ3499

Balance Sheet as at 30 September 2024

Figures are in ₹ unless stated otherwise

	Notes	As at 30 September 2024	As at 31 March 2024
<b>Equity and liabilities</b>			
<b>Shareholders' funds</b>			
Share capital	3	766.13	341.56
Reserves and surplus	4	1,034.86	996.64
		<b>1,800.99</b>	<b>1,337.34</b>
<b>Non-current liabilities</b>			
Other long term liabilities	8	2,652.57	2,643.17
Long-term provisions	5	40.23	26.77
		<b>2,692.80</b>	<b>2,669.94</b>
<b>Current liabilities</b>			
Short-term Borrowings	6	678.45	-
Trade payables	7	-	-
- total outstanding dues of micro enterprises and small enterprises		139.34	76.45
- total outstanding dues of creditors other than micro enterprises and small enterprises		3,687.06	5,552.84
Other current liabilities	8	2,342.06	1,054.50
Short-term provisions	5	632.27	636.31
		<b>7,479.16</b>	<b>7,320.10</b>
<b>Total equity and liabilities</b>		<b>11,972.95</b>	<b>11,327.37</b>
<b>Assets</b>			
<b>Non-current assets</b>			
Property, plant and equipment and Intangible assets			
- Property, plant and equipment	9	1,356.33	1,600.81
- Intangible assets	10	103.38	153.70
Capital work-in-progress	9	-	-
Deferred tax assets (net)	27	246.22	268.81
Long-term loans and advances	11	-	-
Other non-current assets	15	417.10	103.65
		<b>2,123.03</b>	<b>2,126.97</b>
<b>Current assets</b>			
Inventories	12	4,792.48	3,548.56
Trade receivables	13	3,214.03	2,477.82
Cash and bank balances	14	162.31	378.96
Short-term loans and advances	11	1,426.82	938.57
Other current assets	15	254.29	1,856.50
		<b>9,849.92</b>	<b>9,200.41</b>
<b>Total assets</b>		<b>11,972.95</b>	<b>11,327.38</b>
Summary of significant accounting policies and other explanatory information. This is the balance sheet referred to, in our report of even date.	1-37		

For M/s. D G M S & CO.  
Chartered Accountants  
Firm's Registration No.: 0112187W

Hiren Jayantilal Mariu  
Partner  
Membership No. 115279  
Place: Mumbai  
Date: 6th December 2024  
UDIN : 24115279BKBWVJ3499



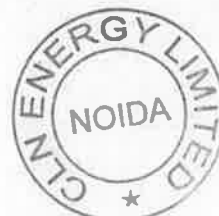
For and on behalf of the Board of Directors of  
CLN Energy Limited

Sunil Gandhi  
Director  
DIN: 08433754  
Place: Noida  
Date: 6th December 2024

Manish Shah  
Director  
DIN: 10343779  
Place: Noida  
Date: 6th December 2024

Ashish Kumar  
Chief Financial Officer  
PAN: BOITPK7918D  
Date: 6th December 2024  
Place: Noida

Sonal Jhanwar  
Company Secretary  
PAN: AIMPIC1589B  
Date: 6th December 2024  
Place: Noida



CLN Energy Limited (Formerly known as CLN Energy Private Limited & JLN Phenix Energy Private Limited)  
 CLN No. UD3100UP2019PLC121869  
 Statement of Profit and loss for the year ended 30 September 2024  
 (Figures are in lakhs ₹, unless stated otherwise)

	Notes	For the year ended 30 September 2024	For the year ended 31 March 2024
<b>Revenue</b>			
Revenue from operations	16	7,482.78	13,270.87
Other income	17	101.35	15.07
<b>Total Income</b>		<b>7,584.13</b>	<b>13,285.94</b>
<b>Expenses</b>			
Purchase of Stock-in-Trade		387.76	1,816.76
Raw Material Consumed	18	5,255.50	7,483.10
Change in Inventories	19	(249.39)	(335.27)
Employee benefit expense	20	565.60	1,289.13
Finance costs	21	19.01	
Depreciation and amortisation expense	22	320.91	642.58
Other expenses	23	563.24	1,165.36
<b>Total expenses</b>		<b>6,862.63</b>	<b>12,061.65</b>
<b>(Loss)/Profit before exceptional loss</b>		<b>721.49</b>	<b>1,224.29</b>
<b>Exceptional loss</b>	24	-	39.01
<b>(Loss)/Profit before tax</b>		<b>721.49</b>	<b>1,185.28</b>
<b>Tax expense</b>			
Current tax		235.26	389.56
Deferred tax (credit)/charge		22.59	(144.12)
<b>Total tax expense</b>		<b>257.84</b>	<b>245.44</b>
<b>Profit/(Loss) for the year</b>		<b>463.65</b>	<b>939.84</b>
<b>Earnings per equity share</b>	25		
Basic and diluted earnings/(loss) per share		6.05	3.29

Summary of significant accounting policies and other explanatory information. 1-37

This is the statement of profit & loss referred to in our report of even date.

For M/s. D G M S & CO.  
 Chartered Accountants  
 Firm's Registration No.: 0112187W

Hiren Jayantilal Maru  
 Partner  
 Membership No. 115279  
 Place: Noida  
 Date: 6th December 2024  
 UDIN : 24115279BKRWVJ3499



For and on behalf of the Board of Directors of  
 CLN Energy Limited'

Sunil Gandhi  
 Director  
 DIN: 08433754  
 Place: Noida  
 Date: 6th December 2024

Ashish Kumar  
 Chief Financial Officer  
 PAN: BOHPK7918D  
 Date: 6th December 2024  
 Place: Noida

Manoj Shah  
 Director  
 DIN: 10343779  
 Place: Noida  
 Date: 6th December 2024

Sonal Jhanwar  
 Company Secretary  
 PAN: AFMPG1589H  
 Date: 6th December 2024  
 Place: Noida



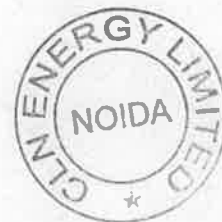
CLN Energy Limited (Formerly known as CLN Energy Private Limited & JLN Phenix Energy Private Limited)  
(CIN No. U33101 DP2019M 0121862)  
Cash Flow Statement for the year ended 30 September 2024  
(Figures are in Lacs ₹, unless stated otherwise.)

Particulars	For the year ended 30 September 2024	For the year ended 31 March 2024
<b>Cash flow from operating activities:</b>		
Profit/(loss) before tax	721.49	1,185.28
Adjustments for:		
Depreciation and amortisation	320.91	642.58
Unrealised foreign exchange gain	105.96	197.52
Interest income on fixed deposits	(10.26)	(13.59)
Interest on delayed payment of advance income-tax	5.75	16.95
Provision for warranty claims	21.12	45.92
<b>Operating profit/(loss) before working capital changes</b>	<b>1,164.98</b>	<b>2,074.66</b>
<b>Adjustments for changes in working capital:</b>		
Movement in trade receivables	(736.21)	42.88
Movement in short term loans and advances	(488.25)	(100.52)
Movement in long term loans and advances	678.45	-
Movement in short term provisions	(266.17)	(127.18)
Movement in long term provisions	13.46	(20.20)
Movement in other current assets	1,575.19	273.68
Movement in inventories balance	(1,243.92)	(355.84)
Movement in other long term liabilities	9.40	2,599.74
Movement in trade payables	(2,481.67)	(3,640.11)
Movement in other current liabilities	1,287.56	(283.14)
<b>Cash generated from operations</b>	<b>(87.19)</b>	<b>463.97</b>
Income taxes paid (net of refunds)	-	-
<b>Net cash generated from operating activities (A)</b>	<b>(87.19)</b>	<b>463.97</b>
<b>Cash flow from investing activities:</b>		
Purchase of property, plant and equipment	146.72	(260.19)
Purchase of intangible assets	-	(21.39)
Sale proceeds of property, plant and equipment	-	-
Fixed deposits made during the year	(149.20)	(96.90)
Interest received on fixed deposits	-	-
<b>Net cash used in investing activities (B)</b>	<b>(2.48)</b>	<b>(378.48)</b>
<b>Cash flow from financing activities:</b>		
Proceeds from issue of share capital	-	-
Proceeds from loans and advances	-	-
Repayment of loans and advances	-	-
Premium received on issue of equity shares	-	-
<b>Net cash generated/(used in) from financing activities (C)</b>	<b>-</b>	<b>-</b>
<b>Net increase in cash and cash equivalents (A+B+C)</b>	<b>(89.68)</b>	<b>85.49</b>
<b>Opening cash and cash equivalents (refer note 13)</b>		
Cash in hand	2.19	2.01
Balances with banks		
- on current accounts	149.20	63.89
<b>Closing cash and cash equivalents (refer note 13)</b>	<b>151.39</b>	<b>65.90</b>
Cash in hand	1.57	2.19
Balances with banks		
- in current accounts	60.15	149.20
	<b>61.71</b>	<b>151.39</b>

Summary of significant accounting policies and other explanatory information.

1-37

This is the cashflow statement referred to in our report of even date.




For M/s. D G M S & CO.  
Chartered Accountants  
Firm's Registration No. 0152157W



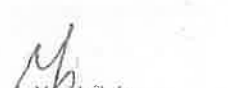
Hiren Jayantilal Maru  
Partner  
Membership No. 115279  
Place: Noida  
Date: 6th December 2024  
UDIN : 24115279BKNBWJ3499



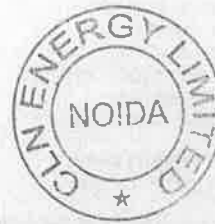
For and on behalf of the Board of Directors of  
CLN Energy Limited

  
Sunil Gandhi  
Director  
DIN: 68433754  
Place: Noida  
Date: 6th December 2024

  
Ashish Kumar  
Chief Financial Officer  
PAN: BOHJPK791817  
Date: 6th December 2024  
Place: Noida

  
Manish Shah  
Director  
DIN: 1934377  
Place: Noida  
Date: 6th December 2024

  
Sonal Jhanwar  
Company Secretary  
PAN: APMPC15893  
Date: 6th December 2024  
Place: Noida





## 1 Background

CLN Energy Limited (Formerly known as CLN Energy Private Limited & JLN Phoenix Energy Private Limited) (the Company) was incorporated in India on 1 October 2019 under the Companies Act, 2013. The Company is a wholly owned subsidiary of CLN Energy Pte. Limited, Singapore. The Company is primarily involved in assembling and trading of Lithium Ion battery and its ancillary products.

The financial statements were approved for issue in accordance with a resolution of the directors on 06th December 2024.

## 2 Basis of preparation and significant accounting policies

The accounting policies set out below have been applied consistently to the year presented in these financial statements.

### 2.1 Basis of preparation of financial statements

The financial statements have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013 (the "Act"), read with Rule 7 of the Companies (Accounting Standards) Rules, 2021 and the relevant provisions of the Companies Act, 2013. Further, the guidance notes and announcements issued by the Institute of Chartered Accountants of India are also considered, wherever applicable. The financial statements are prepared on the basis of historical cost convention, and on the accounting principle of a going concern.

All assets and liabilities have been classified a current or non-current, wherever applicable as per the operating cycle of the Company and as per the guidance as set out in Schedule III to the Companies Act, 2013.

### 2.2 Significant accounting policies

#### a) Use of estimates

The preparation of financial statements in conformity with Indian GAAP (Generally accepted accounting principles) requires the management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and disclosure of contingent liabilities at the end of the reporting period. Although these estimates are based upon Management's best knowledge of current events and actions, uncertainty about these assumption and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.

#### b) Current versus non-current classification

The Company presents assets and liabilities in the Balance Sheet based on current/ non-current classification.

An asset is classified as current when it satisfies any of the following criteria:

- It is expected to be realized or intended to be sold or consumed in normal operating cycle
- It is held primarily for the purpose of trading
- It is expected to be realized within twelve months after the reporting period, or
- Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period

Current assets include the current portion of non-current financial assets.

All other assets are classified as non-current.

A liability is current when it satisfies any of the following criteria:

- 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 after 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

Current liabilities includes the current portion of long term financial liabilities. 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.



#### e) Property, plant and equipment

Fixed Assets are stated at cost less accumulated depreciation and impairment losses, if any. The cost of an item of property, plant and equipment comprises its acquisition price, including import duties and other non-refundable taxes or levies, any directly attributable cost of bringing the asset to its working condition for its intended use, pre-operative expenses including financial charges and adjustments on account of foreign exchange fluctuations, wherever applicable; any trade discounts and rebates are deducted in arriving at the purchase price. Subsequent expenditures related to an item of fixed asset should be capitalised only if they increase the future benefits from the existing asset beyond its previously assessed standard of performance otherwise expenditure should be written off.

#### ii) Depreciation and Amortisation

Depreciation on property, plant and equipment is provided on written down value method over the useful lives of assets estimated by the management which are equal to the useful lives prescribed under Schedule II of the Companies Act, 2013. The useful lives estimated by the management are mentioned below:

Furniture and fixtures	: 10 years
Electrical fitting and fixing	: 5 years
Computer and related equipment	: 3 years

Plant & Machineries have been depreciated over a period of 10 years which is the economic useful life of those machineries as per management.

Leasehold improvements is amortised on a straight line basis over the remaining period of the lease or the economic useful life, whichever is lower.

The useful lives are reviewed by the management periodically and revised, if appropriate. In case of a revision, the unamortized depreciable amount is charged over the revised remaining useful life. Depreciation is provided on a pro-rata basis i.e. from the date on which asset is ready for use. Property, Plant and Equipment is eliminated from the financial statements on disposal or when no further benefit is expected from its use and disposal.

#### c) Intangible assets

Intangible assets that are acquired by the company are measured initially at cost. After initial recognition, an intangible asset is carried at its cost less any accumulated amortisation and accumulated impairment loss (if any).

Subsequent expenditure is capitalised only when it increases the future economic benefits to the specific assets to which it relates.

Intangible assets are amortised in Statement of Profit and Loss over their estimated useful lives, from the date that they are available for use based on the expected pattern of consumption of economic benefits of the assets. Accordingly, at present these are being amortised on written down value method over a period of three years based on the useful economic life.

Amortisation method and useful lives are reviewed at each reporting date. If the useful life of an asset is estimated to be significantly different from previous estimates, the amortisation period is changed accordingly. If there has been a significant change in the expected pattern of economic benefits from the asset, the amortisation method is changed to reflect the changed pattern. An intangible asset is derecognized on disposal or when no future economic benefit is expected from its use and disposal.

Losses arising from retirement and gains or losses arising from disposal of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the assets, and are recognised in the Statement of Profit and Loss.



g) Impairment of assets

The carrying values of assets are reviewed at each reporting date to determine if there is indication of any impairment. If any indication exists, the recoverable amount of asset is estimated. For assets that are not yet available for use, the recoverable amount is estimated at each reporting date. An impairment loss is recognised whenever the carrying amount of an asset or its cash generating unit exceeds its recoverable amount. Impairment losses are recognised in the Statement of Profit and Loss. An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount. An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined net of depreciation or amortisation, if no impairment loss had been recognised.

g) Operating leases

Assets acquired under leases other than finance leases are classified as operating leases. The total lease rentals (including scheduled rental increases) in respect of an asset taken on operating lease are charged to the Statement of Profit and Loss on a straight line basis over the lease term unless another systematic basis is more representative of the time pattern of the benefit.

h) Employee benefits

**Short term employee benefits**

It includes salaries, short term compensated absences (such as paid annual leave) where the absences are expected to occur within twelve months after the end of the period in which the employees render the related employee service, profit sharing and bonuses payable within twelve months after the end of the period in which the employees render the related services and non-monetary benefits (such as medical care) for current employees are estimated and measured on an undiscounted basis.

**Defined contribution plans**

A defined contribution plan is a post-employment benefit plan under which an entity pays specified contributions to a separate entity and has no obligation to pay any further amounts. The Company makes specified monthly contributions towards Employee Provident Fund to Government administered Provident Fund scheme which is a defined contribution plan. The Company's contribution is recognised as an expense in the Statement of Profit and Loss during the period in which the employee renders the related service.

**Gratuity**

Gratuity liability is defined benefit obligation and is provided for on the basis of an actuarial valuation on projected unit credit (PUC) method made at the end of each financial year.

Remeasurements, comprising of actuarial gains and losses, the effect of the asset ceiling, excluding amounts included in net interest on the net defined benefit liability and the return on plan assets (excluding amounts included in net interest on the net defined benefit liability), are recognised immediately in the balance sheet with a corresponding debit or credit to retained earnings through OCI in the period in which they occur. Remeasurements are not reclassified to profit or loss in subsequent periods.

Past service costs are recognised in profit or loss on the earlier of:

- The date of the plan amendment or curtailment, and
- The date that the Company recognises related restructuring costs

Net interest is calculated by applying the discount rate to the net defined benefit liability or asset. The Company recognises the following changes in the net defined benefit obligation as an expense in the statement of profit and loss:

- Service costs comprising current service costs, past-service costs, gains and losses on curtailments and non-routine settlements; and
- Net interest expense or income

**Compensated Absences**

**Other long term benefits**

The employees can carry-forward a portion of the unutilised accrued compensated absences and utilise it in future service periods or receive cash compensation on termination of employment. Since the compensated absences do not fall due wholly within twelve months after the end of the period in which the employees render the related service and are also not expected to be utilised wholly within twelve months after the end of such period, the benefit is classified as a long-term employee benefit. The Company records an obligation for such compensated absences in the period in which the employee renders the services that increase this entitlement. The obligation is measured on the basis of independent actuarial valuation using the projected unit credit method.



**j) Revenue recognition**

**Sale of goods**

Revenue from sale of goods is recognised as per the terms agreed with customer, which coincides with the transfer of significant risks and rewards of ownership to the buyer. The amount recognised as sale is exclusive of goods & services tax and other taxes.

**Sale of Services**

Revenue in respect of service income is recognised on an accrual basis in accordance with the terms of specific contracts, provided the consideration is reliably determinable and no significant uncertainty exists regarding the collection. The amount recognised as revenue is net of applicable taxes.

**j) Foreign exchange transactions**

Foreign exchange transactions are recorded at the exchange rates prevailing on the date of such transactions. Realized gains and losses on foreign exchange transactions during the year are recognized in the statement of profit and loss. Monetary assets and liabilities denominated in foreign currencies as at the balance sheet date are translated at the closing exchange rates on that date. The resultant exchange differences are recognized in the statement of profit and loss.

**k) Earnings per share**

Basic earnings/(loss) per share is calculated by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year. The weighted average number of equity shares outstanding during the year are adjusted for events including a bonus issue, bonus element in a rights issue to existing shareholders, share split, and reverse share split (consolidation of shares).

Diluted earnings per share adjusts the figures used in the determination of basic earnings per share to take into account the after income tax effect of interest and other financing costs 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.

**l) Provisions, contingent liabilities and contingent assets**

Provision is recognised when the Company has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which reliable estimate can be made. Provisions are not discounted to present value and are determined based on best estimate required to settle the obligation on the Balance Sheet date. These are reviewed at each Balance Sheet date and adjusted to reflect the current best estimates. A disclosure for a contingent liability is made when there is a present obligation that may, but probably will not, require an outflow of resources. Disclosure is also made in respect of a present obligation as a result of past event that probably requires an outflow of resource, where it is not possible to make a reliable estimate of the outflow. Possible obligation that arises from past events and 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 are also included in the disclosure of the contingent liability. Where there is a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made. Contingent assets are not recognised in the financial statements. However, contingent assets are assessed continually and if it is virtually certain that an inflow of economic benefits will arise, the asset and related income are recognised in the period in which the change occurs.

**m) Income taxes**

Tax expense comprises of current tax and deferred tax. Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the provisions of Income Tax Act, 1961 as applicable to the financial year. Deferred income taxes reflects the impact of current year timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years.

Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the balance sheet date. Deferred tax assets are recognised only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. In situation, where the company has unabsorbed depreciation or carry forward of losses, deferred tax assets are recognised only if there is virtual certainty supported by convincing evidence that they can be realised against future taxable profits.



n) Inventories

Inventories are carried at the lower of cost or net realisable value.

Cost of inventories comprises all costs of purchase, costs of conversion and other costs incurred in bringing the inventories to their present location and condition. In determining the cost, FIFO method is used.

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

The proportionate amount of additional duty of customs paid on finished goods imported for trading and lying unsold as at the year end has been included in the value of the finished goods stock.

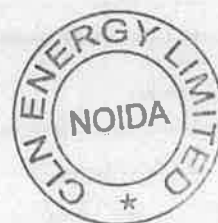
The comparison of cost and net realisable value is made on an item-by-item basis.

o) Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and balance with banks on current accounts. The Company considers all highly liquid investments, including bank deposits with an original maturity at the date of purchase of three months or less and that are readily convertible to known amounts of cash to be cash equivalents. Further, bank deposits having maturity of more than 12 months have also been disclosed separately by the company under this head. Moreover, the cash flow statement is prepared using indirect method.

p) Segment Reporting

The Company operates in a single primary business segment. Hence, there are no reportable segment as per AS 17 segment Reporting.



CLN Energy Limited (Formerly known as CLN Energy Private Limited & JLN Phenix Energy Private Limited)  
(CIN No. U33100UP2019PLC121869)  
Summary of significant accounting policies and other explanatory information for the year ended 30 September 2024  
(Figures are in lakhs ₹, unless stated otherwise)

### 3 Share capital

	As at 30 September 2024	As at 31 March 2024
Authorised share capital 1,00,00,000 equity shares of ₹ 10/- each (31 March 2024: 50,00,000 equity shares of ₹ 10 each)	1,00,00,000	50,00,000
Issued, subscribed and fully paid up share capital 76,61,250 equity shares of ₹ 10/- each (31 March 2024: 34,05,000 equity shares of ₹ 10 each)	766.13	340.50
	<b>766.13</b>	<b>340.50</b>

#### (a) Reconciliation of share capital (equity shares with voting rights)

	As at 30 September 2024		As at 31 March 2024	
	Number of shares	Amount	Number of shares	Amount
Equity shares				
Shares outstanding at the beginning of the year	34,05,000	340.50	11,35,000	113.50
Add: Issued during the year				
Add: Issued Bonus shares during the year	42,56,250	425.63	22,70,000	227.00
Shares outstanding at the end of the year	<b>76,61,250</b>	<b>766.13</b>	<b>34,05,000</b>	<b>340.50</b>

#### (b) Rights, preferences and restrictions attached to equity shares

The Company has a single class of equity share having a par value of ₹ 10 per share. Each holder of equity share is entitled to one vote per share with a right to receive per share dividend declared by the Company. In the event of liquidation of the Company, the holders of the 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 shareholder.

On winding up of the Company, the holders of equity shares will be entitled to receive the residual assets of the Company, remaining after distribution of all preferential amounts in proportion to the number of equity shares held. The Company did not declare any dividend on equity shares for the period ended 30 September 2024 and previous year.

#### (c) Shares held by holding company

	As at 30 September 2024		As at 31 March 2024	
	Number	Amount	Number	Amount
Equity shares of ₹ 10 each fully paid up held by: CLN Energy Pte Limited	76,61,238	766.12	34,04,994	340.50

#### (d) Promoters Shareholdings

##### i) Shareholding of promoters as on 30 September 2024

Promoter name	No of Shares	% of total shares	% change during the year
CLN Energy Pte Limited	76,61,238	100.00	125%
Jeevan Chand	2	*	-33%
Sunil Gandhi	2	*	-33%
<b>Total</b>	<b>76,61,242</b>	<b>100.00</b>	<b>-</b>

\*Percentage is negligible

##### ii) Shareholding of promoters as on 31 March 2024

Promoter name	No of Shares	% of total shares	% change during the year
CLN Energy Pte Limited	34,04,994	100.00	-
Jeevan Chand	3	*	-
Sunil Gandhi	3	*	-
<b>Total</b>	<b>34,05,000</b>	<b>100.00</b>	<b>-</b>

\*Percentage is negligible



(c) Details of shares held by each shareholder holding more than 5% shares:

	As at 30 September 2024		As at 31 March 2024	
	Number	% of total shares in the class	Number	% of total shares in the class
Equity shares of ₹ 10 each fully paid up held by:				
CLN Energy Pvt. Ltd.	76,61,258	100.00	11,34,098	100.00
	76,61,258	100.00	11,34,098	100.00

(f) Aggregate number of shares issued for consideration other than cash during the period of five years immediately preceding the reporting date:

The Company has allotted 42,56,250 fully-paid-up equity shares of face value Rs. 10 each during the year ended 30.09.2024 pursuant to a bonus issue approved by the shareholders. The record date fixed by the Board of Directors was June 6, 2024. The bonus shares were issued by capitalization of profits transferred from general reserve. A bonus share of 5 equity share for every 4 equity shares held have been allotted.

The bonus shares once allotted shall rank *pari passu* in all respects and carry the same rights as the existing equity shareholders and shall be entitled to participate in full, in any dividend or other corporate action, recommended and declared after the new equity shares are allotted.



CLN Energy Limited (Formerly known as CLN Energy Private Limited & JLN Phenix Energy Private Limited)  
 CIN No: L33106, P01991 (13) (M)  
 Summary of significant accounting policies and other explanatory information for the year ended 30 September 2024  
 Figures are in lakhs, unless stated otherwise

4 Reserves and surplus

	Securities premium	Retained Earnings	Total
Balance as at 1 April 2023	189.00	95.00	284.00
Securities premium received during the year	-	-	-
Less: Utilised for issue of bonus shares	189.00	38.00	227.00
Profit for the year	-	539.84	939.84
Balance as at 1 April 2024	-	996.84	996.84
Securities premium received during the year	-	-	-
Less: Utilised for issue of bonus shares	-	425.63	425.63
Profit for the year	-	463.65	463.65
Balance at the end of the year	-	1,034.86	1,034.86

5 Provisions

	Non-Current		Current	
	As at 30 September 2024	As at 31 March 2024	As at 30 September 2024	As at 31 March 2024
Provision for gratuity (net of planned assets)	16.48	9.13	0.55	0.18
Provision for compensated absences	24.75	17.64	2.11	1.57
Provision for warranty*	-	-	103.80	82.68
Provision for income tax (net of TDS receivable)	-	-	450.78	399.50
Payable to employees	-	-	75.03	152.39
	40.23	26.77	632.27	636.31

\*The reconciliation of the carrying amount of provision from beginning of the period to the end of the period is provided below:

	As at 30 September 2024	As at 31 March 2024
Provision for warranty		
Opening balance	82.68	36.75
Additions	22.68	45.93
Amounts utilised	1.56	-
Closing balance	103.80	82.68

6 Short term Borrowings

	As at 30 September 2024	As at 31 March 2024
Secured Loan		
ICICI BANK CX - 776951000008	478.45	-
Unsecured Loan from others	200.00	-
	678.45	-

7 Trade payables

	As at 30 September 2024	As at 31 March 2024
Trade payables		
- total outstanding dues of micro enterprises and small enterprises	139.34	76.45
- total outstanding dues of creditors other than micro enterprises and small enterprises (Refer Note 7 (a))	5,687.06	5,552.84
	5,826.40	5,629.29

Trade payable ageing schedule as at 30 September 2024

	Outstanding for following periods from due date of payment					
Particulars	Unbilled	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
MSME	-	139.34	-	-	-	139.34
Others	77.59	3,230.85	576.21	-	2.11	3,887.06
Total	77.59	3,370.19	576.21	-	2.11	4,026.40

Trade payable ageing schedule as at 31 March 2024

	Outstanding for following periods from due date of payment					
Particulars	Unbilled	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
MSME	-	76.45	-	-	-	76.45
Others	26.18	3,799.20	1,675.76	31.55	20.15	5,552.84
Total	26.18	3,875.65	1,675.76	31.55	20.15	5,629.29

Note- The Company does not have any disputed outstanding dues of micro, small and other enterprises and other payables.





CLN Energy Limited (Formerly known as CLN Energy Private Limited & JLN Phenix Energy Private Limited)

CIN No. U33106DL2019PLC020697

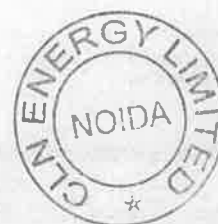
Summary of significant accounting policies and other explanatory information for the year ended 30 September 2024

Figures are in Lakhs (unless stated otherwise)

8 Other liabilities

	Non-current		Current	
	As at 30 September 2024	As at 31 March 2024	As at 30 September 2024	As at 31 March 2024
Acceptance from Vendors*	2,119.00	2,000.00	-	-
Statutory Liabilities	-	-	241.84	372.77
Advances received from customers	-	-	1,876.35	286.85
Liability for lease repurchase	49.77	30.57	5.68	9.54
Creditors for capital expenditure	-	-	302.04	374.84
Others	-	-	12.21	5.69
Deferred Income	3.80	3.69	3.79	4.80
	2,652.57	2,643.17	2,342.06	1,054.50

\* The supplier has delivered goods to company in advance of the usual delivery schedule, and on the basis of agreed terms as per contract, the value of these goods is treated as an acceptance from vendor ("Deposit") against future purchases.



CLN Energy Limited (Formerly known as CLN Energy Private Limited & JLN Phoenix Energy Private Limited)  
 CIN No. U33100DL2019PL121469  
 Summary of significant accounting policies and other explanatory information for the year ended 30 September 2024  
 (figures are in ₹ lakh, unless stated otherwise)

11. Loans and advances

	Non-current		Current	
	As at 30 September 2024	As at 31 March 2024	As at 30 September 2024	As at 31 March 2024
(Unsecured, considered good)				
Advance to suppliers			514.58	148.89
Advance to employees			6.89	7.79
Goods and service tax recoverable			901.55	195.91
			<u>1,426.82</u>	<u>938.57</u>

12. Inventories

(Valued at cost or net realisable value, whichever is lower)

	As at 30 September 2024	As at 31 March 2024
Raw materials	3,233.74	2,239.21
Work-in-progress	28.41	102.12
Finished goods	1,530.32	1,306.93
	<u>4,792.45</u>	<u>3,548.56</u>

13. Trade receivables

	As at 30 September 2024	As at 31 March 2024
Trade receivables		
Unsecured, considered good	3,214.03	2,477.82
Unsecured, considered doubtful	107.85	107.85
Less: Provision for doubtful debts	107.85	107.85
	<u>3,214.03</u>	<u>2,477.82</u>

(a) Trade receivables ageing schedule as at 30 September 2024

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 month-1 year	1-2 years	2-3 years	More than 3 years	
Trade receivables - considered good	2,026.00	1,004.52	65.63	118.08	-	3,214.03

(b) Trade receivables ageing schedule as at 31 March 2024

Particulars	Outstanding for following periods from due date of payment				Total
	Unbilled due	6 month-1 year	Less than 6 months	6 month-1 year	
Trade receivables - considered good	-	-	2,153.57	25.92	2,179.49

14. Cash and bank balances

	As at 30 September 2024	As at 31 March 2024
Cash and cash equivalents		
Cash on hand	1.57	2.19
Balance with banks		
- On current accounts	60.15	149.20
- Bank deposits with maturity of less than 3 months <sup>##</sup>	-	127.60
Total cash and cash equivalents (A)	<u>61.71</u>	<u>278.99</u>
Other bank balances		
- Bank deposits with maturity of more than 3 months but less than 12 months <sup>##</sup>	100.60	99.97
Total other bank balances (B)	<u>100.60</u>	<u>99.97</u>
Cash and bank balances (A) + (B)	<u>162.31</u>	<u>378.96</u>

<sup>##</sup> ₹ 100.60 lies under the Reserve Bank of India through the Asst./ Deputy Commissioner, IFC, Noida

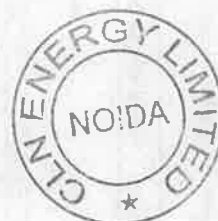


15 Other assets

Unsecured, non-current assets

	Non-Current		Current	
	As at 30 September 2024	As at 31 March 2024	As at 30 September 2024	As at 31 March 2024
Bank deposits with maturity of more than 12 months	940.50	24.73		
Interest accrued on fixed deposits			12.56	17.39
Security deposit#	115.60	79.32		
Finance money deposit due to lender			200.00	
Insurance receivable against fire claim				1,781.71
Prepaid expenses			41.62	37.19
Duty receipt			6.10	6.39
	417.10	103.65	254.29	1,856.50

# ₹ 1000/- has been due from the JCKC bank for short term borrowing.



CLN Energy Limited (Formerly known as CLN Energy Private Limited & JLN Phenix Energy Private Limited)

CIN No. U33106(P2019)CLN1869

Summary of significant accounting policies and other explanatory information for the year ended 30 September 2024

Figures are in lac ₹, unless stated otherwise

9. Property, plant and equipment and Capital work-in-progress

Particulars	Leasehold improvements	Plant and machinery	Computer and related equipments	Furniture and fixtures	Electrical fitting and fixing	Total	Capital work-in-progress	Total
<b>Gross Block</b>								
Balance as at 31 March 2023	134.41	1,667.95	113.29	54.73	209.63	2,180.00	296.88	2,476.88
Additions	161.79	578.19	21.10	6.69	2.49	770.25	236.81	1,027.07
Transfers	0.84	-	-	-	6.43	7.26	553.69	560.96
Balance as at 31 March 2024	295.36	2,246.14	134.39	61.42	208.70	2,942.99	-	2,942.99
Additions	13.33	-	0.19	11.35	1.24	26.10	-	26.10
Transfers	-	-	-	-	-	-	-	-
Balance as at 30 September 2024	308.69	2,246.14	134.58	72.77	206.93	2,969.09	-	2,969.09
<b>Accumulated depreciation</b>								
Balance as at 31 March 2023	72.49	508.39	44.02	18.58	92.54	736.01	-	736.01
Depreciation for the year	87.26	342.80	51.94	10.23	46.79	538.16	-	538.16
Transfers	0.41	-	-	-	0.75	1.16	-	1.16
Balance as at 31 March 2024	159.34	851.28	94.96	28.86	138.58	1,273.01	-	1,273.01
Depreciation for the year	44.90	196.16	11.77	4.57	13.20	270.59	-	270.59
Transfers	-	-	-	-	-	-	-	-
Balance as at 30 September 2024	204.24	1,047.44	106.73	33.43	151.78	1,543.60	-	1,543.59
<b>Accumulated impairment loss</b>								
Balance as at 31 March 2024	6.00	53.56	-	4.50	5.10	69.16	-	69.16
Impairment for the year	-	-	-	-	-	-	-	-
Transfers	-	-	-	-	-	-	-	-
Balance as at 30 September 2024	6.00	53.56	-	4.50	5.10	69.16	-	69.16
<b>Net block</b>								
Balance as at 31 March 2024	130.02	1,141.30	39.43	28.96	62.62	1,609.82	-	1,609.81
Balance as at 30 September 2024	98.45	1,148.14	27.85	54.84	50.05	1,356.33	-	1,356.13

CWIP ageing schedule as at 30 September 2024

Particulars	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress	-	-	-	-	-

\*There were no projects that were suspended at the end of reporting period accordingly disclosure on expected date of completion of suspended project has not been given. Further, there are no projects whose completion is overdue or has exceeded its cost compared to its original plan

CWIP ageing schedule as at 31 March 2024

Particulars	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress	-	-	-	-	-

\*\*There were no projects that were suspended at the end of reporting period accordingly disclosure on expected date of completion of suspended project has not been given. Further, there are no projects whose completion is overdue or has exceeded its cost compared to its original plan



CLN Energy Limited (Formerly known as CLN Energy Private Limited & CLN Phoenix Energy Private Limited)  
 CIN No. U33106GJ2019PR111218609

Summary of significant accounting policies and other explanatory information for the year ended 30 September 2024

Figures are in lakhs of Indian Rupees, unless stated otherwise.

10. Intangible assets

Particulars	Computer Software	R&D assets
<b>Gross Block</b>		
Balance as at 31 March 2023	34.71	261.02
Additions	-	21.39
Transfers	-	-
Balance as at 31 March 2024	34.71	283.00
Additions	-	-
Transfers	-	-
Balance as at 30 September 2024	34.71	283.00
<b>Accumulated depreciation</b>		
Balance as at 31 March 2023	8.72	50.87
Amortisation for the year	13.07	91.36
Transfers	-	-
Balance as at 31 March 2024	21.79	142.23
Amortisation for the period	3.15	47.17
Transfers	-	-
Balance as at 30 September 2024	24.94	189.40
<b>Net block</b>		
Balance as at 31 March 2024	12.92	140.77
Balance as at 30 September 2024	9.77	93.60



CLN Energy Limited (Formerly known as CLN Energy Private Limited & JLN Phenix Energy Private Limited)  
(INCIN 133100, PAN: PGL1218493)

Summary of significant accounting policies and other explanatory information for the year ended 30 September 2024  
(all figures are in lakhs, unless stated otherwise)

16 Revenue from operations

	For the year ended 30 September 2024	For the year ended 31 March 2024
Manufacturing Goods	5,601.99	8,936.82
Trading Goods	421.02	2,029.89
Sale of services	1,444.39	2,270.37
	<b>7,466.41</b>	<b>13,237.08</b>
Other operating revenue		
Lease rent	16.37	33.79
	<b>16.37</b>	<b>33.79</b>
<b>Total - Revenue from operations</b>	<b>7,482.78</b>	<b>13,270.87</b>

17 Other income

	For the year ended 30 September 2024	For the year ended 31 March 2024
Interest Income	10.26	13.91
Sundry balances written off (net)	91.09	-
Profit on sale of fixed assets	-	1.16
	<b>101.35</b>	<b>15.07</b>

18 Raw Material Consumed

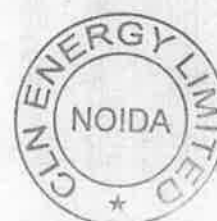
	For the year ended 30 September 2024	For the year ended 31 March 2024
Opening Stock of Raw Material	2,239.21	2,218.64
Add : Purchase of Stock of Raw Material (incl import duties and custom charges)	6,180.47	7,336.53
Add : Direct Expenses		
Factory Expenses	18.06	65.33
Electricity Power & Fuel	50.15	92.72
Loading and unloading charges	1.35	9.09
Less : Loss of inventory due to fire shown as exceptional item	-	-
Less : Closing Stock of Raw Material	3,233.74	2,239.21
	<b>5,255.50</b>	<b>7,483.10</b>

19 Change in Inventories

	For the year ended 30 September 2024	For the year ended 31 March 2024
Inventories at the beginning of the period/year		
Opening Stock of Finished Goods	1,206.93	582.67
Closing Stock of Finished Goods	1,530.32	1,206.93
Change in Inventories of Finished Goods	(323.39)	(624.26)
Opening Stock of Work in Progress	102.42	391.41
Closing Stock of Work in Progress	28.41	102.42
Change in Inventories of Work in Progress	74.01	288.99
Total	<b>(249.39)</b>	<b>(335.27)</b>

20 Employee benefit expense

	For the year ended 30 September 2024	For the year ended 31 March 2024
Salaries and wages	452.86	1,121.38
Director Remuneration	54.16	92.50
Contribution to provident and other funds	16.28	29.33
Contribution to gratuity and leave encashment	26.91	2.50
Staff welfare	15.39	41.42
	<b>565.60</b>	<b>1,289.13</b>



CLN Energy Limited (Formerly known as CLN Energy Private Limited & JLN Phenix Energy Private Limited)

(CIN No. U33304/P2014PL1012346)

Summary of significant accounting policies and other explanatory information for the year ended 30 September 2021

(Figures are in lacs ₹, unless stated otherwise)

21 Finance Cost

	For the year ended 30 September 2024	For the year ended 31 March 2024
Interest on CG / OD Limit Loan	9.22	-
Interest on Unsecured Loan	5.79	-
Bank Processing charges	4.00	-
	<b>19.01</b>	<b>-</b>

22 Depreciation and amortisation expense

	For the year ended 30 September 2024	For the year ended 31 March 2024
Depreciation on property, plant and equipment	270.59	338.15
Amortisation of intangible assets	50.32	104.45
	<b>320.91</b>	<b>642.58</b>

23 Other expenses

	For the year ended 30 September 2024	For the year ended 31 March 2024
Rent Expenses	90.07	294.55
Consumables	2.55	8.02
Repairs and maintenance	15.47	15.27
Insurance	16.78	69.74
Rates and taxes	2.57	15.75
Interest on statutory dues	11.78	16.95
Penalty on statutory dues	21.46	-
Travelling & Conveyance Expenses	41.19	57.08
Legal and professional fee	63.36	95.17
Auditor Remuneration (refer note 23a)	1.50	3.00
Commission & Brokerage	0.50	6.71
Exchange fluctuation loss (net)	18.38	80.07
Warranty expenses	21.12	45.92
Provision for Doubtful debts	-	71.30
Freight & Transportation Expenses	35.71	48.40
Security expenses	12.83	34.91
Contractual manpower and job work charges	154.45	274.41
Communication expenses	4.30	9.95
Advertisement and Sales promotion expenses	5.80	18.95
Housekeeping expenses	15.84	23.80
Membership and subscription fee	10.11	13.18
Bank charges	1.66	0.98
Miscellaneous expenses	15.82	51.25
	<b>563.24</b>	<b>1,165.36</b>

23(a) Details of payment to auditors\*

	For the year ended 30 September 2024	For the year ended 31 March 2024
- Audit fees	1.50	3.00
- Other Matters	-	-
	<b>1.50</b>	<b>3.00</b>

\*excluding applicable taxes

- 24 On 1 June 2022, the production plant of the Company located at Plot No.18, Sector 140, Phase-II, Noida caught major fire. Except for the amount of inventory, fixed assets and certain toolings, all other assets were lost in the fire. The Company has adequately covered its assets by a fire policy and the Company has filed insurance claim amounting to Rs. 1820.72 Lacs for the loss incurred. The total amount of loss claimed by the Company is ₹2,457.32 lacs which includes carrying value of inventories of ₹2,388.16 lacs (including expenses) and carrying value of property, plant and equipment of ₹69.16 lacs.

During the period ended March 31, 2023, entity has provided for an exceptional loss of ₹2,457.32 lacs which includes value of inventories including the amount of Goods and Service Tax (GST) and other expenses.

Further in the FY 2023-2024, out of total insurance receivable amounting to Rs. 1820.72 Lacs, the insurance receivable amounting to Rs. 1781.71 has been accepted and approved by the insurance company. Accordingly, the difference of insurance receivable amounting to Rs. 39.01 Lacs between claim and approved has been provided for an exceptional loss.



25 Earnings per share

	For the year ended 30 September 2024	For the year ended 31 March 2024
Profit/(loss) after tax for the year (A)	463.65	111.926
Calculation of weighted average number of equity shares		
Number of equity shares at the beginning of the year	34,05,000	11,35,000
Number of bonus shares issued during the year adjusted retrospectively	12,56,250	22,70,000
Number of equity share outstanding as at the end of the year	76,61,250	34,05,000
Weighted average number of equity shares outstanding during the year (B)	76,61,250	34,05,000
Nominal value of equity shares	10.00	10.00
Adjusted Basic/diluted earnings per share (A) / (B)	6.05	3.29

\*The number of equity shares are adjusted retrospectively for all period presented for any bonus shares issued.

26 Employee benefits

The Company has calculated the various benefits provided to employees as given below:

A. Defined contribution plans

	For the year ended 30 September 2024	For the year ended 31 March 2024
Employer's contribution to employees provident fund	15.76	28.47
Employer's contribution to employees state insurance	0.53	0.56
	16.29	29.03

B. Defined benefit plans

Gratuity

Change in present value obligation:

Particulars	For the year ended 30 September 2024	For the year ended 31 March 2024
Present value of obligation as at the beginning of the year	25.98	21.86
Past service cost	-	-
Current service cost	8.14	12.85
Interest cost	0.94	1.84
Actuarial (gain)/loss	3.74	(13.57)
Net liability recognised in balance sheet	38.80	25.98

Particulars	For the year ended 30 September 2024	For the year ended 31 March 2024
Current liability	0.55	0.18
Non-current liability	38.25	25.80
Net liability recognised in balance sheet	38.78	25.98

Fair value of plan assets

Particulars	For the year ended 30 September 2024	For the year ended 31 March 2024
Fair value of plan assets at the beginning of the period	16.67	-
Acquisition adjustment	-	-
Actual return on plan assets	0.58	-
Employer contribution	4.50	16.67
Actuarial (gain)/loss	-	-
Fair value of plan assets at the end of the period	21.75	16.67

Expenses recognised in the statement of profit and loss

Particulars	For the year ended 30 September 2024	For the year ended 31 March 2024
Current service cost	8.14	12.85
Past service cost	-	-
Expected return on plan assets	(0.60)	-
Interest cost	0.94	1.84
Actuarial (gain)/loss	3.76	(13.57)
Expenses recognized in the statement of profit and loss	12.23	1.12





CLN Energy Limited (formerly known as CLN Energy Private Limited & JLN Phoenix Energy Private Limited)  
 IN No. 1/2016-2017/121522

Summary of significant accounting policies and other explanatory information for the year ended 30 September 2024

Particulars in Lakhs of Rupees

Principal actuarial assumptions		
Particulars	For the year ended 30 September 2024	For the year ended 31 March 2024
Discount rate	7.23%	7.39%
Salary growth rate (p.a.)	10.50%	10.80%
Retirement age	60 years	60 years
Mortality	I ALM (2012-11) Ultimate	I ALM (2012-11) Ultimate
Withdrawal rates		
Upto 30 years	12.00%	12.00%
From 31 to 44 years	12.00%	12.00%
Above 44 years	12.00%	12.00%

Note:

The Company assesses these assumptions with the projected long term plans of growth and prevalent industry standards.

Actuarial gain / loss recognized

Particulars	For the year ended 30 September 2024	For the year ended 31 March 2024
Actuarial (gain)/loss on arising from change in demographic assumption	-	-
Actuarial (gain)/loss on arising from change in financial Assumption	-	0.37
Actuarial (gain)/loss on arising from experience adjustment	3.76	(13.94)
Net actuarial gain / loss recognized	3.76	(13.57)

#### C. Compensated absences

Changes in the present value of the obligation for the year ended are as follows:

Change in present value obligation:

Particulars	For the year ended 30 September 2024	For the year ended 31 March 2024
Present value of obligation at the beginning of the year	19.21	25.28
Past service cost	-	-
Current service cost	6.64	11.13
Interest cost	0.69	1.87
Actuarial (gain)/loss	(0.69)	(19.07)
Closing balance	25.86	19.21

#### 27 Lease commitments

(i) The Company has taken operating leases for office premises. Rent expense for the year ended 30 September 2024 amounts to ₹93.26 lacs (previous year - ₹204.55 lacs).

(ii) Future minimum lease payments

Particulars	For the year ended 30 September 2024	For the year ended 31 March 2024
Not later than one year	161.14	157.29
Later than one year and not later than five years	594.91	604.06
Later than five years	158.40	230.16

#### 28 Value of Import on CIF basis

	For the year ended 30 September 2024	For the year ended 31 March 2024
Purchase of raw materials	1,187.18	5,046.47
Purchase of capital goods	-	6.83
	1,187.18	5,053.30



CLN Energy Limited (Formerly known as CLN Energy Private Limited & JLN Phenix Energy Private Limited)

CIN No. U74100 DP 001 017 1210296

Summary of significant accounting policies and other explanatory information for the year ended 30 September 2024

Amounts are in ₹ unless stated otherwise

29 Deferred tax

	For the year ended 30 September 2024	For the year ended 31 March 2024
Deferred tax asset		
Property, plant and equipment and intangible assets	191.62	225.80
Provision for employee benefits:		
- Gratuity	4.29	2.51
- Bonus	3.73	2.67
- Compensated absences	6.51	4.83
Liability for leave equalisation	13.95	12.36
Warranty provision	26.12	20.81
Unrealised losses and depreciation	-	-
<b>Total</b>	<b>246.22</b>	<b>268.81</b>
<b>Net deferred tax assets</b>	<b>246.22</b>	<b>268.81</b>

30 Earning in foreign currency

	For the year ended 30 September 2024	For the year ended 31 March 2024
Sale of R&D	1,414.02	2,184.38
Sale of goods	0.43	949.96
	<b>1,414.45</b>	<b>2,184.38</b>

31 Unledged foreign currency exposures

	As at 30 September 2024		As at 31 March 2024	
	Amount (In foreign currency)	Amount (In ₹)	Amount (In foreign currency)	Amount (In ₹)
<b>Payables</b>				
USD	63.68	5,335.98	92.25	7,689.48
	<b>63.68</b>	<b>5,335.98</b>	<b>92.25</b>	<b>7,689.48</b>

Closing rate: USD 1 = ₹83.7888 (previous year: USD 1 = ₹83.3385)

32 Outstanding dues of micro enterprises and small enterprises

S.No.	Particulars	For the year ended 30 September 2024	For the year ended 31 March 2024
1	The principal amount and the interest due there (to be shown separately) remaining unpaid to any supplier as at the end of each accounting period		
- Principal		139.34	76.43
- Interest		2.51	4.98
2	The amount of interest paid by the buyer in terms of section 16 of the Micro, small and Medium Enterprises Development Act, 2006 along with the amounts of the payment made to the supplier beyond the appointed day during each accounting period.		
3	The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the period) but without adding the interest specified under Micro, small and Medium Enterprises Development Act, 2006.		
4	The amount of interest accrued and remaining unpaid at the end of each accounting period.		
5	The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance, as a deductible expenditure under Section 23 of the Micro, small and Medium enterprises Development Act, 2006.		
		<b>4.98</b>	<b>0.62</b>

33 Contingent Liabilities as at 30 September 2024 is Rs. Nil (31 March 2024- Rs. Nil) and Capital commitment (net of advances) as at 30 September 2024 is Rs. Nil (31 March 2024- Rs. Nil).



CLN Energy Limited (Formerly known as CLN Energy Private Limited & JLN Phoenix Energy Private Limited)  
(IN No. U37100/P2019/PL/2187)

Summary of significant accounting policies and other explanatory information for the year ended 30 September 2024  
(Figures in Lakhs of ₹, unless stated, in Rupees)

#### 34 Related party disclosures

##### (a) Entities exercising control of the company

CLN Energy Private Limited  
Munux Energy Limited, Hong Kong

Holding company (w.e.f. September 1st, 2022)  
Holding company (upto August 31st, 2022)

##### (b) Key Management Personnel

Mr. Jeevan Chaudhary Director (resigned on 21.02.2024)  
Mr. Sunil Gandhi Director and Chief Financial officer  
Mr. Manish Shah Director  
Mr. Ravi Seth Additional Director  
Mr. Ashish Kumar Chief Financial officer (w.e.f. 18th June, 2024)  
Mr. Sonal Jhanwar Company secretary (w.e.f. 18th June, 2024)

List of companies, in which any of person listed in (a) and (b) have significant influence or control

JLNPhoenix Power Private Limited  
CLN Energy Private Limited (upto August 31st, 2022)

##### (d) Transactions during the year

	For the year ended 30 September 2024	For the year ended 31 March 2024
<b>Key Managerial Personnel</b>		
<b>Mr. Jeevan Chaudhary</b>		
Managerial remuneration*	-	16.08
Advances given during the year	-	-
Advances repaid during the year	-	-
<b>Mr. Sunil Gandhi</b>		
Managerial remuneration*	30.00	35.00
<b>Mr. Manish Shah</b>		
Managerial remuneration*	24.75	21.41
<b>Mr. Ashish Kumar</b>		
Salary	10.50	15.70
<b>Ms. Sonal Jhanwar</b>		
Salary	0.65	-

\*KMP also participate in post employment benefits plans provided by the Company. The amount with respect to post employment benefits attributable to KMP cannot be segregated as these are based on actuarial valuation for all employees of the Company.

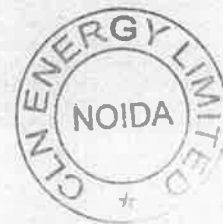
##### (c) Balances as at the year end:

Particulars	For the year ended 30 September 2024	For the year ended 31 March 2024
<b>Managerial remuneration</b>		
Mr. Jeevan Chaudhary	-	-
Mr. Sunil Gandhi	43.26	32.11
Mr. Manish Shah	-	8.10
Mr. Ashish Kumar	-	-
Ms. Sonal Jhanwar	-	-

##### Notes:

(i) The above transactions are in ordinary course of business and are in compliance with section 188 of the Act.

(ii) The transactions with related parties are made on terms equivalent to those that prevail in arm's length transactions.



### 35 Other statutory information

- (a) The Company does not have any litigation, where any proceedings are instituted or pending against the Company for holding any Particular property.
- (b) The Company does not have any transactions with companies struck off.
- (c) The Company does not have any change in constitution which is yet to be registered with ROC beyond the statutory period.
- (d) The Company has not traded or received a Crypto currency or Virtual Currency during the financial year.
- (e) The Company has not advanced or loaned or invested funds to any other person(s) or entity(ies) including foreign entities (Intermediary) with the understanding that the Intermediary shall:
- (i) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or
  - (ii) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- (f) The Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:
- (i) 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
  - (ii) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- (g) The Company have not any such transaction which is not recorded in the books of account that has been surrendered or disclosed as income during the year 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).

### 36 Ratios

Particulars	Numerator (refer notes below)	Denominator (refer notes below)	For the year ended 30 September 2024	For the year ended 31 March 2024	% change	Reason for more than 25 % Change
a) Current ratio	Current assets	Current liabilities	1.32	1.26	5%	NA
b) Debt-equity ratio	Debt	Equity	NA	NA	NA	NA
c) Debt service coverage ratio	Earnings available for debt service	Debt service	NA	NA	NA	NA
d) Return on equity ratio/return on investment	Profit after tax	Shareholder equity	36%	70%	-63%	Due to significant increase in profit after tax and issue of bonus shares.
e) Inventory turnover ratio	Revenue from Operation	Average inventory	1.34	3.25	-59%	NA
f) Trade Receivables turnover ratio	Revenue from Operation	Average receivables	2.63	5.31	-50%	Due to significant increase in revenue from operations.
g) Trade payables turnover ratio	Revenue from Operation	Average payables	1.58	1.83	-14%	NA
h) Net capital turnover ratio	Revenue from Operation	Working capital	3.16	7.06	-55%	Due to significant increase in revenue from operations.
i) Net profit ratio	Profit after tax	Revenue from operations	0.06	0.07	-13%	Due to significant increase in profit after tax as compared to last year. Last year, there was an impact of exceptional loss in profit after tax arises due to fire in the factory.
j) Return on Capital employed	Earnings before interest and tax	Average Capital employed	41%	89%	-54%	Due to significant increase in profit before tax and issue of bonus shares.

#### Notes:

- a. Debt = Long term borrowing + short term borrowing
- b. Equity = Share capital + other equity
- c. Earnings for debt service = Net profit after taxes + Non-cash operating expenses like depreciation and other amortisations + Finance cost
- d. Debt service = Interest + Principal repayments
- e. Shareholder equity = Equity share capital + other equity
- f. Average inventory = (Opening Inventory + Closing Inventory) / 2
- g. Average receivable = (Opening Receivable + Closing Receivable) / 2
- h. Average payable = (Opening Payables + Closing Payables) / 2
- i. Working capital = Current assets - Current liabilities
- j. Average capital employed = Tangible Net worth + Total Debt



37 The summary of significant accounting policies and other explanatory information is in line with the applicable accounting standards

The summary of significant accounting policies and other explanatory information is in line with the applicable accounting standards

For M/s. D G M S & CO  
Chartered Accountants  
Firm's Registration No. 0112187W



Hiren Jayantilal Maru  
Partner  
Membership No. 115279  
Place: Mumbai  
Date: 6th December 2024  
UDIN: 20115279BKAWVJ3499



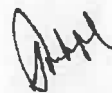
For and on behalf of the board of directors of  
CLN Energy Limited



Sunil Gindhi  
Director  
DIN: 08433751  
Place: Noida  
Date: 6th December 2024



Manish Shah  
Director  
DIN: 10343779  
Place: Noida  
Date: 6th December 2024



Ashish Kumar  
Chief Financial Officer  
PAN: BCUHPK7918D  
Date: 6th December 2024  
Place: Noida



Sonal Jhanwar  
Company Secretary  
PAN: AEMPG1589B  
Date: 6th December 2024  
Place: Noida

