



# DARAPANENI & Co.,

## CHARTERED ACCOUNTANTS

Flat No 1A, Rama Apartments, Plot No.84, Srinagar Colony, Hyderabad - 500073.

Tel: 040-23735095, 23736487

E-mail: darapaneni1986@gmail.com

To,  
HPCL Rajasthan Refinery Limited  
Tel Bhavan Sahkar Marg  
Lal Kothi Vistar, Jyoti Nagar  
Jaipur-352005, Rajasthan, India.

**Name of the Project:** EPCC-09 PACKAGE FOR POLYPROPYLENE UNIT & ASSOCIATED CONVEYING AND BAGGING SYSTEM AND BUTENE-1 UNIT OF HPCL Rajasthan Refinery Limited (HRRL) at Rajasthan, India.

**Purchase Order No:** HRRL/PO/2021/40 Dt.14-02-2022

**Sub:** Certification of declaration regarding local content of the Contract Value as per PP-LC Policy for M/S Megha Engineering & Infrastructures Limited for the Invoice ref no RJ/23/EPC/66.

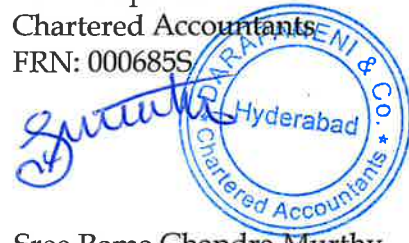
We, Darapaneni & Co., Chartered Accountants, having been appointed under Section 148 (3) of the Companies Act 2013 (18 of 2013), having office at Flat No.1A, Rama Apartments, Srinagar colony, Hyderabad-500073 as Chartered Accountants of M/s Megha Engineering & Infrastructures Limited (CIN: U45202TG2006PLC050271), have verified the expenditure committed/ incurred from the inception of the above-mentioned Project bearing Purchase Order no as per Annexure-1 (for construction/Installation)

Based on said details and information and explanations, which to the best of our knowledge and belief were necessary for the purpose of this audit, we hereby confirm that the local content expenditure committed for the aforesaid Project from inception date 13-Nov-21 until 24-June-23 is less than 50% as Per PP-LC Policy.

This is to further confirm that the details submitted by M/S Megha Engineering & Infrastructures Limited for computation of LC has been checked verified & measured in accordance with PP-LC Policy.

The details working sheet attached as Annexure-A, Annexure I & Annexure II.

For Darapaneni and Co.  
Chartered Accountants  
FRN: 000685S



Date: 27/06/2023  
Place: Hyderabad

Sree Rama Chandra Murthy  
Partner  
M.No: 233010  
UDIN: 23233010BGVSUX7224

**Annexure-A**  
**RA- 12- CONSTRUCTION**

HRRL/PO/2021/40 Dt. 14-02-2022

PP-LC Enclousere format to state the local content

Cost committed/ Incured (inception till (24.06.2023)

(INR in CR)

Particulars	Domestic (INR)	Imported* (INR)	Total	LC	
				%	INR
	a	b	c=a+b	d=a/c	e=c*d
<b>A) Cost Component</b>					
<b>1. GOODS</b>					
a) Material used cost					
b) Equipment Cost#	16.99	146.24	163.23	10.41%	16.99
<b>Sub total</b>	16.99	146.24	163.23	-	-
<b>2. Services</b>					
a) Personnel and consultant cost	-	67.11	67.11	0.00%	0.00
b) Equipment and work facility cost					
c) Construction/Fabrication cost	57.77		57.77	100.00%	57.77
d) Other services cost etc.					
<b>Sub total</b>	57.77	67.11	124.88	46.26%	57.77
<b>3. Total COST OF GOODS AND SERVICES</b>	<b>74.76</b>	<b>213.35</b>	<b>288.11</b>	<b>25.95%</b>	<b>74.76</b>
<b>B) NON COST COMPONENT</b>	0	0	0	0	0

# Equipment cost taken based on the approved detailed billing breakup of 10% payment of total value on placement of PO for Major tagged items and same payment shall be released after submission of Bank Guarantee for equivalent value.

$$\% \text{ of LC Combination} = \frac{\text{Total Domestic components cost of goods (subtotal)} + \text{Total Domestic Component cost of services (subtotal)}}{\text{Total cost of goods and services}} \times 100$$

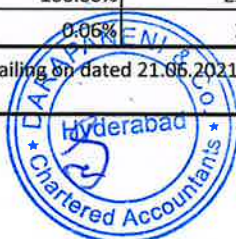
$$\% \text{ of LC Combination} = (16.99+57.77)/288.11 \times 100 = 25.94\%$$

Overall Contract	(INR in CR)
Total Contract value*	2876.1
LC Requirement-%	50%
LC Requirement- Value	1,438.05

Description	Upto Previous Invoice (In Crs.)	Current invoice (In Crs.)	Cumulative Invoice (In Crs.)
Billing Value*	286.44	1.67	288.11
LC Requirement-%	50%	50%	50%
LC Requirement- Value	143.22	0.84	144.06
LC Achived (INR Value)	73.09	1.67	74.76
Lc Achived% (w.r.t Cumulative Billing Value)	25.52%	100.00%	25.95%
Lc Achived% (w.r.t Total contract Value)	2.54%	0.06%	2.60%

\*EUR to INR Conversion @ 89.33 (the currency Bill Selling rate of SBI prevailing on dated 21.06.2021).

\*All values are basic value (excluding GST).



## Annexure-1 For Design and Engineering services (As per FORM SP-1)

HRRL- PPU Barmer

Sl No	Description	Invoice No.	Inv. Date	Site Ref No.	Amount			Remarks
					EURO	EURO To INR	INR	
1	Design and Engineering services	RJ/22/EPC/108	19.12.2022	2054/EPCC-9/ENG/RA2	31,68,511.43	28,19,02,461.93		1 Euro = 88.97 INR
2	Design and Engineering services	RJ/22/SCN/8	20.02.2023	2054/EPCC-9/ENG/RA1 CR	-1,20,417.26	-1,07,13,523.62		1 Euro = 88.97 INR
3	Design and Engineering services	RJ/22/EPC/135	04.03.2023	2054/EPCC-9/ENG/RA4	22,48,800.00	19,81,41,768.28		1 Euro = 88.11 INR
4	Design and Engineering services	RJ/22/EPC/149	23.03.2023	2054/EPCC-9/ENG/RA7	12,10,028.66	10,80,91,860.20		1 Euro = 89.33 INR
5	Design and Engineering services	RJ/23/EPC/52	31.05.2023	2054/EPCC-9/ENG/RA8	4,19,669.73	3,74,89,097.87		1 Euro=89.33 INR
6	Design and Engineering services	RJ/23/EPC/65	23.06.2023	2054/EPCC-9/ENG/RA11	6,28,914.69	5,61,80,949.26		1 Euro = 89.33 INR
				<b>Total</b>	<b>75,55,507</b>	<b>67,10,92,614</b>	<b>0</b>	

## Annexure-2 For Supplies work (As per FORM SP-2)

HRRL- PPU Barmer

Sl No	Description	Invoice No.	Inv. Date	Site Ref No.	Amount			Remarks
					EURO	EURO To INR	INR	
1	Supplies Services	RJ/22/EPC/155	30.03.2023	2054/EPCC-9/SUP/ADV01			16,98,73,200.00	
2	Supplies Services	RJ/22/EPC/161	31.03.2023	2054/EPCC-9/SUP/ADV02	1,27,07,427	113,51,54,474		1 Euro = 89.33 INR
3	Supplies Services	RJ/22/EPC/162	31.03.2023	2054/EPCC-9/SUP/ADV03	36,63,577	32,72,67,336		1 Euro = 89.33 INR
				<b>Total</b>	<b>1,63,71,004</b>	<b>146,24,21,811</b>	<b>16,98,73,200</b>	



### Annexure-3 For Construction/Site work (As per FORM SP-3)

HRRL- PPU Barmer

Sl No	Description	Invoice No.	Inv. Date	Site Ref No.	Amount			Remarks
					EURO	EURO To INR	INR	
1	Construction Services	RI/22/EPC/56	17.09.2022	2054/EPCC-9/CON/RA1			10,40,76,364.00	
2	Construction Services	RI/22/EPC/124	30.01.2023	2054/EPCC-9/CON/RA3			7,13,12,331.23	
3	Construction Services	RI/22/EPC/139	14.03.2023	2054/EPCC-9/CON/RA5			3,22,54,047.88	
4	Construction Services	RI/22/EPC/163	31.03.2023	2054/EPCC-9/CON/RA6			23,55,44,989.77	
5	Construction Services	RI/22/EPC/17	20.04.2023	2054/EPCC-9/CON/RA9			9,39,51,607.88	
6	Construction Services	RI/23/EPC/48	13.05.2023	2054/EPCC-9/CON/RA10			1,74,50,754.42	
7	Construction Services	RI/23/EPC/57	30.05.2023	2054/EPCC-9/CON/RA10A			63,84,682.75	
8	Construction Services	RI/23/EPC/66	24.06.2023	2054/EPCC-9/CON/RA12			1,66,89,020.95	
Total					0	0	57,76,63,798.88	

