



# DARAPANENI & Co., CHARTERED ACCOUNTANTS

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

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

**Project: EPCC-08 PACKAGE - LLDPE / HDPE (SWING) UNIT & ASSOCIATED CONVEYING AND BAGGING SYSTEM of HPCL RAJASTHAN REFINERY LIMITED (HRRL) at Rajasthan, India.**

**LOA No. : HRRL/LOA/2021/41, Dtd. 13/11/2021**

**Sub: Certification of declaration regarding local content as per PP-LC Policy for MEIL Invoice ref. no. RJ/22/EPC/123**

We, Darapaneni and Co. Chartered Accountants, having been appointed under Section 148 (3) of the Companies Act 2013 (18 of 2013), having office at Flat 1A Rama Apartments, Plot No 84, 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 01-July-22 until 15-Dec-22 is less than 50% of the Contract Value as Per PP-LC Policy.


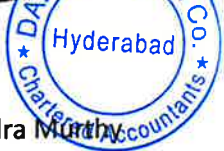
This is to further confirm that the details submitted by M/S Megha Engineering & Infrastructures Limited for computation of LC has been checked verified & measured in accordance with PP-LC Policy.

The details working sheet attached herewith for ready reference as Annexure-1, Annexure A & Annexure B.

Enclosed - Annexure-1, Annexure A & Annexure B.

Date: 31-01-2023  
Place: Hyderabad

For Darapaneni and Co.  
Chartered Accountants  
FRN: 000685S

  
  
Sree Rama Chandra Murthy  
Partner  
M.No: 233010  
UDIN: 23233010B6VSFB9135

**Annexure-A**  
**RA-01- ENGINEERING**

HRRL/LOA/2021/41 Dt. 13-11-2021

PP-LC Enclosure format to state the local content

Cost committed/ Incured (inception till (15.12.2022)

(INR in CR)

Particulars	Domestic (INR)	Imported* (INR)	Total c=a+b	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#	-	-	-	-	-
<b>Sub total</b>	-	-	-	-	-
<b>2. Services</b>					
a) Personnel and consultant cost	-	34.12	34.12	0.00%	0.00
b) Equipment and work facility cost	-	-	-	-	-
c) Construction/Fabrication cost	22.84	-	22.84	100.00%	22.84
d) Other services cost etc.					
<b>Sub total</b>	22.84	34.12	56.96	40.11%	22.84
<b>3. Total COST OF GOODS AND SERVICES</b>	<b>22.84</b>	<b>34.12</b>	<b>56.96</b>	<b>40.11%</b>	<b>22.84</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.

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

$$\% \text{ of LC Combination} = (0+22.84)/56.96 \times 100 = 40.11\%$$

<b>Overall Contract</b>	<b>(INR In CR)</b>
Total Contract value*	3065.72
LC Requirement-%	50%
LC Requirement- Value	1,532.86

Description	Upto Previous Invoice (In Crs.)	Current Invoice (In Crs.)	Cumulative Invoice (In Crs.)
Billing Value*	22.84	34.12	56.96
LC Requirement-%	50%	50%	50%
LC Requirement- Value	11.42	17.06	28.48
LC Achived (INR Value)	22.84	-	22.84
Lc Achived% (w.r.t Cumulative Billing Value)	100.00%	0.00%	40.11%
Lc Achived% (w.r.t Total contract Value)	0.75%	0.00%	0.75%

\*EUR to INR Conversion @ 89.84 (the currency Bill Selling rate of SBI prevailing on dated 25.06.2021).

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



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

HRRL- LLDPE 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/123	24.01.2023	2055/EPCC-8/ENG/RA1	37,99,029.30	34,11,52,831.14	-	1 Euro = 89.8 INR
				Total	37,99,029	34,11,52,831	-	

## Annexure-2 For Construction /Site work (As per FORM SP-3)

HRRL- LLDPE Barmer

Sl No	Description	Invoice No.	Inv. Date	Site Ref No.	Amount			Remarks
					EURO	EURO To INR	INR	
1	Construction Services- Civil works	RJ/22/EPC/60	20.09.2022	2055/EPCC-8/CON/RA1	-	-	8,96,00,112.00	-
2	Construction Services- Civil works	RJ/22/EPC/94	05.12.2022	2055/EPCC-8/CON/RA2	-	-	13,88,46,082.74	-
				Total	-	-	22,84,46,195	

