



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

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/136

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-Jan-23 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: 10-03-2023
Place: Hyderabad

For Darapaneni and Co.
Chartered Accountants
FRN: 000685S



Sree Rama Chandra Murti Ch
Partner

M.No: 233010

UDIN: 23233010B4VSHY7374

Annexure-A
RA-03- CONSTRUCTION

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

PP-LC Enclosure format to state the local content

Cost committed/ Incurred (inception till (15.01.2023)

(INR in CR)

| Particulars | Domestic (INR) | Imported* (INR) | Total | LC | |
|--|-------------------|--------------------|--------------|---------------|--------------|
| | | | | % | INR |
| | a | b | c=a+b | d=a/c | e=c*d |
| A) Cost Component | | | | | |
| 1. GOODS | | | | | |
| a) Material used cost | | | | | |
| b) Equipment Cost# | - | | - | - | - |
| Sub total | - | | - | - | - |
| 2. Services | | | | | |
| a) Personnel and consultant cost | - | 46.65 | 46.65 | 0.00% | 0.00 |
| b) Equipment and work facility cost | | | | | |
| c) Construction/Fabrication cost | 29.17 | | 29.17 | 100.00% | 29.17 |
| d) Other services cost etc. | | | | | |
| Sub total | 29.17 | 46.65 | 75.82 | 38.48% | 29.17 |
| 3. Total COST OF GOODS AND SERVICES | 29.17 | 46.65 | 75.82 | 38.48% | 29.17 |
| B) NON COST COMPONENT | 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.

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

$$\% \text{ of LC Combination} = (0 + 29.17 / 75.82 \times 100) = 38.48\%$$

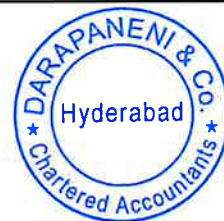
| | |
|-------------------------|--------------------|
| Overall Contract | (INR in CR) |
| Total Contract value* | 3065.72 |
| LC Requirement-% | 50% |
| LC Requirement- Value | 1,532.86 |

| Description | Upto Previous Invoice (In Crs.) | Current invoice (In Crs.) | Cumulative Invoice (In Crs.) |
|---|---------------------------------|---------------------------|------------------------------|
| Billing Value* | 69.49 | 6.33 | 75.82 |
| LC Requirement-% | 50% | 50% | 50% |
| LC Requirement- Value | 34.75 | 3.17 | 37.91 |
| LC Achieved (INR Value) | 22.84 | 6.33 | 29.17 |
| Lc Achieved% (w.r.t Cumulative Billing Value) | 32.87% | 100.00% | 38.48% |
| Lc Achieved% (w.r.t Total contract Value) | 0.75% | 0.21% | 0.95% |

*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).

ES



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 | R/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 |
| 2 | Design and Engineering services | R/22/EPC/133 | 21.02.2023 | 2055/EPCC-8/ENG/RA02 | 14,01,528.04 | 12,53,24,637.34 | | 1 Euro = 89.42 INR |
| | | | | Total | 52,00,557.34 | 46,64,77,468.48 | | |

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 | R/22/EPC/60 | 20.09.2022 | 2055/EPCC-8/CON/RA1 | | | 8,96,00,112.00 | |
| 2 | Construction Services- Civil works | R/22/EPC/94 | 05.12.2022 | 2055/EPCC-8/CON/RA2 | | | 13,88,46,082.74 | |
| 3 | Construction Services- Civil works | R/22/EPC/136 | 04.03.2023 | 2055/EPCC-8/CON/RA3 | | | 6,32,91,766.00 | |
| | | | | Total | 0 | 0 | 29,17,37,961 | |

