



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, Dated. 13/11/2021

Sub: Certification of declaration regarding local content as per PP-LC Policy for MEIL Invoice ref. no. RJ/23/EPC/86.

We, Darapaneni and Co. Chartered Accountants, appointed under Section 148 (3) of the Companies Act 2013 (18 of 2013), with 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 12-July-2023 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 herewith for ready reference as Annexure-A, Annexure 1, Annexure 2 & Annexure 3.

Enclosed - Annexure-A, Annexure 1, Annexure 2 & Annexure 3

Date: 14/07/2023
Place: Hyderabad

For Darapaneni and Co.
Chartered Accountants
FRN: 000685S



Sree Rama Chandra Murthy Ch
Partner

M.No: 233010

UDIN: 23233010BQVSW9606

**Annexure-A
ADV-06 SUPPLY**

HRRL/PO/2021/41 Dt. 16.09.2022

PP-LC Enclousere format to state the local content

Cost committed/ Incured (inception till (12.07.2023))

(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#	5.59	156.24	161.83	3.45%	5.59
Sub total	5.59	156.24	161.83	3.45%	5.59
2. Services					
a) Personnel and consultant cost	-	70.13	70.13	0.00%	0.00
b) Equipment and work facility cost					
c) Construction/Fabrication cost	65.64		65.64	100.00%	65.64
d) Other services cost etc.					
Sub total	65.64	70.13	135.77	48.35%	65.64
3. Total COST OF GOODS AND SERVICES	71.23	226.37	297.60	23.93%	71.23
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.

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

$$\% \text{ of LC Combination} = (5.59+65.64)/297.60 \times 100 = 23.93\%$$

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*	235.65	61.95	297.60
LC Requirement-%	50%	50%	50%
LC Requirement- Value	117.83	30.98	148.80
LC Achived (INR Value)	71.23	-	71.23
Lc Achived% (w.r.t Cumulative Billing Value)	30.23%	0.00%	23.93%
Lc Achived% (w.r.t Total contract Value)	2.32%	0.00%	2.32%

*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	RI/22/EPC/123	24.01.2023	2055/EPCC-8/ENG/RA1	3,799,029.30	341,152,831.14		1 Euro = 89.8 INR
2	Design and Engineering services	RI/22/EPC/133	21.02.2023	2055/EPCC-8/ENG/RA02	1,401,528.04	125,324,637.34		1 Euro = 89.42 INR
	Design and Engineering services	RI/22/SCN/9	18.03.2023	2055/EPCC-8/ENG/RA2CR	(94,316.73)	(8,433,801.96)		1 Euro = 89.42 INR
3	Design and Engineering services	RI/22/EPC/153	27.03.2023	2055/EPCC-8/ENG/RA03	309,029.49	27,763,209.38		1 Euro = 89.84 INR
4	Design and Engineering services	RI/22/EPC/154	28.03.2023	2055/EPCC-8/ENG/RA04	1,089,038.24	97,839,195.48		1 Euro = 89.84 INR
5	Design and Engineering services	RI/22/EPC/168	31.03.2023	2055/EPCC-8/ENG/RA05	721,806.93	64,847,134.59		1 Euro = 89.84 INR
6	Design and Engineering services	RI/23/EPC/59	07.06.2023	2055/EPCC-8/ENG/RA06	189,313.63	17,007,936.52		1 Euro = 89.84 INR
7	Design and Engineering services	RI/23/EPC/69	27.06.2023	2055/EPCC-8/ENG/RA07	398,688.52	35,818,176.64		1 Euro = 89.84 INR
				Total	7,814,117.42	701,319,319.13		

Annexure-2 For Supply Services (As per FORM SP-2)

HRRL- LLDPE Barmer

Sl No	Description	Invoice No.	Inv. Date	Site Ref No.	Amount			Remarks
					EURO	EURO To INR	INR	
1	Supply Services	RI/22/EPC/90	15.11.2022	2055/EPCC-8/SUP/ADV1			33,799,137.60	
2	Supply Services	RI/22/EPC/164	31.03.2023	2055/EPCC-8/SUP/ADV2	22,46,990	20,18,69,597		1 Euro=89.84 INR
3	Supply Services	RI/22/EPC/165	31.03.2023	2055/EPCC-8/SUP/ADV3	51,91,322	46,63,88,373		1 Euro=89.84 INR
4	Supply Services	RI/22/EPC/166	31.03.2023	2055/EPCC-8/SUP/ADV4	22,81,928	20,50,08,442		1 Euro=89.84 INR
5	Supply Services	RI/23/EPC/84	12.07.2023	2055/EPCC-8/SUP/ADV5A	7,74,824	6,96,10,205		1 Euro=89.84 INR
6	Supply Services	RI/23/EPC/85	12.07.2023	2055/EPCC-8/SUP/ADV5B			22,096,204.71	
7	Supply Services	RI/23/EPC/86	12.07.2023	2055/EPCC-8/SUP/ADV6	68,95,935	61,95,30,824		1 Euro=89.84 INR
				Total	1,73,91,000	156,24,07,441	5,58,95,342	



Annexure-3 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			89,600,112.00	
2	Construction Services- Civil works	RJ/22/EPC/94	05.12.2022	2055/EPCC-8/CON/RA2			138,846,082.74	
3	Construction Services- Civil works	RJ/22/EPC/136	04.03.2023	2055/EPCC-8/CON/RA3			63,291,766.00	
4	Construction Services- Civil works	RJ/22/EPC/152	27.03.2023	2055/EPCC-8/CON/RA4			190,559,753.00	
5	Construction Services- Civil works	RJ/22/EPC/169	31.03.2023	2055/EPCC-8/CON/RA5			40,187,918.00	
6	Construction Services- Civil works	RJ/23/EPC/51	27.05.2023	2055/EPCC-8/CON/RA6			62,302,231.00	
7	Construction Services- Civil works	RJ/23/EPC/71	29.06.2023	2055/EPCC-8/CON/RA7			71,627,653.62	
Total					0	0	65,64,15,516	

