

Goodwill	31.80
Other intangible assets	12.42
Other non-current assets	7.20
Other financial assets	270.85
Inventories	469.58
Trade receivables	1,407.44
Loans	8.25
Other current assets	63.39
<b>Total-A</b>	<b>2,832.12</b>
<b>Liabilities</b>	
Other financial liabilities	101.24
Deferred tax liabilities (net)	10.95
Trade payables	1,071.63
Other financial liabilities	223.30
Other current liabilities	608.10
Provisions	142.97
<b>Total-B</b>	<b>2,158.19</b>
<b>Net assets (A-B)</b>	<b>673.93</b>

As per the applicable accounting standard Ind AS 103 ('standard'), since this demerger is a common control business combination, the financial information necessitates restatement by the Company at carrying amounts not from the appointed date but from the beginning of the preceding period in the financial statements which happens to be the date of incorporation i.e. February 19, 2019. Consequentially, the Company is required to give effect to the business combination from February 19, 2019 (date of its incorporation). However, the Company has recognised the impact of the business combination only from April 1, 2019 (i.e. the appointed date specified in the scheme of arrangement). The Company of the view that due to incoherence between the appointed date i.e., April 1, 2019 and date of incorporation i.e. February 19, 2019 and requirements of Ind AS 103 such a one off situation has arisen. Thus, the statement of profit and loss (including other comprehensive income), statement of changes in equity and statement of cash flows for the period do not contain the impact of the transactions of the demerged undertaking from February 19, 2019 to March 31, 2019. However, there is no impact of the same on the Company's balance sheet as at December 31, 2020 and December 31, 2019 respectively.

As consideration for the value of net assets transferred, the Company has issued 1 (One) fully paid up equity share of ₹ 2 each for every 5 (Five) Equity shares of ₹ 2 each held by existing shareholders in ABB India Limited. There is no contingent consideration payable pursuant to this acquisition.

Further, as per the Scheme, the deficit, if any, between the carrying value of assets, liabilities and reserves transferred to the "Resulting Company" and the consideration discharged by way of the New Equity Shares issued to the shareholders of the "transferor" in lieu of the Demerged Undertaking has been recorded as 'Amalgamation Adjustment Deficit Account' in the books of the "Resulting Company".

Further, the Company has incurred the following cost due to the demerger which has been classified as exceptional items in the statement of profit and loss:

All amount in Indian Rupees in crores, except as stated otherwise		
Particulars	December 31, 2020	December 31, 2019
Stamp duty charges	-	37.23
Professional charges	7.43	1.93
Others	-	1.63
<b>Total</b>	<b>7.43</b>	<b>40.79</b>

**b) Provision towards doubtful customer receivables and additional project cost**

During the year, the Company has re-evaluated its claims/dues in respect of certain old, slow moving contracts. Whilst the Company is actively pursuing its dues from these customers, in view of significant delays by customers and based on the analysis of the customer's ability to pay, the Company has made additional provisions aggregating to ₹ 28.07 crores and the same has been disclosed as an exceptional item in the statement of profit and loss.

### 39. Related party disclosures

**Party where control exists: (refer note 15(f))**

ABB Limited, Zurich, Switzerland (Ultimate Holding Company)  
ABB Asea Brown Boveri Limited, Zurich, Switzerland (Holding Company)  
Hitachi Limited (Ultimate Holding Company) (w.e.f. July 1, 2020)  
Hitachi ABB Power Grids Limited (subsidiary of Hitachi Limited)  
Entities under common control