

All amount in Indian Rupees in crores, except as stated otherwise

	As at December 31, 2020	As at December 31, 2019
<b>vi Other current liabilities</b>		
Fellow subsidiaries		
- ABB Power Grids Korea Ltd.; Seoul; Korea, Republic of Korea	2.86	-
- ABB Power Grids The Netherlands B. V.; Rotterdam; Netherlands	0.97	-
- ABB Ltd.; Hanoi; Vietnam	0.68	1.78
- ABB South Africa (Pty) Ltd.; Modderfontein; South Africa	0.18	22.81
- ABB Schweiz AG, Baden, Switzerland	-	2.59
- Other fellow subsidiaries	1.63	1.62
	<b>6.32</b>	<b>28.80</b>
- Add/(Less): Impact of foreign currency restatement	0.05	0.16
	<b>6.37</b>	<b>28.96</b>

<sup>1</sup> Pursuant to demerger of Power Grid business from ABB India Limited ('ABB') in the previous year, the Company has accounted sales and purchases towards the contracts yet to be novated by the Company with customers and vendors. The aforesaid sales and purchases has been included in the revenue from operations and cost of sales of the Company. The receivables and payables on account of the same has been included in trade receivables and payables respectively.

#### 40. Corporate social responsibility expenses

As per the Section 135 of the Companies Act 2013, the Board shall ensure that the Company spends, in every financial year, at least two per cent of the average of the net profits of the three immediately preceding financial years, in pursuance of its Corporate Social Responsibility ('CSR') Policy. Hence, the Company falls within the ambit of Section 135 of the Act and is required to contribute the amount stipulated under the aforesaid provisions of the Act.

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Particulars	December 31, 2020	December 31, 2019
a) Gross amount required to be spent by the Company during the year	4.42	-
b) Amount approved by the Board to be spent during the year	4.42	-
c) Amount spent during the year ending on 31 December, 2020:	<b>In cash</b>	<b>Yet to be paid in cash</b>
i) Construction/acquisition of any assets	-	-
ii) On purposes other than (i) above	0.83	3.59
		<b>Total</b>
d) Amount spent during the year ending on 31 December, 2019:	<b>In cash</b>	<b>Yet to be paid in cash</b>
i) Construction/acquisition of any assets	-	-
ii) On purposes other than (i) above	-	-

41. The Company is in the process of conducting a transfer pricing study as required by the transfer pricing regulations under the IT Act ('regulations') to determine whether the transactions entered during the year ended December 31, 2020, with the associated enterprises were undertaken at "arm's length price". The management confirms that all the transactions with associate enterprises are undertaken at negotiated prices on usual commercial terms and is confident that the aforesaid regulations will not have any impact on the financial statements, particularly on the amount of tax expense and that of provision for taxation.
42. The spread of COVID-19 has severely impacted businesses around the globe. In many countries, including India, there has been severe disruption to regular business operations due to lockdowns, disruptions in transportation, supply chain, travel bans, quarantines, social distancing and other emergency measures. The Company had shutdown plants and offices following nationwide lockdown which was announced by Government of India in view of COVID-19. From last week of April 2020, operations at plants had commenced in a phased manner considering directives from various government authorities. As a result of lockdown, the volumes for the period have been impacted. The Company has evaluated its liquidity position and of recoverability and carrying values of its assets and has concluded that no material adjustments are required at this stage in these financial statements.
43. The Code on Social Security, 2020 ('Code') relating to employee benefits during employment and post-employment benefits received Presidential assent in September 2020. The Code has been published in the Gazette of India. However, the date on which the Code will come into effect has not been notified. The Company will assess the impact of the Code when it comes into effect and will record any related impact in the period the Code becomes effective.