

16. Other equity

All amount in Indian Rupees in crores, except as stated otherwise		
	December 31, 2020	December 31, 2019
a Securities premium		
Opening balance	9.80	-
Transfer pursuant to scheme of arrangement (refer note 38(a))	-	9.80
Closing balance	9.80	9.80
b Retained earnings		
Opening balance	315.82	-
Transfer pursuant to scheme of arrangement (refer note 38(a))	-	149.93
Transition adjustment due to adoption of Ind AS 116 "Leases" (refer note 35(b)) (net of tax)	(1.06)	-
Net profit for the year/period	99.80	165.39
Other comprehensive income (net of tax)	(6.04)	0.50
Closing balance	408.52	315.82
c Amalgamation adjustment deficit account		
Opening balance	(1.56)	-
Transfer pursuant to scheme of arrangement (refer note 38(a))	-	(1.56)
Closing balance	(1.56)	(1.56)
d Capital reserve		
Opening balance	0.18	-
Transfer pursuant to scheme of arrangement (refer note 38(a))	-	0.18
Closing balance	0.18	0.18
e General reserve		
Opening balance	507.10	-
Transfer pursuant to scheme of arrangement (refer note 38(a))	-	507.10
Closing balance	507.10	507.10
Total other equity	924.04	831.34

Nature and purpose of other reserves

a) Securities premium

Securities premium acquired pursuant to scheme of arrangement shall be utilised in accordance with the provisions of Companies Act, 2013.

b) Retained earnings

Retained earnings are the profits of the Company earned till date net of appropriations/distributions, includes amount acquired pursuant to scheme of arrangement and other adjustments permitted as per the applicable regulations and accounting standards.

c) Amalgamation adjustment deficit account

Amalgamation adjustment deficit account is the deficit between the carrying value of assets, liabilities and reserves transferred to the Company and the consideration discharged by way of the New Equity Shares issued to the shareholders of ABB India Limited pursuant to the demerger of Power Grid Business from ABB India Limited (refer note 38(a)).

d) Capital reserve

Capital reserve is acquired pursuant to scheme of arrangement.

e) General reserve

General reserve is acquired pursuant to scheme of arrangement. The Company can use this reserve for payment of dividend and issue of fully paid-up shares. As General reserve is created by transfer of one component of equity to another and is not an item of other comprehensive income, items included in the General reserve will not be subsequently reclassified to statement of profit and loss.