

**INDEPENDENT AUDITOR'S REPORT**

To the Members of **Malegaon Power Supply Limited** (formerly known as Nalanda Power Company Limited)

**Report on the Audit of the Financial statements****Opinion**

We have audited the accompanying financial statements of **Malegaon Power Supply Limited** (formerly known as Nalanda Power Company Limited) ("the Company"), which comprise the Balance sheet as at 31 March 2024, the Statement of Profit and Loss (including Other Comprehensive Income), the Cash Flow Statement and the Statement of Changes in Equity for the year then ended, and notes to the financial statements, including a summary of material accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at 31 March 2024, and its loss (including other comprehensive income), its cash flows and the changes in equity for the year ended on that date.

**Basis for Opinion**

We conducted our audit of the financial statements in accordance with the Standards on Auditing (SAs), as specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the 'Auditor's Responsibilities for the Audit of the Financial statements' section of our report. We are independent of the Company in accordance with the 'Code of Ethics' issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

**Other Information**

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Board of Director's Report but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether such other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.



**Responsibility of Management for the Financial statements**

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the Indian Accounting Standards (Ind AS) and other accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those Board of Directors are also responsible for overseeing the Company's financial reporting process.

**Auditor's Responsibilities for the Audit of the Financial statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are



inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements for the financial year ended 31 March 2024 and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

#### **Report on Other Legal and Regulatory Requirements**

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by Section 143(3) of the Act, we report that:
  - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
  - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books, other than for the matters stated in paragraph 2(i)(vi) below on reporting under Rule 11(g) of the Companies (Audit and Auditors) Rule, 2014;
  - (c) The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, the Cash Flow Statement and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account;
  - (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Companies (Indian Accounting Standards) Rules, 2015, as amended;
  - (e) On the basis of the written representations received from the directors as on 31 March 2024 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2024 from being appointed as a director in terms of Section 164 (2) of the Act;
  - (f) The remark relating to the maintenance of accounts and other matters connected therewith, are as stated in paragraph 2(b) above on reporting under section 143(3)(b) of the Act and paragraph 2(i)(vi) below on reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014;



- (g) With respect to the adequacy of the internal financial controls with reference to financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B" to this report. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls with reference to financial statements;
- (h) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended, in our opinion and to the best of our information and according to the explanations given to us, managerial remuneration paid or provided by the Company during the year is in accordance with the provision of section 197 of the Act;
- (i) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company does not have any pending litigations which would impact its financial position;
  - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
  - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
  - iv. (a) The Management has represented that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person(s) or entity(ies), including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;  
  
(b) The Management has represented, that, to the best of its knowledge and belief, no funds have been received by the Company from any person(s) or entity(ies), including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;  
  
(c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.
  - v. No dividend was declared or paid during the year by the company.



- vi. Based on our examination which included test checks, the Company, in respect of financial year commencing on 1 April 2023, has used accounting software Oracle ERP for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software. However, audit trail feature was not enabled at database level for accounting software to log any direct data changes, as described in note 39B to the financial statements. Further, during the course of our audit we did not come across any instance of audit trail feature being tampered with in respect of the accounting software where such feature is enabled.

For **Batliboi, Purohit & Darbari**  
Chartered Accountants  
ICAI Firm Registration Number: 303086E



**Hemal Mehta**

Partner  
Membership Number: 063404  
UDIN: 24063404BKCFXR3095



Place: Kolkata  
Date: 20 May 2024



**ANNEXURE A TO THE INDEPENDENT AUDITORS' REPORT OF MALEGAON POWER SUPPLY LIMITED (FORMERLY KNOWN AS NALANDA POWER COMPANY LIMITED), FOR THE YEAR ENDED 31 MARCH 2024  
(Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)**

To the best of our information and according to the explanations provided to us by the Company and the books of account and records examined by us in the normal course of audit, we state that:

- i. In respect of the Company's Property, Plant and Equipment and Intangible Assets:
  - (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment and relevant details of right-of-use assets.
  - (b) (B) The Company has maintained proper records showing full particulars of intangible assets.
  - (c) Property, Plant and Equipment and right-of-use assets have been physical verified by the management at reasonable intervals. According to the information and explanations given to us, no material discrepancies were noticed on such verification.
  - (d) The Company does not own any immovable properties. Therefore, the provision of clause 3(i)(c) of the said order is not applicable to the Company.
  - (e) The Company has not revalued any of its Property, Plant and Equipment (including right-of-use assets) and intangible assets during the year.
  - (f) No proceedings have been initiated during the year or are pending against the Company as at 31 March 2024 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.
- ii.
  - (a) The management of the Company has conducted physical verification of inventory at reasonable intervals during the year and in our opinion the coverage and procedure of such verification by the management is appropriate.
  - (b) The Company has a working capital limit in excess of ₹ 5 crore sanctioned by banks on the basis of security of current assets and the quarterly returns or statements filed by the company with such banks are in agreement with the books of accounts of the Company.
- iii. The Company has not made any investment in, provided any guarantee or security or granted any loans or advance in the nature of loans, secured or unsecured to companies, employees, firms, Limited Liability Partnerships or other parties during the year. Accordingly, clause 3(iii) of the Order is not applicable.
- iv. The Company has not given any loans, made investments or provided guarantees or securities that are covered under the provisions of Sections 185 and 186 of the Companies Act, 2013 and hence reporting under clause 3(iv) of the Order is not applicable.
- v. The Company has not accepted or is not holding any deposit or amounts which are deemed to be deposits within the meaning of sections 73 to 76 of the Act and the Companies (Acceptance of Deposits) Rule, 2014. Accordingly, reporting under clause 3(v) of the Order is not applicable.
- vi. The maintenance of cost records has been specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013 for the business activities carried out by the Company. We have broadly reviewed the books of accounts maintained and are of the opinion that prima facie, the specified accounts and records have been made and maintained.



- vii. In respect of statutory dues:
- (a) In our opinion, the Company has generally been regular in depositing undisputed statutory dues, including Goods and Services tax, Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, duty of Custom, duty of Excise, Value Added Tax, Cess and other material statutory dues applicable to it with the appropriate authorities.
- There were no undisputed amounts payable in respect of Goods and Service tax, Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, duty of Custom, duty of Excise, Value Added Tax, Cess and other material statutory dues in arrears as at 31 March 2024 for a period of more than six months from the date they became payable.
- (b) There were no statutory dues referred to in sub-clause (a) above which have not been deposited on account of disputes as on 31 March 2024.
- viii. According to the information and explanation given to us there were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961).
- ix. (a) According to the information and explanation given to us, the Company has not defaulted in repayment of its loans or borrowings to banks or in the payment of the interest thereon.
- (b) The Company has not been declared willful defaulter by any bank or financial institution or government or any government authority.
- (c) The Company has not taken any term loan during the year and hence, reporting under clause 3(ix)(c) of the Order is not applicable.
- (d) On an overall examination of the financial statements of the Company, no funds have been raised during the year on short-term basis have, prima facie, not been used during the year for long-term purposes by the Company.
- (e) The company does not have any subsidiaries, associates or joint ventures. Accordingly, reporting on clause 3(ix)(e) and clause 3(ix)(f) of the Order is not applicable.
- x. (a) The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year and hence reporting under clause 3(x)(a) of the Order is not applicable.
- (b) During the year, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) and hence reporting under clause 3(x)(b) of the Order is not applicable.
- xi. (a) No fraud by the Company and no material fraud on the Company has been noticed or reported during the year.
- (b) No report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and upto the date of this report.
- (c) There are no whistle-blower complaints received during the year by the company.
- xii. The Company is not a Nidhi Company and hence reporting under clause (xii) of the Order is not applicable.
- xiii. In our opinion, the Company is in compliance with Section 177 and 188 of the Companies Act, 2013 with respect to applicable transactions with the related parties and the details of related party transactions have been disclosed in the financial statements as required by the applicable accounting standards.



- xiv. (a) In our opinion the Company has an adequate internal audit system commensurate with the size and the nature of its business.
- (b) We have considered, the internal audit reports for the year under audit, issued to the Company during the year and covering the period upto 31 March 2024.
- xv. In our opinion during the year the Company has not entered into any non-cash transactions with its Directors or persons connected with its directors and hence provisions of section 192 of the Companies Act, 2013 are not applicable to the Company.
- xvi. In our opinion, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Hence, reporting under clause 3(xvi)(a), (b) and (c) of the Order is not applicable.
- (d) As represented to us by the management of the Company, the Group has 4 (four) Core Investment Companies as a part of the Group.
- xvii. The Company has incurred cash losses during the financial year covered by our audit and the immediately preceding financial year amounting to Rs. 9,191.82 Lakhs and Rs. 7,510.49 Lakhs respectively.
- xviii. There has been no resignation of the statutory auditors of the Company during the year.
- xix. On the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
- xx. According to the information and explanation given to us, the Company does not fulfill the criteria as specified under 135(1) of the Act read with the Companies (Corporate Social Responsibility Policy) Rules, 2014 and accordingly, reporting under clause 3(xx) of the Order is not applicable for the year.

For **Batliboi, Purohit & Darbari**

Chartered Accountants

ICAI Firm Registration Number: 303086E

**Hemal Mehta**

Partner

Membership Number: 063404

UDIN: 24063404BKCFXR3095



Place: Kolkata

Date: 20 May 2024



**ANNEXURE B TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE FINANCIAL STATEMENTS OF MALEGAON POWER SUPPLY LIMITED (FORMERLY KNOWN AS NALANDA POWER COMPANY LIMITED)**

**(Referred to in paragraph 2(g) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)**

**Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")**

We have audited the internal financial controls with reference to financial statements of **Malegaon Power Supply Limited (formerly known as Nalanda Power Company Limited)** ("the Company") as of 31 March 2024 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

**Management's Responsibility for Internal Financial Controls**

The Company's Management is responsible for establishing and maintaining internal financial controls with reference to financial statements based on "the internal control with reference to financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

**Auditor's Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls with reference to financial statements of the Company based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the Institute of Chartered Accountants of India and the Standards on Auditing as specified under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls with reference to financial statements. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to financial statements was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls with reference to financial statements and their operating effectiveness. Our audit of internal financial controls with reference to financial statements included obtaining an understanding of internal financial controls with reference to financial statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls with reference to financial statements.



**Meaning of Internal Financial Controls with reference to financial statements**

A company's internal financial control with reference to financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control with reference to financial statements includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

**Inherent Limitations of Internal Financial Controls with reference to financial statements**

Because of the inherent limitations of internal financial controls with reference to financial statements, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls with reference to financial statements to future periods are subject to the risk that the internal financial control with reference to financial statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

**Opinion**

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, adequate internal financial controls with reference to financial statements and such internal financial controls with reference to financial statements were operating effectively as at 31 March 2024, based on the internal control with reference to financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For **Batliboi, Purohit & Darbari**

Chartered Accountants

ICAI Firm Registration Number: 303086E

**Hemal Mehta**

Partner

Membership Number: 063404

UDIN: 24063404BKCFXR3095



Place: Kolkata

Date: 20 May 2024

**MALEGAON POWER SUPPLY LIMITED**

(Formerly known as Nalanda Power Company Limited)

Registered Office: CESC House, Chowringhee Square, Kolkata-700001

CIN: U40104WB2008PLC125228

Telephone: +91 33 2225 6040

E-mail: secretarial@rpsg.in

Balance Sheet as at 31st Mar, 2024

Particulars	Note No.	Rs. in lakhs	
		As at 31st Mar, 2024	As at 31st Mar, 2023
<b>ASSETS</b>			
<b>Non-current Assets</b>			
Property, Plant and Equipment	4	5,458.26	4,481.63
Capital work-in-progress	5A	47.27	52.85
Other Intangible Assets	5	5.61	9.35
Other Financial Assets	6	11.44	10.52
Other Non current Assets	7	1.40	12.71
	<b>(A)</b>	<b>5,523.98</b>	<b>4,567.06</b>
<b>Current Assets</b>			
Inventories	8	346.31	587.04
<b>Financial Assets</b>			
Trade receivables	9	20,624.42	18,081.72
Cash and cash equivalents	10	569.33	34.50
Bank balances other than above	10A	11.50	10.00
Other current Assets	11	21.01	50.81
	<b>(B)</b>	<b>21,572.57</b>	<b>18,764.07</b>
<b>TOTAL ASSETS</b>	<b>(A+B)</b>	<b>27,096.55</b>	<b>23,331.13</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Equity Share capital	12	22,495.00	14,275.00
Other Equity	13	(27,040.72)	(17,587.44)
	<b>(C)</b>	<b>(4,545.72)</b>	<b>(3,312.44)</b>
<b>Liabilities</b>			
<b>Non-current Liabilities :</b>			
<b>Financial Liabilities</b>			
Borrowings	14	1,411.77	2,117.65
Lease Liabilities	15	54.43	34.05
Other financial liabilities	16		10.32
Provisions	17	42.44	34.01
Other non current liabilities	18	1.68	12.87
	<b>(D)</b>	<b>1,510.32</b>	<b>2,208.90</b>
<b>Current Liabilities</b>			
<b>Financial Liabilities</b>			
Borrowings	19	5,232.87	6,527.07
Lease Liabilities	20	10.28	26.94
Trade Payables	21		
(a) Total outstanding dues to micro enterprise & small enterprises		668.87	609.79
(b) Total outstanding dues to creditors other than micro enterprise & small enterprises		22,858.84	16,284.03
Other financial liabilities	22	794.07	511.00
Other current liabilities	23	560.64	475.61
Provisions	24	6.38	0.23
	<b>(E)</b>	<b>30,131.95</b>	<b>24,434.67</b>
<b>TOTAL EQUITY &amp; LIABILITIES</b>	<b>(C+D+E)</b>	<b>27,096.55</b>	<b>23,331.13</b>

Notes forming part of Financial Statements

1 - 42

This is the Balance Sheet referred to in our Report of even date.

For Batlibol, Purohit & Darbari  
Chartered Accountants  
Firm Registration No.: 303086E

*Hemal Mehta*  
Hemal Mehta  
Partner

Membership No: 063404  
Kolkata, 20 May 2024



For and on behalf of Board of Directors

*Director*  
Director 05125279

*Director*  
Director 06443204

*Chief Financial Officer*  
Chief Financial Officer

*Company Secretary*  
Company Secretary

**MALEGAON POWER SUPPLY LIMITED**

(Formerly known as Nalanda Power Company Limited)

Registered Office: CESC House, Chowringhee Square, Kolkata-700001

CIN: U40104WB2008PLC125228

Telephone: +91 33 2225 6040

E-mail: secretarial@rpsg.in

Particulars	Note No.	Rs. in lakhs	
		For the year ended 31st Mar 2024	For the year ended 31st Mar 2023
Revenue from operations	26	65,474.77	59,026.68
Other income	27	1,518.04	1,742.49
<b>Total Income</b>		<b>66,992.81</b>	<b>60,769.17</b>
<b>Expenses</b>			
Cost of electrical energy purchased	28	71,348.88	64,186.64
Employee benefit expenses	29	1,081.50	811.15
Finance costs	30	983.07	847.81
Depreciation and amortisation expenses		316.23	224.95
Other expenses	31	2,769.00	2,434.06
<b>Total expenses</b>		<b>76,498.68</b>	<b>68,504.61</b>
<b>Profit / (Loss) before tax</b>		<b>(9,505.87)</b>	<b>(7,735.44)</b>
<b>Tax expense</b>			
Current tax		-	-
Deferred tax		-	-
<b>Profit / (Loss) after tax</b>		<b>(9,505.87)</b>	<b>(7,735.44)</b>
<b>Other comprehensive income</b>			
<i>items that will not be reclassified to profit or loss</i>			
Remeasurement gain/(Loss) of defined benefit plan		2.59	(1.38)
<b>Total comprehensive income for the year</b>		<b>(9,503.28)</b>	<b>(7,736.82)</b>
<b>Earnings per equity share</b>	36		
Basic & Diluted ( Face value of ₹ 10 per share)		(5.30)	(6.62)
Notes forming part of Financial Statements	1 - 42		

This is the Statement of Profit and Loss referred to in our Report of even date.

**For Batliboi , Purohit & Darbari**  
Chartered Accountants  
Firm Registration No.: 303086E



**Hemal Mehta**  
Partner  
Membership No: 063404  
Kolkata, May 2024



For and on behalf of Board of Directors




Director 06443204      Director 05125279



Chief Financial Officer



Company Secretary

**MALEGAON POWER SUPPLY LIMITED**

(Formerly known as Nalanda Power Company Limited)

Registered Office: CESC House, Chowringhee Square, Kolkata-700001

CIN: U40104WB2008PLC125228

Telephone: +91 33 2225 6040

E-mail: [secretariat@rpsg.in](mailto:secretariat@rpsg.in)

Cash flow statement for the period ended 31st Mar 2024

Particulars	Rs. in Lakhs	
	For the Year ended 31st Mar 2024	For the Year ended 31st Mar 2023
<b>A. Cash flow from Operating Activities</b>		
Profit before Taxation	(9,505.87)	(7,735.44)
Adjustments for :		
Depreciation and amortisation expenses	316.23	224.95
Provision for tax	983.07	847.81
Finance costs		
<b>Operating Profit before Working Capital changes</b>	<b>(8,206.57)</b>	<b>(6,662.67)</b>
Adjustments for :		
Trade & other receivables	(2,502.51)	(3,856.56)
Inventories	240.73	(100.78)
Trade and other payables	7,030.49	3,185.49
<b>Cash Generated from Operations</b>	<b>(3,437.86)</b>	<b>(7,434.52)</b>
Income Tax paid		
<b>Net cash flow from Operating Activities</b>	<b>(3,437.86)</b>	<b>(7,434.52)</b>
<b>B. Cash flow from Investing Activities</b>		
Purchase of Property, Plant and Equipment / Capital Work-in-Progress	(1,283.54)	(1,783.11)
Net movement in Bank Balances other than Cash and Cash equivalents	(1.50)	3,216.00
<b>Net cash used in Investing Activities</b>	<b>(1,285.04)</b>	<b>1,432.89</b>
<b>C. Cash flow from Financing Activities</b>		
Proceeds from Issue of Share Capital	7,920.00	2,940.00
Proceeds from Share Application Money pending allotment	350.00	300.00
Proceeds from Long Term Borrowings ( net of refinance loan )	-	-
Repayment of Long Term Borrowings	(705.88)	(176.47)
Net increase / (decrease) in Short Term Borrowings	(1,294.20)	3,605.03
Payment of Lease Liabilities	(29.12)	(29.77)
Finance Costs paid	(983.07)	(847.82)
<b>Net Cash flow from Financing Activities</b>	<b>5,257.73</b>	<b>5,790.97</b>
<b>Net Increase / (decrease) in cash and cash equivalents</b>	<b>534.83</b>	<b>(210.66)</b>
Cash and Cash equivalents - Opening Balance [Refer Note (c) below]	34.50	245.16
Cash and Cash equivalents - Closing Balance [Refer Note (c) below]	569.33	34.50

Changes in liabilities arising from financing activities	Rs in Lakhs			
	01-Apr-23	Cash Flows	Others	31-Mar-24
Current borrowings	5,821.19	(1,294.20)	-	4,526.99
Non-Current borrowings (including current maturities)	2,823.53	(705.88)	-	2,117.65
Lease Liabilities	60.99	(29.12)	32.84	64.71
<b>Total liabilities from financing activities</b>	<b>8,705.71</b>	<b>(2,029.20)</b>	<b>32.84</b>	<b>6,709.35</b>

  

Changes in liabilities arising from financing activities	Rs in Lakhs			
	01-Apr-22	Cash Flows	Others	31-Mar-23
Current borrowings	2,216.16	3,605.03	-	5,821.19
Non-Current borrowings (including current maturities)	3,000.00	(176.47)	-	2,823.53
Lease Liabilities	74.34	(29.77)	16.42	60.99
<b>Total liabilities from financing activities</b>	<b>5,290.50</b>	<b>3,398.79</b>	<b>16.42</b>	<b>8,705.71</b>

This is the Cash Flow Statement referred to in our Report of even date.

For Batliboi, Purohit & Darbari  
Chartered Accountants  
Firm Registration No.: 303086E

  
Hemal Mehta  
Partner  
Membership No: 063404  
Kolkata, 20<sup>th</sup> May 2024



For and on behalf of Board of Directors

  
Director 06443204      Director 05125279

  
Chief Financial Officer

  
Company Secretary



**MALEGAON POWER SUPPLY LIMITED**

(Formerly known as Nalanda Power Company Limited)

Registered Office: CESC House, Chowringhee Square, Kolkata-700001

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E-mail: secretarial@rpsg.in

**STATEMENT OF CHANGES IN EQUITY for the year ended 31st Mar 2024****A. Equity Share Capital**

Rs. in lakhs				
Balance as at 1 April 2023	Changes in Equity Share Capital due to prior period errors	Restated balance as at 1 April 2023	Changes in equity share capital during the current year	Balance as at 31 Mar 2024
14,275.00	-	14,275.00	8,220.00	22,495.00

  

Balance as at 1 April 2022	Changes in Equity Share Capital due to prior period errors	Restated balance as at 1 April 2022	Changes in equity share capital during the current year	Balance as at 31 Mar 2023
11,335.00	-	11,335.00	2,940.00	14,275.00

**B. Other Equity**

Rs. in lakhs					
Reserves and surplus					
Notes	Securities Premium	Share application money pending allotment	Other Reserves Contingency reserve	Retained Earnings	Total
Balance as at 1 April 2023		300.00		(17,887.44)	(17,587.44)
Profit for the year				(9,505.87)	(9,505.87)
Other Comprehensive Income				2.59	2.59
Total Comprehensive Income for the current year				(9,503.28)	(9,503.28)
Shares issued out of pending for allotment		(300.00)			(300.00)
Share application money pending allotment		350.00			350.00
Balance as at 31st Mar 2024		350.00		(27,390.72)	(27,040.72)

**(2) Previous reporting period**

Rs. in lakhs					
Particulars	Securities Premium	Share application money pending allotment	Other Reserves Contingency reserve	Retained Earnings	Total
Balance as at 1 April 2022				(10,150.62)	(10,150.62)
Profit for the year				(7,735.44)	(7,735.44)
Other Comprehensive Income				(1.38)	(1.38)
Total Comprehensive Income for the current year				(7,736.82)	(7,736.82)
Shares issued out of pending for allotment					
Share application money pending allotment		300.00			300.00
Balance as at 31 Mar 2023		300.00		(17,887.44)	(17,587.44)

Note: Remeasurment of defined benefit plans and fair value changes relating to own credit risk of financial liabilities designated at fair value through profit or loss shall be recognised as a part of retained earnings with separate disclosure of such items alongwith the relevant amounts in the Notes or shall be shown as a separate column under Reserves and Surplus.

For Batliboi, Purohit & Darbari  
Chartered Accountants  
Firm Registration No : 303086E

Hema Mehta  
Partner  
Membership No: 063404  
Kolkata, 29 May 2024



For and on behalf of Board of Directors

*[Signature]*  
Director  
06443204

Director  
05125270

*[Signature]*  
Chief Financial Officer

*[Signature]*  
Company Secretary

**Notes forming part of Financial Statements (Contd.)**

**NOTE-1** The Company, earlier known as Nalanda Power Company Limited, changed its name with effect from 16 January 2019. The Company has entered into a Distribution Franchise Agreement (DFA) on 29 May 2019, with Maharashtra State Electricity Distribution Company Limited (MSEDCL) and CESC Limited for distribution of electricity in Malegaon City, situated in the state of Maharashtra.

**NOTE-2** The operations of the Company, which started with effect from 1 March 2020, are governed by the Electricity Act, 2003 and various Regulations and / or Policies framed thereunder by the appropriate authorities read with the aforesaid DFA. Accordingly, in preparing the financial statements the relevant provisions of the said Act, Regulations, DFA etc. have been duly considered.

**NOTE-3A MATERIAL ACCOUNTING POLICIES**

The standalone financial statements have been prepared to comply in all material aspects with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 (as amended) under Section 133 and other provisions of the Companies Act, 2013 and the regulations under the Electricity Act, 2003 to the extent applicable. A summary of material accounting policies which have been applied consistently are set out below.

**(a) Basis of Accounting**

The financial statements have been prepared on the historical cost convention except for certain financial assets and liabilities which are measured at fair value.

**(b) Use of estimate**

The preparation of financial statements in conformity with Ind AS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on a periodic basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised and in any future periods affected.

**(c) Property, plant and equipment****i) Tangible Asset**

Tangible Assets are stated at cost of acquisition together with any incidental expenses related to acquisition. Repairs and maintenance cost relating to such assets are recognised in profit and loss as incurred. An impairment loss is recognized, where applicable, when the carrying value of tangible assets of cash generating unit exceed its market value or value in use, whichever is higher.

Useful Life of Tangible Assets is as follows:

Particulars	Useful Life of Assets
Buildings and Structures	20-30 Years
Distribution System	15-25 Years
Furniture and Fittings	15-20 Years
Metering Equipment	15-25 Years
Office Equipment	6-20 Years
Plant, Machinery and Equipment	15-25 Years

**ii) Depreciation**

In terms of applicable Regulations under MERC, depreciation on tangible assets is provided on straight line method on a prorata basis at the rates specified therein.

**iii) Capital work in progress**

Capital work in progress represents capital expenditure incurred for creation of tangible assets which are yet to be used for commercial operation.

**iv) Intangible Asset & Amortisation**

Intangible assets comprising computer software expected to provide future enduring economic benefits are stated at cost of acquisition / implementation / development less accumulated amortisation. An impairment loss is recognized where applicable, when the carrying value of intangible assets of cash generating unit exceed its market value or value in use, whichever is higher.

Amortisation Cost of intangible assets, comprising computer software related expenditure, are amortised in three years based on the estimated useful life such assets.



**Notes forming part of Financial Statements (Contd.)**

**(d) Financial asset**

The financial assets are classified in the following categories:

- 1) financial assets measured at amortised cost
- 2) financial assets measured at fair value through profit and loss.

The classification of financial assets depends on the Company's business model for managing financial assets and the contractual terms of the cash flow.

At initial recognition, the group measures a financial asset at its fair value plus, in the case of a financial asset not at fair value through profit or loss, transaction costs that are directly attributable to the acquisition of the financial asset. Transaction costs of financial assets carried at fair value through profit or loss are expensed in profit or loss.

**Financial assets measured at amortised cost**

Assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest are measured at amortised cost. After initial measurement, such financial assets are subsequently measured at amortised cost using the effective interest rate method. The losses arising from impairment are recognised in the profit or loss.

**Financial instruments measured at fair value through profit and loss**

Financial instruments included within fair value through profit and loss category are measured initially as well as at each reporting period at fair value plus transaction costs as applicable. Fair value movements are recorded in statement of profit and loss.

**Impairment of financial assets**

The Company assesses on a forward looking basis the expected credit losses associated with its assets carried at amortised cost. The impairment methodology applied depends on whether there has been a significant increase in credit risk. Refer Note i) (Note on Financial risk management - credit Risk)

For trade receivables the simplified approach of expected lifetime losses has been recognised from initial recognition of the receivables as required by Ind AS 109 Financial Instruments.

**(e) Inventories**

Inventories are valued at lower of cost and net realizable value. Cost is calculated on weighted average basis and comprises expenditure incurred in the normal course of business in bringing such inventories to their location and condition. Obsolete, slow moving and defective inventories are identified at the time of physical verification of inventories and where necessary, adjustment is made for such items. Inventory of capital goods are reclassified and disclosed under capital work in progress.

**(f) Lease**

**Company as a lessee**

The Company's lease asset classes primarily consist of leases for buildings and offices. The Company assesses whether a contract contains a lease, at the inception of a contract.

At the date of commencement of the lease, the Company recognizes a right of use asset (ROU) and a corresponding lease liability for all lease arrangements, in which it is a lessee, except for leases with a term of twelve months or less (short-term leases), non lease components (like maintenance charges, etc.) and leases of low value assets.

For these short-term leases, non lease components and lease of low value assets, the Company recognizes the lease rental payments as an operating expense.

Certain lease arrangements includes the options to extend or terminate the lease before the end of the lease term, that are factored when it is reasonably certain that they will be exercised.

The right-of-use assets are initially recognized at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or prior to the commencement date of the lease plus any initial direct costs. They are subsequently measured at cost less accumulated depreciation and impairment losses, if any. An impairment loss is recognised where applicable, when the carrying value of ROU assets of cash generating units exceeds its fair value or value in use, whichever is higher.

Right-of-use assets are depreciated on a straight-line basis over the lease term.

The lease liabilities are initially measured at the present value of the future lease payments.

**(g) Cash and cash equivalents**

For the purpose of presentation in the Statement of Cash Flows, cash and cash equivalent includes cash, cheques and draft on hand, balances with banks which are unrestricted for withdrawal/usages and highly liquid financial investments that are readily convertible to known amount of cash which are subject to an insignificant risk of changes in value.

**(h) Financial liabilities**

Financial liabilities are measured at amortised cost using the effective interest method.

**(i) Segment reporting**

Operating segments are reported in a manner consistent with the internal reporting provided to the Chief Operating Decision Maker (CODM).



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**Notes forming part of Financial Statements (Contd.)**

**(j) Revenue from Operations**

Revenue from Operations include earning from sale of electricity and other operating income and is recognised following the revenue recognition principles as appropriate.

Earning from sale of electricity is net of discount for prompt payment of bills and do not include taxes and duties payable.

Other operating income represents income earned which are incidental to distribution of electricity, like meter rental, and are accounted on accrual basis.

**(k) Other Income**

Income from investments and deposits etc. is accounted for on accrual basis inclusive of related tax deducted at source, where applicable. Interest income arising from financial assets is accounted for using amortised cost method.

**(l) Purchase of Electrical Energy**

Cost of electrical energy purchased represents power purchased by the Company computed as per the methodology provided in the DFA.

**(m) Employee Benefits**

Employee benefits include cost incurred on human resources deployed by the Company through direct employment, deputation, secondment / transfer by the holding Company / fellow subsidiaries. The salaries and wages, contributions to Provident Fund and Contributory Pension Fund are accounted for on accrual basis. Provident Fund contributions are made to a fund administered through the office of the Regional Provident Fund Commissioner. The Company, as per its schemes, extend employee benefits current and/or post retirement, which are accounted for on accrual basis and includes actuarial valuation as at the Balance Sheet date in respect of gratuity and leave encashment to the extent applicable, made by independent actuary. Actuarial gain and losses, where applicable, are recognised in the statement of Profit and Loss.

**(n) Finance Costs**

Finance Costs comprise interest expenses and other borrowing costs. Such Finance Costs is charged off to revenue. Interest expense arising from financial liabilities is accounted for in effective interest rate method.

**(o) Taxes**

Current tax represents the amount payable based on computation of tax as per prevailing taxation laws under the Income Tax Act, 1961.

Provision for deferred taxation is made using liability method on temporary difference arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements using tax rates (and laws) that have been enacted or substantially enacted by the end of the reporting period and are expected to apply when the related deferred tax asset is realised or the deferred tax liability is settled. Deferred Tax Assets are recognized subject to the consideration of prudence and are periodically reviewed to reassess realization thereof. Deferred Tax Liability or Asset will give rise to actual tax payable or recoverable at the time of reversal thereof.

**(p) Provisions and contingent liabilities**

Provisions are recognised when the Company has a present obligation as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

A disclosure for contingent liabilities is made when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or a present obligation that arises from past events where it is either not probable that an outflow of resources embodying economic benefits will be required to settle or a reliable estimate of the amount cannot be made.

**NOTE-3B Summary of significant judgements and assumptions**

The preparation of financial statements requires the use of accounting estimates, judgements and assumptions which, by definition, will seldom equal the actual results. Management also needs to exercise judgement in applying the Company's accounting policies.

Estimates and judgements are continually evaluated. They are based on historical experience and other factors, including expectations of future events that may have a financial impact on the Company and that are believed to be reasonable under the circumstances.

The areas involving critical estimates or judgements are :-

Estimated useful life of Intangible Assets -Note -3A (c) (iv)

Estimates used in Actuarial Valuation of Employee benefits -Note-29

**NOTE-3C Changes in existing Ind AS**

Ministry of Corporate Affairs (MCA) notifies new standards or amendment to existing standards under Companies ( Indian Accounting Standards) Rules as issued from time to time. For the year ended 31st March,2024, MCA has not issued new standards or amendment to existing standards applicable to the company.



Notes forming part of Financial Statements (Contd.)

**NOTE - 4 PROPERTY PLANT AND EQUIPMENT**

PARTICULARS	GROSS BLOCK AT COST OR VALUATION				DEPRECIATION / AMORTISATION				NET BLOCK	
	As at 31st March, 2023	Additions/ Adjustments	Withdrawals/ Adjustments	As at 31st Mar, 2024	As at 31st March, 2023	Additions/ Adjustments	Withdrawals/ Adjustments	As at 31st Mar, 2024	As at 31st Mar, 2023	As at 31st Mar, 2023
	Plant and Machinery	71.93	9.17	-	81.10	7.95	4.17	-	12.12	63.98
Building & Structures*	119.27	31.75	18.50	132.52	71.80	22.21	11.30	82.71	47.47	49.81
Distribution System	3,538.10	959.24	-	4,497.34	237.94	214.46	-	452.40	3,300.16	4,044.94
Meters and Other Apparatus on Consumers' Premises	967.84	279.14	-	1,246.98	71.47	58.16	-	129.63	896.37	1,117.35
Furniture and Fixtures	42.59	7.08	-	49.67	7.40	2.84	-	10.24	35.19	39.43
Office Equipment	167.90	9.95	-	177.85	29.44	10.66	-	40.10	138.46	137.75
<b>Total</b>	<b>4,907.63</b>	<b>1,296.33</b>	<b>18.50</b>	<b>6,185.46</b>	<b>426.00</b>	<b>312.50</b>	<b>11.30</b>	<b>727.20</b>	<b>4,481.63</b>	<b>5,458.26</b>
Previous Year	3,142.06	1,765.57	-	4,907.63	204.78	221.22	-	426.00	-	4,481.63

\*Building & Structures pertains to Right Of Use - IND AS 116 (refer Note 37)

\*\*There are no immovable property in the name of Company

**NOTE - 5 INTANGIBLE ASSETS**

PARTICULARS	GROSS BLOCK AT COST OR VALUATION				DEPRECIATION / AMORTISATION				NET BLOCK	
	As at 31st March, 2022	Additions/ Adjustments	Withdrawals/ Adjustments	As at 31st Mar, 2024	As at 31st March, 2022	Additions/ Adjustments	Withdrawals/ Adjustments	As at 31st Mar, 2024	As at 31st Mar, 2023	As at 31st Mar, 2023
	Computer Software	18.62	-	-	18.62	9.27	3.73	-	13.01	9.35
<b>Total</b>	<b>18.62</b>	<b>-</b>	<b>-</b>	<b>18.62</b>	<b>9.27</b>	<b>3.73</b>	<b>-</b>	<b>13.01</b>	<b>9.35</b>	<b>5.61</b>
Previous Year	18.62	-	-	18.62	5.55	3.72	-	9.27	-	9.35



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Notes forming part of Financial Statements (Contd.)

Note 5A CWIP Aging Schedule

CWIP	Amount in CWIP for a period				Total
	Less than 1 Year	1-2 Year	2-3 Year	More than 3 Years	
<b>For the period ended 31st Mar 2024</b>					
Project in Progress	47.27	-	-	-	47.27
Project temporarily suspended					

Rs. in lakhs

CWIP	Amount in CWIP for a period				Total
	Less than 1 Year	1-2 Year	2-3 Year	More than 3 Years	
<b>For the period ended 31st Mar 2023</b>					
Project in Progress	52.85	-	-	-	52.85
Project temporarily suspended					

\*There are no such projects under Capital-work-in progress, whose completion is overdue or has exceeded its cost compared to its original plan as of 31st March 2024 and 31st March 2023.

Particulars	For the period ended 31st Mar 2024	For the period ended 31st Mar 2023
Opening Balance	52.85	35.33
Additions during the year	1,259.01	1,776.79
Capitalised during the year	1,264.59	1,759.27
<b>Closing Balance</b>	<b>47.27</b>	<b>52.85</b>

*Manish*



Notes forming part of Financial Statements (Contd.)  
NOTE - 6 Other Financial Assets

Particulars	Rs. in lakhs	
	As at 31st Mar, 2024	As at 31st Mar, 2023
Security deposit on rented Properties	11.44	10.52
	11.44	10.52

NOTE - 7 OTHER NON CURRENT ASSETS

Particulars	Rs. in lakhs	
	As at 31st Mar, 2024	As at 31st Mar, 2023
Capital Advance	-	11.47
Others	1.40	1.24
	1.40	12.71

NOTE - 8 INVENTORIES

Particulars	Rs. in lakhs	
	As at 31st Mar, 2024	As at 31st Mar, 2023
Stores and spares	346.31	587.04
	346.31	587.04

NOTE - 9 TRADE RECEIVABLES

Particulars	Rs. in lakhs	
	As at 31st Mar, 2024	As at 31st Mar, 2023
Other Receivables - Unsecured, considered good	20,624.42	18,081.72
	20,624.42	18,081.72

FY 2023-24	Rs. in lakhs						Total
	Not Due	Less than 6 month	6month - 1 Year	1 - 2 Year	2 - 3 Year	More than 3 Year	
Undisputed Trade Receivable - considered good	3,777.67	6,403.75	2,313.00	2,883.00	3,819.00	1,428.00	20,624.42
Undisputed Trade Receivable - which have significant increase in credit risk							-
Undisputed Trade Receivable - credit impaired							-
Disputed Trade Receivable - considered good							-
Disputed Trade Receivable - which have significant increase in credit risk							-
Disputed Trade Receivable - credit impaired							-

FY 2022-23	Rs. in lakhs						Total
	Not Due	Less than 6 month	6month - 1 Year	1 - 2 Year	2 - 3 Year	More than 3 Year	
Undisputed Trade Receivable - considered good	3,591.83	4,219.25	2,388.14	3,579.05	4,303.45		18,081.72

NOTE- 10 CASH AND CASH EQUIVALENTS

Particulars	Rs. in lakhs	
	As at 31st Mar, 2024	As at 31st Mar, 2023
a) Balances with banks - In current accounts	569.31	34.48
b) Cheques, drafts on hand	-	-
c) Cash on hand	0.02	0.02
	569.33	34.50

NOTE-10A BANK BALANCES OTHER THAN CASH AND CASH EQUIVALENTS

Particulars	Rs. in lakhs	
	As at 31st Mar, 2024	As at 31st Mar, 2023
a) Balances with banks	-	-
b) Bank deposits with original maturity more than 3 months	11.50	10.00
	11.50	10.00

NOTE - 11 OTHER CURRENT ASSETS

Particulars	Rs. in lakhs	
	As at 31st Mar, 2024	As at 31st Mar, 2023
Capital Advance	12.18	-
Advance to Contractors	4.15	12.22
Advance to Employees	0.05	0.05
Others	4.63	38.53
	21.01	50.81



*Abhinav*

## Notes forming part of Financial Statements (Contd.)

## NOTE -12 EQUITY

Rs. in lakhs

Particulars	As at 31st Mar, 2024	As at 31st Mar, 2023
	a) Authorised Share Capital 225000000 ( 31.03.2023:150000000) Equity Shares of Rs 10 each	22500
b) Issued, Subscribed and paid up Capital 224950000 ( 31.03.2023 : 142750000) Equity Shares of Rs 10/- each fully paid	22495	14275
c) Reconciliation of the shares outstanding at the beginning and at the end of the reporting period		

Particulars	As at 31st Mar, 2024		As at 31st Mar, 2023	
	No. of shares	Amount Rs lakhs	No. of shares	Amount Rs lakhs
Balance at the beginning of the year	142750000	14,275.00	113350000	11,335.00
Add : Share issued and allotted during the year	82200000	8,220.00	29400000	2,940.00
Closing Balance	224950000	22,495.00	142750000	14,275.00

## d) Terms /rights attached to equity shares :

The Company has only one class of equity shares having a par value of Rs 10 per share fully paid up. Holders of equity shares are entitled to one vote per share. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive the sale proceeds from remaining assets of the Company after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

## e) Details of shareholders holding more than 5% shares in the Company

Name of shareholder	As at 31st Mar, 2024		As at 31st Mar, 2023	
	No. of shares	% of holding	No. of shares	% of holding
CESC Limited	224950000	100	142750000	100

## f) Shareholding of Promoters as at 31st Mar, 2024

S. no	Promoter Name	No. of Shares	% of total Shares	% Change During the year
1	CESC LTD	22,49,50,000	100	0.00%

## Shareholding of Promoters as at 31st March, 2023

1	CESC LTD	14,27,50,000	100	0.00%
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## NOTE - 13

## OTHER EQUITY

Rs. in lakhs

Particulars	As at 31st Mar, 2024	As at 31st Mar, 2023
	Retained Earnings	
Balance at the beginning of the year	(17,887.44)	(10,150.62)
Add : Profit/ (Loss) for the year	(9,505.87)	(7,735.44)
Add : Other comprehensive income	2.59	(1.38)
	(27,390.72)	(17,887.44)
Share Application money pending allotment		
Balance at the beginning of the year	300.00	-
Share Allotment	(300.00)	-
Share Application money pending allotment	350.00	300.00
	350.00	300.00
	(27,040.72)	(17,587.44)



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## Notes forming part of Financial Statements (Contd.)

NOTE - 14

## NON CURRENT - BORROWINGS

Rs. in lakhs

Particulars	As at 31st Mar, 2024	As at 31st Mar, 2023
Secured term Loan	2,117.65	2,823.53
Less: Current maturities of non current borrowings transferred to Other Financial liabilities (refer note 19)	705.88	705.88
	<b>1,411.77</b>	<b>2,117.65</b>

Term loan is secured by:

First charge by way of mortgage/ hypothecation on pari pasu basis over Property, Plant and Equipment of the Company (Refer Note 4)(excluding those charged to MSEDCL).

**Terms of Repayment:****Maturity Profile of Long Term Loans outstanding as on 31.03.2024****Rupee Term loan  
from Banks**

Loans with residual maturity within 1 year	705.88
Loans with residual maturity between 1 and 5 years	1,411.77

NOTE - 15

## NON CURRENT - LEASE LIABILITIES

Rs. in lakhs

Particulars	As at 31st Mar, 2024	As at 31st Mar, 2023
Lease Liabilities	54.43	34.05
	<b>54.43</b>	<b>34.05</b>

NOTE - 16

## NON CURRENT - OTHER FINANCIAL LIABILITIES

Rs. in lakhs

Particulars	As at 31st Mar, 2024	As at 31st Mar, 2023
Meter Security Deposit	-	10.32
	-	<b>10.32</b>

NOTE - 17

## NON CURRENT - PROVISIONS

Rs. in lakhs

Particulars	As at 31st Mar, 2024	As at 31st Mar, 2023
Provision For Leave Encashment	23.00	20.00
Provision For Gratuity	19.44	14.01
	<b>42.44</b>	<b>34.01</b>

NOTE - 18

## OTHER NON CURRENT LIABILITIES

Rs. in lakhs

Particulars	As at 31st Mar, 2024	As at 31st Mar, 2023
Others	1.68	12.87
	<b>1.68</b>	<b>12.87</b>

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## Notes forming part of Financial Statements (Contd.)

## NOTE - 19 CURRENT - BORROWINGS

Rs. in lakhs

Particulars	Rs. in lakhs	
	As at 31st Mar, 2024	As at 31st Mar, 2023
Secured		
Overdraft from banks	4,526.99	5,821.19
Current maturities of non current borrowings	705.88	705.88
	<b>5,232.87</b>	<b>6,527.07</b>

\* Overdraft facilities from banks are secured, ranking pari passu inter se, by hypothecation of the Company's current assets, as a second charge

\*\* The Company has availed working capital facilities from bank on the basis of security of current assets. The Company has regularly filed the quarterly/monthly returns or statements with the banks and the same are in agreement with the books of accounts of the company.

## NOTE - 20 CURRENT - LEASE LIABILITIES

Rs. in lakhs

Particulars	Rs. in lakhs	
	As at 31st Mar, 2024	As at 31st Mar, 2023
Lease Liabilities	10.28	26.94
	<b>10.28</b>	<b>26.94</b>

## NOTE - 21 TRADE PAYABLES

Rs. in lakhs

Particulars	Rs. in lakhs	
	As at 31st Mar, 2024	As at 31st Mar, 2023
(a) Total outstanding dues to micro enterprise & small enterprises	668.87	609.79
(b) Total outstanding dues to creditors other than micro enterprise & small enterprises	22,858.84	16,284.03
	<b>23,527.71</b>	<b>16,893.82</b>

Rs. in lakhs

FY 2023-24	Outstanding for following due dates from due date of Payments				
	Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	Total
Particulars					
(i) MSME	668.87				668.87
(ii) Others	22,858.84				22,858.84
(iii) Disputed Dues-MSME					-
(iv) Disputed Dues-Others					-

  

FY 2022-23	Outstanding for following due dates from due date of Payments				
	Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	Total
Particulars					
(i) MSME	609.79				609.79
(ii) Others	16,284.03				16,284.03
(iii) Disputed Dues-MSME					-
(iv) Disputed Dues-Others					-

## Notes forming part of Financial Statements (Contd.)

## NOTE - 21A Disclosure requirement as per the Micro, Small and Medium Enterprise Development Act 2006

Rs. in lakhs

	Rs. in lakhs	
	As at 31st Mar, 2024	As at 31st Mar, 2023
The amount due to Micro and Small enterprise as follows :-		
1 Principal Amount unpaid	668.87	609.79
Interest due on Principal remaining unpaid	2.25	7.21
2 Amount of interest paid in terms of Sec 16 of Micro, Small and Medium Enterprise Development Act 2006, alongwith the amount of the payment made to the supplier beyond the appointed day during each accounting year	-	-
3 Amount of interest due and payable for the period of delay in making payment( which have been paid but beyond the appointed day during the year) but without adding the interest specified under the act	-	-
4 Amount of interest accrued and remaining unpaid as at 31st Mar 2024	2.25	7.21
5 Amount of further interest remaining due and payable in the succeeding year until such date when the interest dues as above are actually paid to the small enterprise, for the purpose of disallowances as a deductible expenditure under section 23.	-	-
Last Year Provision	7.21	2.00
2023-24	2.25	7.21
Cumulative Interest upto 2022-23	9.46	9.21
Less : Paid	7.21	2.00
Net Payable	<b>2.25</b>	<b>7.21</b>

## NOTE - 22 OTHER CURRENT FINANCIAL LIABILITIES

Rs. in lakhs

Particulars	Rs. in lakhs	
	As at 31st Mar, 2024	As at 31st Mar, 2023
Advance from Holding Company	-	-
Payable towards miscellaneous services to		
Related parties	533.82	249.19
Meter Security Deposit	2.40	-
Others	243.85	247.81
Security Deposit from Collection Center	14.00	14.00
	<b>794.07</b>	<b>511.00</b>

## NOTE - 23 OTHER CURRENT LIABILITIES

Rs. in lakhs

Particulars	Rs. in lakhs	
	As at 31st Mar, 2024	As at 31st Mar, 2023
a) Liability towards taxes, duties etc.	66.43	52.81
b) Other liability	494.21	422.80
	<b>560.64</b>	<b>475.61</b>



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## Notes forming part of Financial Statements (Contd.)

## NOTE -24 CURRENT PROVISIONS

Rs. in lakhs

Particulars	As at 31st Mar, 2024	As at 31st Mar, 2023
Provision For Leave Encashment	6.30	0.17
Provision For Gratuity	0.08	0.06
	<b>6.38</b>	<b>0.23</b>

## NOTE-25 CONTINGENT LIABILITIES AND COMMITMENTS

- a) Commitments of the Company on account of estimated amount of contracts remaining to be executed on capital account and not provided for Rs 232.33 Lakh. (Previous year -Rs. 266.23 lakh)
- b) Money for which the company is contingently liable :  
 (i) Standby Letter of Credit from SBI : Rs. 12212 lakh (Previous year -Rs. 11256 lakh)

## NOTE 26 REVENUE FROM OPERATIONS

Rs. in lakhs

Particulars	For the year ended 31st Mar 2024	For the year ended 31st Mar 2023
a) Earnings from sale of electricity (Net of rebate Rs 304.06 lakh ; previous year- Rs 244.64 lakh)	65,289.73	58,937.75
b) Other Operating Revenue Others	185.04	88.93
	<b>65,474.77</b>	<b>59,026.68</b>

## NOTE- 27 OTHER INCOME

Rs. in lakhs

Particulars	For the year ended 31st Mar 2024	For the year ended 31st Mar 2023
Late Payment Surcharge	235.40	242.87
Interest on Consumer dues	1,173.66	1,123.70
Miscellaneous income	108.98	375.92
	<b>1,518.04</b>	<b>1,742.49</b>

## NOTE 28 COST OF ELECTRICAL ENERGY PURCHASED

Rs. in lakhs

Particulars	For the year ended 31st Mar 2024	For the year ended 31st Mar 2023
Cost of electrical energy purchased	71,348.88	64,186.64
	<b>71,348.88</b>	<b>64,186.64</b>

## NOTE 29 EMPLOYEE BENEFIT EXPENSES

Rs. in lakhs

Particulars	For the year ended 31st Mar 2024	For the year ended 31st Mar 2023
a) Salaries, wages and bonus	1,012.08	748.00
b) Contribution to provident and other funds	37.68	32.78
c) Employees' welfare expenses	29.15	31.75
	<b>1,078.91</b>	<b>812.54</b>
Less : Transfer to OCI	(2.59)	1.38
	<b>1,081.50</b>	<b>811.15</b>



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Notes forming part of Financial Statements (Contd.)

**B Employee Benefits**

The Company makes contributions for provident fund and pension towards retirement benefit plans for eligible employees. Under the said plans, the Company is required to contribute a specified percentage of the employees' salaries to fund the benefits. The Company also makes annual contribution to independent trust, who in turn, invests in the Employees Group Gratuity Scheme of eligible agencies for qualifying employees. Liabilities at the year-end for gratuity and leave encashment have been determined on the basis of actuarial valuation carried out by an independent actuary, based on the method prescribed in relevant para of Ind AS 19

**Net Liability / (Asset) recognized in the Balance Sheet:**

	For the year ended 31st Mar, 2024		For the year ended 31st Mar, 2023	
	Rs. in lakhs			
	Gratuity	Leave Encashment	Gratuity	Leave Encashment
Present value of funded obligation	19.52	29.30	14.07	20.16
Fair Value of Plan Assets	-	-	-	-
	<b>19.52</b>	<b>29.30</b>	<b>14.07</b>	<b>20.16</b>
Present value of un-funded obligation	-	-	-	-
Unrecognised past service cost	-	-	-	-
<b>Net Liability/(Asset)</b>	<b>19.52</b>	<b>29.30</b>	<b>14.07</b>	<b>20.16</b>

**Expenditure shown in the Note to Statement of Profit and Loss as follows:**

	For the year ended 31st Mar, 2024		For the year ended 31st Mar, 2023	
	Rs. in lakhs			
	Gratuity	Leave Encashment	Gratuity	Leave Encashment
Current Service Cost	7.02	11.09	5.75	4.95
Interest Cost	1.01	1.22	0.66	1.27
Expected Return on Plan Assets	-	-	-	-
Actuarial loss/(gain)	-	3.27	-	(1.75)
<b>Total</b>	<b>8.03</b>	<b>15.58</b>	<b>6.41</b>	<b>4.47</b>

**Other Comprehensive income**

	For the year ended 31st Mar, 2024		For the year ended 31st Mar, 2023	
	Rs. in lakhs			
	Gratuity	Leave Encashment	Gratuity	Leave Encashment
Return on Plan Assets	-	-	-	-
Actuarial loss/(gain)	(2.59)	-	(1.38)	-
<b>Total</b>	<b>(2.59)</b>	<b>-</b>	<b>(1.38)</b>	<b>-</b>

**Reconciliation of Opening and Closing Balances of the present value of obligations:**

	For the year ended 31st Mar, 2024		For the year ended 31st Mar, 2023	
	Rs. in lakhs			
	Gratuity	Leave Encashment	Gratuity	Leave Encashment
Opening defined benefit obligation	14.08	20.16	9.05	19.18
Current Service Cost	7.02	11.09	5.75	4.95
Past Service Cost	-	-	-	-
Interest Cost	1.01	1.22	0.66	1.27
Plan Amendments	-	-	-	-
Actuarial loss/(gain)	(2.59)	3.27	(1.38)	(1.75)
Benefits paid	-	(6.44)	-	(3.49)
<b>Closing Defined Benefit Obligation</b>	<b>19.52</b>	<b>29.30</b>	<b>14.08</b>	<b>20.16</b>

**Reconciliation of Opening and Closing Balances of fair value of plan assets:**

	For the year ended 31st Mar, 2024		For the year ended 31st Mar, 2023	
	Rs. in lakhs			
	Gratuity	Leave Encashment	Gratuity	Leave Encashment
Opening fair value of Plan Assets	-	-	-	-
Interest Income on Plan Assets	-	-	-	-
Actual Company Contributions	-	-	-	-
Actuarial gain/(loss)	-	-	-	-
Benefits paid	-	-	-	-
<b>Closing Fair Value on Plan Assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

	For the year ended 31st Mar, 2024		For the year ended 31st Mar, 2023	
	Rs. in lakhs			
	Gratuity	Leave Encashment	Gratuity	Leave Encashment
<b>Movements in net liability/(asset):</b>				
Opening balance - Net liability/(asset)	14.08	20.16	9.05	19.18
Mov. in inc/(decrease) in scope of consolidation	-	-	-	-
Mov. in benefits paid	-	(6.44)	-	(3.49)
Mov. in curtailments and settlements	-	-	-	-
Mov. in contributions by the employer	-	-	-	-
Mov. in contributions by the plan participants	-	-	-	-
Mov. in reimbursement rights	-	-	-	-
Expenses (income) recognized in income statement	8.03	15.58	6.41	4.47
Expense (income) recognized in OCI	(2.59)	-	(1.38)	-
<b>Net liability/(assets) - Status</b>	<b>19.52</b>	<b>29.30</b>	<b>14.08</b>	<b>20.16</b>



*Abhinav*

Notes forming part of Financial Statements (Contd.)

Sensitivity	For the year ended 31st Mar, 2024		For the year ended 31st Mar, 2023	
	Gratuity	Leave Encashment	Gratuity	Leave Encashment
DBO at 31.3 with discount rate +1%	17.08	26.55	12.48	18.36
Corresponding service cost	6.09	9.91	5.04	4.38
DBO at 31.3 with discount rate -1%	22.51	32.64	16.00	22.31
Corresponding service cost	8.17	12.55	6.60	5.65
DBO at 31.3 with +1% salary escalation	22.54	32.67	16.02	22.34
Corresponding service cost	8.18	12.56	6.62	5.66
DBO at 31.3 with -1% salary escalation	17.01	26.48	12.43	18.31
Corresponding service cost	6.07	9.88	5.02	4.36
DBO at 31.3 with +50% withdrawal rate	19.53	29.40	14.07	20.23
Corresponding service cost	7.02	11.14	5.74	4.98
DBO at 31.3 with -50% withdrawal rate	19.50	29.20	14.07	20.09
Corresponding service cost	7.02	11.04	5.75	4.93
DBO at 31.3 with +10% mortality rate	19.53	29.32	14.08	20.17
Corresponding service cost	7.03	11.10	5.75	4.96
DBO at 31.3 with -10% mortality rate	19.50	29.28	14.06	20.15
Corresponding service cost	7.02	11.09	5.74	4.95

The above sensitivity analyses are based on a change in an assumption while holding all other assumptions constant. In practice, this is unlikely to occur, and changes in some of the assumptions may be correlated. When calculating the sensitivity of the defined benefit obligation to significant actuarial assumptions the same method (present value of the defined benefit obligation calculated with the projected unit credit method at the end of the reporting period) has been applied as when calculating the defined benefit liability recognised in the balance sheet.

Major categories of total plan assets	For the year ended 31st Mar, 2024		For the year ended 31st Mar, 2023	
	Gratuity	Leave Encashment	Gratuity	Leave Encashment
Cash- & cash equivalents	-	-	-	-
thereof non-quoted market price	-	-	-	-
Equity instruments	-	-	-	-
thereof non-quoted market price	-	-	-	-
Debt instruments	-	-	-	-
thereof non-quoted market price	-	-	-	-
Real estate investments	-	-	-	-
thereof non-quoted market price	-	-	-	-
All other instruments	-	-	-	-
thereof non-quoted market price	-	-	-	-
Total	-	-	-	-

Estimated Cash Flows (Undiscounted)	For the year ended 31st Mar, 2024		For the year ended 31st Mar, 2023	
	Gratuity	Leave Encashment	Gratuity	Leave Encashment
1st Year	0.08	6.51	0.06	0.17
2 to 5 Years	2.50	3.16	4.26	9.53
6 to 10 Years	9.17	12.36	5.87	7.35
More than 10 Years	53.06	55.90	34.04	35.12

Actuarial assumptions	For the year ended 31st Mar, 2024		For the year ended 31st Mar, 2023	
	Gratuity	Leave Encashment	Gratuity	Leave Encashment
Discount rate current year (%)	6.95	6.95	7.20	7.20
Expected rate for salary increases (%)	5.00	5.00	5.00	5.00
Pension trend (%)	0	0	0	0
Number of insured employees	62	62	60	60
Number of insured retired persons	0	0	0	0
Number of defined contribution plans	0	0	0	0
Number of defined benefit plans	1	1	1	1
thereof number of defined benefit funded	0	0	0	0
thereof number of defined benefit unfunded	1	1	1	1
Expected contributions to be paid for next year	0	0	0	0
Weighted average duration of the defined benefit plan (in years)	16.42	13.03	15.10	12.36



Notes forming part of Financial Statements (Contd.)

NOTE - 30	FINANCE COSTS	Rs. in lakhs	
		For the year ended 31st Mar 2024	For the year ended 31st Mar 2023
	Interest on Term Loan	234.56	244.14
	Interest on Overdraft	504.80	364.93
	Others	243.71	238.74
		<b>983.07</b>	<b>847.81</b>

NOTE - 31	OTHER EXPENSES	Rs. in lakhs	
		For the year ended 31st Mar 2024	For the year ended 31st Mar 2023
a)	Consumption of stores and spares	36.11	26.09
b)	Repairs		
	Building	-	-
	Distribution System	1,498.49	1,424.95
		<b>1,498.49</b>	<b>1,424.95</b>
c)	Insurance	6.03	3.06
d)	Rent	3.97	0.90
e)	Rates and taxes	34.00	1.14
f)	Audit Fees -		
	- statutory auditor	1.24	0.77
	- tax auditor	0.59	0.59
	- Limited Review	0.53	0.53
	- Others	0.13	0.12
g)	Telephone & Internet	12.32	13.54
h)	Printing & stationery	0.72	0.46
i)	Travelling	18.94	13.74
j)	Car Hire	74.46	74.77
k)	Legal & other consultant fees	72.78	45.82
l)	Advertisement	0.66	3.00
m)	Security	131.64	52.40
n)	Meter reading & collection	450.75	452.39
o)	Technical, commercial & call centre charges	131.34	106.75
p)	Miscellaneous expenses	294.30	213.04
		<b>2,769.00</b>	<b>2,434.06</b>



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Notes forming part of Financial Statements (Contd.)

NOTE-32 Fair value measurements

- a) The carrying value and fair value of financial instruments by categories as at Mar 31, 2024 & Mar 31, 2023 is as follows:

	31-03-2024			31-03-2023		
	Amortized cost	FVTOCI	FVTPL	Amortized cost	FVTOCI	FVTPL
<b>Financial assets</b>						
Trade Receivables	20,624.42	-	-	18,081.72	-	-
Cash and cash equivalents	569.33	-	-	34.50	-	-
Other Bank balances	11.50	-	-	10.00	-	-
Other Financial Assets	11.44	-	-	10.52	-	-
<b>Total financial assets</b>	<b>21,216.69</b>	-	-	<b>18,136.74</b>	-	-
<b>Financial liabilities</b>						
Borrowings	6,644.64	-	-	8,644.72	-	-
Trade Payables	23,527.71	-	-	16,893.82	-	-
Lease Liability	64.71	-	-	60.99	-	-
Other financial liabilities	794.07	-	-	521.32	-	-
<b>Total financial liabilities</b>	<b>31,031.13</b>	-	-	<b>26,120.85</b>	-	-

- b) The following methods and assumptions were used to estimate the fair values

- The carrying amounts of trade receivables, trade payables, cash and cash equivalents, are considered to be the same as their fair values, due to their short term nature.
- Security deposit is based on discounted cash flows using a current borrowing rate. Carrying value is same as fair value.
- For financial assets and liabilities that are measured at fair value, the carrying amounts are equal to their fair value.





Notes forming part of Financial Statements (Contd.)

**NOTE- 33 Financial risk management**

The Company's activities expose it to credit risk, liquidity risk, capital risk and market risk (including interest rate risk and currency risk). The Company's overall risk management strategy seeks to minimise adverse effects from the unpredictability of the financial markets on the Company's financial performance. The Company do not use derivative financial instruments to hedge any risk exposures.

The Board of Directors is responsible for setting the objectives and underlying principles of financial risk management for the Company.

**i) Credit risk**

In order to manage credit risk arising from sale of electricity, multipronged approach is followed like precipitation of action against defaulting consumers, obtaining support of the administrative authority. The trade receivables are secured by the security deposits obtained and maintained by the Maharashtra State Electricity Distribution Company Limited from consumers.

**ii) Liquidity risk**

The Company manages its liquidity risk on financial liabilities by monitoring working capital and liquid fund position keeping in view the maturity profile of its borrowings and other liabilities as disclosed in the respective notes

**iii) Market risk**

**a) Interest rate risk**

The Company is exposed to interest rate risk because it borrows fund at both fixed and floating interest rates. The risk is managed by the Company by maintaining an appropriate mix between fixed and floating rate borrowing

**b) Currency risk**

The Company has no foreign currency risk exposure.

**NOTE- 34 Capital Management**

**i) Risk Management**

For the purposes of the Company's capital management, capital includes issued capital and all the other equity reserves. The primary objective of the Company's capital management is to maximize shareholder value. The Company manages its capital structure and makes adjustments in the light of changes in economic environment and the requirements of the financial covenants, if any.

**ii) Dividends**

The Company has not declared or paid any dividends during the year (Last Year: Nil).



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Notes forming part of Financial Statements (Contd.)

NOTE- 35 The major components of Deferred Tax Assets / (Liabilities) based on the timing difference as at 31st Mar, 2024 are as under :

Particulars	Rs. in lakhs	
	As at 31st March, 2024	As at 31st March, 2023
<b>Liabilities</b>		
Excess of tax depreciation over book depreciation	709.96	478.01
<b>TOTAL</b>	<b>709.96</b>	<b>478.01</b>
<b>Assets</b>		
Business loss and Unabsorbed depreciation	9,814.46	6,267.34
Others	22.27	16.69
<b>TOTAL</b>	<b>9,836.73</b>	<b>6,284.03</b>
<b>Net Deferred Tax Assets (Liability)</b>	<b>9,126.77</b>	<b>5,806.02</b>

Net Deferred Tax Assets of Rs 9126.77 lakh as above has not been recognised

NOTE- 36 Earnings per share:

Particulars		Rs in lakh	
		For the year ended 31st Mar 2024	For the year ended 31st Mar 2023
Profit/ (Loss) After Tax (Rs. in lakh)	(A)	(9,505.87)	(7,735.44)
No of shares outstanding		22,49,50,000	14,27,50,000
Weighted Average no. of shares for Earnings per share	(B)	17,92,59,016	11,67,86,712
Basic and Diluted Earnings per share of Rs. 10/- (Rs.)		(5.30)	(6.62)



**Notes forming part of Financial Statements (Contd.)**

**Note - 37**

Effective 1st April'19 the Company has adopted IndAs 116 "Leases". The Company has used "modified retrospective approach" for transition from the previous standard IndAS 17 and consequently the comparatives for previous periods have not been retrospectively adjusted.

Rs. in lakhs

<b>Right-of-use assets recognised and the movements during the period</b>		
<b>Particulars</b>	<b>Building</b>	<b>Total</b>
<b>1st April 2023</b>		
Minimum Lease Obligation*	47.47	47.47
<b>Addition:</b>		
IND AS -116	31.75	31.75
Deletion	7.20	7.20
Amortisation	22.21	22.21
<b>31st March 2024</b>	<b>49.81</b>	<b>49.81</b>

<b>Lease liabilities and the movements during the period:</b>		<b>Rs. in lakhs</b>
<b>Particulars</b>	<b>Total</b>	
<b>1st April 2023</b>		
Minimum Lease Obligation*	60.99	
<b>Addition:</b>		
IND AS -116	31.75	
Deletion	9.39	
Interest expenses incurred during the period	10.48	
Payment of lease liabilities	29.12	
<b>31st March 2024</b>	<b>64.71</b>	
Current lease liabilities	10.28	
Non-current lease liabilities	54.43	

\* Erstwhile under IndAS 17

Future minimum lease payments during next one year Rs 10.28 lacs, later than one year but not later than five years Rs 54.43 lacs and later than five years NIL

<b>The following are the amounts recognised in profit or loss:</b>		<b>Rs. in lakhs</b>
<b>Particulars</b>	<b>Total</b>	
Depreciation expense of right-of-use assets	22.21	
Interest expense on lease liabilities	10.48	
<b>Total amount recognised in profit or loss</b>	<b>32.69</b>	



*Abhinav*

Notes forming part of Financial Statements (Contd.)  
NOTE-38 RELATED PARTY - DISCLOSURE

A. Parent- under de facto control as defined in Ind AS -110

Rainbow Investments Limited

B. Holding Company

CESC Limited

C. Entities under Common Control

Name	Relationship
CESC Projects Limited	Fellow Subsidiary
Bantal Singapore Pte. Limited	Fellow Subsidiary
Ranchi Power Distribution Company Limited	Fellow Subsidiary
Pachi Hydropower Projects Limited	Fellow Subsidiary
Papu Hydropower Projects Limited	Fellow Subsidiary
Au Bon Pain Café India Limited	Fellow Subsidiary
Haldia Energy Limited	Fellow Subsidiary
Dhariwal Infrastructure Limited	Fellow Subsidiary
Kota Electricity Distribution Limited	Fellow Subsidiary
Bikaner Electricity Supply Limited	Fellow Subsidiary
Bharatpur Electricity Services Limited	Fellow Subsidiary
Crescent Power Limited	Fellow Subsidiary
CESC Green Power Limited	Fellow Subsidiary
Jharkhand Electric Company Limited	Fellow Subsidiary
Jarong Hydro-Electric Power Company Limited	Fellow Subsidiary
Eminent Electricity Distribution Limited	Fellow Subsidiary
Noida Power Company Limited	Fellow Subsidiary
Purvah Green Power Private Limited (w.e.F5th March, 2024)	Fellow Subsidiary
Mahuagarhi Coal Company Private Limited	Joint Venture of Holding Company
RPSG Ventures Ltd	Common Control

D. Key Managerial Personnel

Name	Relationship
Mr. Gopal Rathi (ceased to be Director w.e.f 31st March, 2024)	Director
Mr. Jayanta Chakrabarty	Director
Mr. Gautam Ray	Director
Mr. Rajarshi Banerjee	Director
Mr. Debasish Banerjee	Director
Ms. Maitrayee Sen	Director
Mr. Rajprasanta Chakraborty - till 7th Feb'23	Manager
Mr. Prem Singh - from 8th Feb'23	Manager

E. Details of transactions between the Company and related parties and status of outstanding balances

Name	Nature of Transaction	Rs. in lakhs			
		Amount of transaction		Outstanding balance as at	
		2023-24	2022-23	2023-24	2022-23
Holding Company	Share Application money received pending allotment	350.00	300.00	350.00	300.00
	Equity shares issued during the year*	8,720.00	2,940.00	-	-
	Expense recoverable / (Payable)	(310.99)	(154.47)	(533.82)	(249.19)
	Paid/adjusted During the year	-	-	-	-
RPSG Ventures Ltd	Expense recoverable / (Payable)	(35.40)	(35.40)	(81.00)	(48.60)
	Paid/adjusted During the year	-	-	-	-
Remuneration of Key Managerial Personnel	Short Term Employee Benefits	99.71	48.33	-	-
	Retirement Benefits	6.44	6.65	-	-

\*include in FY 2023-24 Rs. 3 Cr allotment money received in FY 2022-23



Notes forming part of Financial Statements (Contd.)

**NOTE- 39 Ratios**

The following are analytical for the year ended 31st Mar 2024 and 31st Mar 2023

Particulars	Numerator	Denominator	31st Mar 2024	31st Mar 2023	% Change	Explanation of Change more than 25%
1 Current Ratio	Current Assets	Current Liabilities	0.72	0.77	-6.77%	
2 Debt-Equity Ratio	Total Debt	Total Equity	(1.46)	(2.61)	114.80%	Decrease in Debt & Increase in Equity
3 Debt Service Coverage Ratio	Earnings before interest, taxes, depreciation	Debt Service	(4.80)	(6.36)	-24.61%	Decrease in Profit.
4 Return on Equity Ratio	Net Profit after tax	Average Shareholder's Equity	241.94%	726.99%	-66.72%	Increase in Equity.
5 Trade receivable turnover ratio	Revenue from Operations	Average Trade Receivables	3.38	3.65	-7.37%	
6 Trade Payable turnover ratio	Cost of Fuel & Power Purchase	Average Trade Payables	3.85	4.68	-17.62%	
7 Net Capital turnover ratio	Revenue from Operations	Average Working Capital	(10.22)	(32.17)	-68.24%	Increase in Liabilities.
8 Net profit ratio	Net Profit after tax	Total Income	-14.19%	-12.73%	11.47%	
9 Return on capital employed	Earning before interest and taxes	Capital Employed	-406.05%	-129.17%	214.36%	Decrease in Profit.
10 Return on Investment	Income generated from investments	Average Investment funds	53.97%	2.43%	51.54%	Decrease in investment.





**Notes forming part of Financial Statements (Contd.)**

**NOTE- 39A Other Statutory Information:**

**Other Statutory Information:**

- i) The Company does not have any Benami property, where any proceeding has been initiated or pending against the Company for holding any Benami property.
- ii) The Company does not have any transactions with companies struck off.
- iii) The Company does not has any charges or satisfaction which is yet to be registered with ROC beyond the statutory period
- iv) The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.
- v) The Company has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:
  - a. directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or
  - b. provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries
- vi) The Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:
  - a. directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or
  - b. provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries,
- vii) The Company has not any such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961
- viii) The company has not been declared as any wilful defaulter from any bank or financial institution from where the company has taken loan and overdraft facilities.
- ix) The company has complied with the no. of layers prescribed under clause 87 of section 2 of the Act read with the (Companies Restriction on number of Layers Rules) 2017.

**NOTE- 39B** Audit trail as per proviso to Rule 3(1) of Companies (Accounts) Rule, 2014

The Ministry of Corporate Affairs (MCA) has prescribed a new requirement for companies under the proviso to Rule 3(1) of the Companies (Accounts) Rule, 2014 inserted by the Companies (Accounts) Amendment Rule 2021 requiring companies. which used accounting software for maintaining its books of account. shall use only such accounting software which has a feature of recording audit trail of each and every transaction, creating an edit log of each change made in the books of account along with the date when such changes were made and ensuring that the audit trail cannot disable.

The Company has used an accounting software for maintaining books of account which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software. However, audit trail feature is not enabled for certain changes at the database level for the application due to technical reasons. Further, no instance of audit trail feature being tampered with was noted in respect of the accounting software

**NOTE- 40** The Company has incurred a net loss after tax of Rs 9505.87 lakhs for the year ended 31 March 2024 and accumulated loss stand at Rs 27390.72 lakhs and its current liabilities exceeds current assets by Rs 8559.38 lakhs. In view of the strategic business plans, cash flow projections and continued support from the holding company, financial statements have been prepared on a going concern basis.



**Notes forming part of Financial Statements (Contd.)**

**NOTE- 41** The Company is engaged in distribution of electricity and does not operate in any other reportable segments. The reportable business segments are in line with the segment wise information which is being presented to the CODM. There are no reportable geographical segments, since all business is within India.

**NOTE- 42** The Company has reclassified previous year's figures to confirm to this year's classification alongwith other regrouping / rearrangement wherever necessary.

**For Batliboi , Purohit & Darbari**  
Chartered Accountants  
Firm Registration No.: 303086E



Hemal Mehta  
Partner  
Membership No: 063404  
Kolkata, 20 May 2024



For and on behalf of Board of Directors



Director

DIN : 06443204



Director

DIN : 05125279



Chief Financial Officer



Company Secretary