

## **Independent Auditor's Report**

**To The Members of  
Jaigad Power Transco Limited**

### **Report on the Audit of Financial Statements**

#### **Opinion**

We have audited the accompanying financial statements of **Jaigad Power Transco Limited** ("the Company"), which comprises of Balance Sheet as at March 31, 2025, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flow for the year ended March 31, 2025, 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 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 March 31, 2025, and its profit, changes in equity and its cash flows for the year ended March 31, 2025.

#### **Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing (SAs) 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 (ICAI) together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules made 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.

#### **Information Other than the Financial Statements and Auditor's report thereon**

The Company's Board of Directors is responsible for the preparation of other information. The Other information comprises the information included in the Board's Report, but does not include the financial statement 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 the other information is materially inconsistent with the financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

Based on the work we have performed, if 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.

#### **Responsibilities 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), changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under Section 133 of the Act.

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 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, the 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.

The 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 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 control system 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 the 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 entity'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 entity 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.

Materiality is the magnitude of misstatements in the financial statements that individually or in aggregate makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work and (ii) to evaluate the effect of any identified misstatements in the financial statements.

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.

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

1. Pursuant to 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 and records.
  - c) The Balance sheet, the Statement of Profit & Loss (including other comprehensive income), Statement of Changes in Equity and the Cash Flow Statement 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 (Ind AS) Rules, 2015, as amended.
  - e) On the basis of the written representation received from the directors as on March 31, 2025 taken on records by the Board of Directors, none of the directors are disqualified as on March 31, 2025 from being appointed as a Directors in terms of Section 164(2) of the Act.
  - f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in Annexure "B".
  - g) 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, during the year, the Company has not paid any remuneration to its directors.

- h) With respect to the matters to be included in the Auditor's report in accordance with the Rule 11 of the Companies (Audit and Auditors) Rules, 2014, 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– Refer Note. 35 to the financial statements.
  - 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, other than as disclosed in the notes to the accounts, no funds (which are material either individually or in the aggregate) 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 or entity, 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, other than as disclosed in the notes to the accounts, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, 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 representation under sub clause (i) and (ii) of Rule 11(e) of The Companies (Audit and Auditors) Rules, 2014, as provided under (a) and (b) above, contains any material misstatement. Refer note 36 (vi) and (viii) to the financial statements.
  - v. The dividend declared and paid by the Company during the year is in accordance with Section 123 of the Act, as applicable.
  - vi. Based on our examination, which included test checks, the Company has used accounting software for maintaining its books of account for the financial year ended March 31, 2025 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. Further, during the course of our audit we did not come across any instance of the audit trail feature being tampered with. The Company is in compliance with the preservation of audit trail as per the statutory requirements for record retention.

Place: Mumbai  
Date: May 07, 2025

**R. P. Baradiya**  
Partner  
Membership No. 044101  
UDIN: 25044101BMIXCB2055

**Annexure “A” referred to in “Report on Other Legal and Regulatory Requirements” section of our report to the members of Jaigad Power Transco Limited for the year ended March 31, 2025:**

On the basis of our examination of the books and records of the Company carried out in accordance with the auditing standards generally accepted in India and according to the information and explanations given to us, we state that:

- i) a) In respect of Company’s Property, Plant and Equipment (PPE) and Intangible Assets:
  - A. The Company has maintained proper records showing full particulars, including quantitative details and situation of property, plant and equipment (including right-to-use assets).
  - B. The Company does not have any intangible assets and hence, reporting under clause 3(i)(a)(B) of the Order is not applicable to the Company.
- b) As explained to us and on the basis of our examination of the records of the Company, the Company has carried out physical verification of all its property, plant and equipment during the year. In our opinion, the frequency of verification is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification.
- c) Based on the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties are held in the name of the Company.
- d) The Company has not carried out revaluation of its property, plant and equipment (including right-to-use assets) and accordingly, reporting requirements of paragraph 3(i)(d) of the Order are not applicable to the Company.

- e) According to the information and explanations given to us and on the basis of our examination of records of the Company, no proceedings have been initiated or are pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and Rules made thereunder.
- ii) a) The inventories have been physically verified by the management at reasonable intervals during the year. The procedures of physical verification of the inventories followed by the management are reasonable and adequate in relation to the size of the Company and nature of its business. As per the information and explanations given to us, no discrepancies of 10% or more in the aggregate for each class of inventory were noticed on physical verification of inventories as compared to book records.
- b) According to the information and explanations given to us, the Company has been sanctioned working capital limits in excess of Rs. 5 crores, in aggregate, at points of time during the year, from banks on the basis of security of current assets. In our opinion and according to the information and explanations given to us, the quarterly returns and statements comprising stock statements & book debt statements filed by the Company with such banks are in agreement with the unaudited books of account of the Company of the respective quarters. The Company has not been sanctioned any working capital facility from financial institutions.
- iii) According to the information and explanations given to us and on the basis of our examination of the books and records, the Company has not granted any loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or other parties. Accordingly, the reporting requirements of clause 3(iii) of the Order are not applicable to the Company.
- iv) According to the information and explanations given to us and on the basis of our examination of the books and records, the Company has not granted any loans or given any guarantees or provided any securities or made any investments to/in the parties covered under Section 185 and Section 186 of the Act accordingly, reporting requirements of clause 3(iv) of the Order are not applicable to the Company.
- v) According to the information and explanations given to us and on the basis of our examination of the books and records, no deposits within the meaning of directives issued by RBI (Reserve Bank of India) and Sections 73 to 76 or any other relevant provisions of the Act and Rules framed thereunder have been accepted by the Company. Accordingly, reporting requirements of clause 3(v) of the Order are not applicable to the Company.
- vi) The maintenance of cost records has been specified by the Central Government under Section 148(1) of the Companies Act, 2013. We have broadly reviewed the cost records maintained by the Company pursuant to the Companies (Cost Records and Audit) Rules, 2014, as amended, prescribed by the Central Government under sub-Section (1) of Section 148 of the Companies Act, 2013 and are of the opinion that, prima facie, the prescribed cost records have been made and maintained. We are not required and therefore, not made a detailed examination of the cost records with a view to determine whether they are accurate or complete.
- vii) a) According to the information and explanations given to us and on the basis of our examination of the records, the Company is regular in depositing undisputed statutory dues including Goods and Services tax, provident fund, employees' state insurance, income tax, sales tax, custom duty, duty of excise, value added tax, cess and other statutory dues during the year with the appropriate authorities. No undisputed amounts payable in respect of the aforesaid statutory dues were outstanding as at March 31, 2025 for a period of more than six months from the date they became payable.
- b) According to the information and explanations given to us, there are no statutory dues mentioned in clause 3 (vii) (a) which have been not deposited on account of any dispute.

- viii) According to the information and explanations given to us and on the basis of our examination of the books and records, there were no transactions relating previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.
- ix) a) Based on our audit procedures and on the basis of information and explanations given to us, we are of the opinion that the Company has not defaulted in the repayment of loans or other borrowings or in the payment of interest thereon to the lenders. Accordingly, the provisions of clause 3(ix)(a) of the Order is not applicable to the Company.
- b) The Company has not been declared as wilful defaulter by any bank or financial institution or government or any government authority.
- c) According to the information and explanations given to us and on the basis of our examination of the books and records, the Company has not taken any term loan during the period and hence, reporting under Clause 3(ix)(c) of the Order is not applicable to the Company.
- d) On an overall examination of the financial statements, in our opinion the Company has not utilized funds raised on short term basis for long term purposes.
- e) The Company does not have any subsidiary, associate or joint venture and hence, reporting under Clause 3(ix)(e) and (f) of the Order is not applicable to the Company.
- x) In our opinion and according to the information and explanations given to us, the Company has not raised any money by way of initial public offer or further public offer (including debt instruments) during the year and accordingly, reporting requirements of clause 3(x) of the Order are not applicable to the Company.
- xi) a) During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing standards in India and according to the information and explanations given to us, we have neither come across any instance of fraud by the Company or on the Company by its officers or employees, noticed or reported during the year, nor have we been informed of such case by the management.
- b) No report under sub-Section (12) of Section 143 of the 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) Provisions of whistle blower complaints are not applicable to the Company and hence, reporting under Clause 3(xi)(c) of the Order is not applicable to the Company.
- xii) The Company is not a Nidhi Company and hence, reporting under clause 3(xii) of the Order is not applicable.
- xiii) According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with Sections 177 and 188 of the Act, where applicable, and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards. Refer Note 32 to the financial statements.

- xiv) a) In our opinion and according to the information and explanations given to us, the Company has an adequate internal audit system commensurate with the size and 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 till date, in determining nature, timing and extent of our audit procedure.
- xv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non- cash transactions with directors or persons connected with them as per the provisions of Section 192 of the Act. Accordingly, reporting requirements under clause 3(xv) of the Order are not applicable to the Company.
- xvi) a) The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, the provisions of clause 3(xvi) (a), (b) and (c) of the Order is not applicable to the Company.
- b) The Company has not conducted any Non-Banking Financial or Housing Finance activities which require a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934.
- c) The Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India.
- d) There is one registered Core Investment Company (CIC) and four unregistered CICs forming part of the Group.
- xvii) The Company has not incurred any cash losses during the financial year and in the immediately preceding financial year.
- xviii) There has been no resignation of statutory auditors of the Company during the year. Accordingly, reporting requirements under clause 3(xviii) of the Order are not applicable to the Company.
- xix) According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realization 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 that Company is not capable of meeting its liabilities existing as at the date of the 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, will get discharged by the Company as and when they fall due.
- xx) There are no unspent amounts towards Corporate Social Responsibility (CSR) requiring a transfer to a fund specified in Schedule VII to the Companies Act in compliance with the second proviso to sub-Section (5) of Section 135 of the said Act. Accordingly, reporting under clause 3(xx) of the Order are not applicable to the Company.

For **LODHA & CO LLP**  
Chartered Accountants  
Firm registration No. – 301051  
E/E300284



Place: Mumbai  
Date: May 07, 2025

**R. P. Baradiya**  
Partner  
Membership No. 044101  
UDIN: 25044101BMIXCB2055

**Annexure “B” referred to in “Report on Other Legal and Regulatory Requirements” section of our report to the members of Jaigad Power Transco Limited for the year ended March 31, 2025:**

We have audited the internal financial controls over financial reporting of **Jaigad Power Transco Limited** (“the Company”) as of March 31, 2025 in conjunction with our audit of the financial statements of the Company for the year ended March 31, 2025.

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

The Company’s management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential component 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 (ICAI). 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 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 Act.

**Auditors’ Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting 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”) and the Standards on Auditing deemed to be prescribed under Section 143(10) of the Act to the extent applicable to an audit of internal financial controls, both applicable to an audit of internal financial controls and both issued by the ICAI. 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 over financial reporting 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 system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, 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 judgment, 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 Company’s internal financial controls system over financial reporting.

**Meaning of Internal Financial Controls Over Financial Reporting**

A Company’s internal financial control over financial reporting 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 over financial reporting 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 entity are being made only in accordance with authorisations of management and directors of the Company; (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the entity's assets that could have a material effect on the financial statements and (4) also provide reasonable assurance by the internal auditors through their internal audit reports given to the organisation from time to time.

### **Inherent Limitations of Internal Financial Controls Over Financial Reporting**

Because of the inherent limitations of internal financial controls over financial reporting, 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 over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting 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, the best of our information and according to the explanations given to us, the Company has, broadly in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2025, based on the internal control over financial reporting criteria established by the Company considering the essential Component 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 **LODHA & CO LLP**  
Chartered Accountants  
Firm registration No. – 301051  
E/E300284

Place: Mumbai  
Date: May 07, 2025

**R. P. Baradiya**  
Partner  
Membership No. 044101  
UDIN: 25044101BMIXCB2055

**JAIGAD POWERTRANSCO LIMITED**  
**BALANCE SHEET AS AT 31ST MARCH, 2025**

(₹ in lakh)

Particulars	Note	As at	As at
		31st March, 2025	31st March, 2024
<b>I ASSETS</b>			
<b>(1) Non-current assets:</b>			
(a) Property, plant and equipment	5	15,493.42	18,439.78
(b) Financial assets			
(i) Investments	6	1,929.49	1,792.16
(ii) Other financial assets	7	18.02	16.56
(c) Income tax assets (net)		48.33	25.27
(d) Other non-current assets	8	0.21	0.21
		<b>17,489.47</b>	<b>20,273.98</b>
<b>(2) Current assets:</b>			
(a) Inventories	9	175.65	205.55
(b) Financial assets			
(i) Investments	6	5,288.67	5,337.39
(ii) Trade receivables	10	452.43	479.75
(iii) Unbilled revenue		831.99	1,007.62
(iv) Other financial assets	7	21.81	17.30
(c) Other current assets	8	123.35	6.07
		<b>6,893.90</b>	<b>7,053.68</b>
<b>TOTAL ASSETS</b>		<b>24,383.37</b>	<b>27,327.66</b>
<b>II EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
(a) Equity share capital	11A	13,750.00	13,750.00
(b) Other equity	11B	9,912.32	12,831.18
		<b>23,662.32</b>	<b>26,581.18</b>
<b>Liabilities</b>			
<b>(1) Non-current liabilities:</b>			
(a) Provisions	12	11.49	23.82
		<b>11.49</b>	<b>23.82</b>
<b>(2) Current liabilities:</b>			
(a) Financial liabilities			
(i) Borrowings	13	515.44	529.33
(ii) Trade payables	14	-	-
Total outstanding dues of micro enterprises and small enterprises; and		-	-
Total outstanding dues of creditors other than micro enterprises and small enterprises		141.74	145.62
(iii) Other financial liabilities	15	37.46	27.52
(b) Other current liabilities	16	9.05	7.67
(c) Provisions	12	5.87	12.52
		<b>709.56</b>	<b>722.66</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>24,383.37</b>	<b>27,327.66</b>

**See accompanying notes to the financial statements (1-38)**

As per our attached report of even date

**For Lodha & Co LLP**

Chartered Accountants

Firm Registration No. 301051E/E300284

**For and on behalf of the Board of Directors**

**R. P. Baradiya**

Partner

Membership no-044101

**Satish Chavan**

Director

DIN: 05210333

**Sunil Dave**

Managing Director

DIN: 10761585

Place: Mumbai

Date: 7th May 2025

**Ajay Kadhao**  
Company Secretary

**Krishnaraj Nair**  
Chief Financial Officer

**JAIGAD POWERTRANSCO LIMITED**

**STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2025**

(₹ in lakh, except per share data and as stated otherwise)

Particulars	Note	For the year ended 31st March, 2025	For the year ended 31st March, 2024
I Revenue from operations	17	6,407.64	6,892.06
II Other income	18	467.37	682.79
<b>Total income (I+II)</b>		<b>6,875.01</b>	<b>7,574.85</b>
<b>III Expenses:</b>			
Employee benefits expense	19	135.50	180.70
Finance costs	20	87.45	79.02
Depreciation and amortisation expense	21	2,946.56	2,941.90
Other expenses	22	592.16	464.74
<b>Total Expenses (III)</b>		<b>3,761.67</b>	<b>3,666.36</b>
<b>IV Profit before tax (I+II-III)</b>		<b>3,113.34</b>	<b>3,908.49</b>
<b>V Tax Expenses:</b>	23		
Current tax		543.96	682.89
Deferred tax		(315.07)	(586.95)
Deferred tax adjustable in future tariff		315.07	586.95
		543.96	682.89
<b>VI Profit after tax (IV - V)</b>		<b>2,569.38</b>	<b>3,225.60</b>
<b>VII Other comprehensive income</b>			
Items that will not be reclassified to profit or loss			
- Remeasurements of the net defined benefit plans		(1.60)	(1.43)
- Income tax relating to item that will not be reclassified to profit and loss		0.28	0.25
<b>Total other comprehensive income</b>		<b>(1.32)</b>	<b>(1.18)</b>
<b>VIII Total comprehensive income (VI - VII)</b>		<b>2,568.06</b>	<b>3,224.42</b>
<b>IX Earnings per share of ₹ 10 each</b>	27		
Basic		1.87	2.35
Diluted		1.87	2.35

**See accompanying notes to the financial statements (1-38)**

As per our attached report of even date

**For Lodha & Co LLP**  
Chartered Accountants  
Firm Registration No. 301051E/E300284

**For and on behalf of the Board of Directors**

**R. P. Baradiya**  
Partner  
Membership no-044101

**Satish Chavan**  
Director  
DIN: 05210333

**Sunil Dave**  
Managing Director  
DIN: 10761585

Place: Mumbai  
Date: 7th May 2025

**Ajay Kadhao**  
Company Secretary

**Krishnaraj Nair**  
Chief Financial Officer

**JAIGAD POWERTRANSCO LIMITED**  
**STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31ST MARCH, 2025**

<b>A: EQUITY SHARE CAPITAL</b>	<b>No of Shares</b>	<b>(₹ in lakh)</b>
<b>Balance as at 1st April, 2023</b>	<b>137,500,000</b>	<b>13,750</b>
Changes in equity share capital during the year	-	-
<b>Balance as at 31st March, 2024</b>	<b>137,500,000</b>	<b>13,750</b>
Changes in equity share capital during the year	-	-
<b>Balance as at 31st March, 2025</b>	<b>137,500,000</b>	<b>13,750</b>

**B: OTHER EQUITY**

(₹ in lakh)

Particulars	Reserve & Surplus			
	Equity settled employee benefits reserve	Contingency Reserve#	Retained Earnings	Total Other Equity
<b>Balance as at 1st April, 2023</b>	<b>20.12</b>	<b>1,708.23</b>	<b>14,740.24</b>	<b>16,468.59</b>
Profit for the year			3,225.60	3,225.60
Other comprehensive income for the year	-	-	(1.18)	(1.18)
<b>Total Comprehensive income for the year</b>	<b>-</b>	<b>-</b>	<b>3,224.42</b>	<b>3,224.42</b>
Transferred to Contingency Reserve as per MERC MYT Regulation	-	139.00	(139.00)	-
Dividend		-	(6,875.00)	(6,875.00)
Share based payments	13.17	-	-	13.17
<b>Balance as at 31st March, 2024</b>	<b>33.29</b>	<b>1,847.23</b>	<b>10,950.66</b>	<b>12,831.18</b>
<b>Balance as at 1st April, 2024</b>	<b>33.29</b>	<b>1,847.23</b>	<b>10,950.66</b>	<b>12,831.18</b>
Profit for the year	-	-	2,569.38	<b>2,569.38</b>
Other comprehensive income for the year	-	-	(1.32)	<b>(1.32)</b>
<b>Total Comprehensive income for the year</b>	<b>-</b>	<b>-</b>	<b>2,568.06</b>	<b>2,568.06</b>
Transferred to Contingency Reserve as per MERC MYT Regulation	-	139.00	(139.00)	-
Dividend	-	-	(5,500.00)	<b>(5,500.00)</b>
Share based payments	13.08	-	-	<b>13.08</b>
<b>Balance as at 31st March, 2025</b>	<b>46.37</b>	<b>1,986.23</b>	<b>7,879.72</b>	<b>9,912.32</b>

**See accompanying notes to the financial statements (1-38)**

As per our attached report of even date

**For Lodha & Co LLP**

Chartered Accountants

Firm Registration No. 301051E/E300284

**For and on behalf of the Board of Directors**

**R. P. Baradiya**

Partner

Membership no-044101

**Satish Chavan**

Director

DIN: 05210333

**Sunil Dave**

Managing Director

DIN: 10761585

Place: Mumbai

Date: 7th May 2025

**Ajay Kadhao**

Company Secretary

**Krishnaraj Nair**

Chief Financial Officer

**JAIGAD POWERTRANSCO LIMITED**

**STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31ST MARCH, 2025**

(₹ in lakh)

Particulars	For the year ended 31st March, 2025	For the year ended 31st March, 2024
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net profit before tax	3,113.34	3,908.49
<b>Adjustment for</b>		
Depreciation and amortisation expense	2,946.56	2,941.90
Interest income	(145.07)	(128.09)
Share-based payments	13.08	13.17
Loss on sale / discard of property, plant and equipment	-	0.51
Net loss / (gain) arising on financial assets designated as at FVTPL	74.33	1.71
Finance costs	87.45	79.02
<b>Operating profit before working capital changes</b>	<b>6,089.69</b>	<b>6,816.71</b>
<b>Adjustment for</b>		
(Increase) / Decrease in trade & other receivables	84.21	(91.42)
(Decrease) / Increase in trade payables & other liabilities	(19.18)	43.55
(Increase) / Decrease in Inventories	29.90	(133.42)
<b>Cash flows from operations</b>	<b>6,184.62</b>	<b>6,635.42</b>
Direct taxes paid (net)	(566.74)	(702.49)
<b>NET CASH GENERATED FROM OPERATING ACTIVITIES</b>	<b>5,617.88</b>	<b>5,932.93</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment (including capital work-in-progress and capital advances)	(0.19)	(11.63)
Interest received	140.56	130.31
Purchase of investment in government securities	(140.07)	(138.03)
<b>NET CASH GENERATED FROM / (USED) IN INVESTING ACTIVITIES (B)</b>	<b>0.30</b>	<b>(19.35)</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>		
Repayment of current borrowings (net)	(13.89)	(436.23)
Finance costs paid	(78.68)	(79.02)
Dividend paid	(5,500.00)	(6,875.00)
<b>NET CASH USED IN FINANCING ACTIVITIES</b>	<b>(5,592.57)</b>	<b>(7,390.25)</b>
<b>NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS (A+B+C)</b>	<b>25.61</b>	<b>(1,476.67)</b>
<b>CASH AND CASH EQUIVALENTS - AT BEGINNING OF THE YEAR</b>	<b>5,337.39</b>	<b>6,815.77</b>
<b>Fair value (loss) / gain on liquid investments</b>	<b>(74.33)</b>	<b>(1.71)</b>
<b>CASH AND CASH EQUIVALENTS - AT END OF THE YEAR</b>	<b>5,288.67</b>	<b>5,337.39</b>
<b>Cash and cash equivalents comprise of:</b>		
a) Balances with banks		
In current accounts	-	-
b) Investment in liquid mutual funds (Refer note 6)	5,288.67	5,337.39
<b>Total</b>	<b>5,288.67</b>	<b>5,337.39</b>
<b>See Accompanying Notes To The Financial Statements (1-38)</b>		

As per our attached report of even date

**For Lodha & Co LLP**

Chartered Accountants

Firm Registration No. 301051E/E300284

**For and on behalf of the Board of Directors**

**R. P. Baradiya**

Partner

Membership no-044101

**Satish Chavan**

Director

DIN: 05210333

**Sunil Dave**

Managing Director

DIN: 10761585

Place: Mumbai

Date: 7th May 2025

**Ajay Kadhao**

Company Secretary

**Krishnaraj Nair**

Chief Financial Officer

# JAIGAD POWERTRANSCO LIMITED

## NOTES FORMING PART OF THE FINANCIAL STATEMENTS

### 1 General information

Jaigad PowerTransco Limited (the Company) having CIN-U40102MH2008PLC181433 is a public Company incorporated on 23rd April, 2008 under the erstwhile Companies Act, 1956 and is the joint venture of JSW Energy Limited and Maharashtra State Electricity Transmission Company Limited with 74% and 26% share holding respectively. The registered office of the Company is located at JSW Centre, Bandra Kurla Complex, Bandra (East), Mumbai, Maharashtra. The Company has been set up to construct, operate and maintain 55 Kilo meters of one Jaigad–New Koyna 400 KV double circuit (Quad) transmission line and 110 kilo meters of one Jaigad-karad 400 KV double circuit (Quad) transmission line. The commercial operations of 55 Kilo meters of one Jaigad–New Koyna 400 KV double circuit (Quad) transmission line and 110 kilo meters of one Jaigad-karad 400 KV double circuit (Quad) transmission line has been commissioned with effect from 7th July, 2010 & 2nd December 2011 respectively.

#### 2.1 Recent accounting pronouncements:

Ministry of Corporate Affairs ("MCA") notifies new standards or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. On August 12, 2024 and September 09, 2024, MCA issued the Companies (Indian Accounting Standards) Amendment Rules, 2024 and Companies (Indian Accounting Standards) Second Amendment Rules, 2024 introducing following changes:

The Company has reviewed the new pronouncements and based on its evaluation has determined that it does not have any significant impact in its financial statements.

##### (a) Ind AS 117 – Insurance Contracts:

Ind AS 117: Insurance Contracts was introduced and Ind AS 104: Insurance Contracts was withdrawn. This was accompanied with consequent amendments in other standards.

##### (b) Ind AS 116 – Leases:

The amendments clarify accounting treatment for a seller-lessee involved in sale and leaseback transactions, and introduced some related illustrative examples.

#### 2.2 Statement of compliance

The Financial Statements of the Company which comprise the Balance Sheet as at 31st March, 2025, the Statement of Profit and Loss, the Statement of Cash Flows and the Statement of Changes in Equity for the year ended 31st March, 2025, and a summary of the significant accounting policies and other explanatory information (together hereinafter referred to as "Financial Statements") have been prepared in accordance with Indian Accounting Standards notified under Section 133 of the Companies Act, 2013 read with the Companies (Indian Accounting Standards) Rules as amended from time to time. The Financial Statements have been approved by the Board of Directors in its meeting held on May 07, 2025.

### 3 Material accounting policies

#### 3.1 Basis of preparation of financial statements:

The Financial Statements are prepared on the historical cost basis except for certain financial instruments that are measured at fair values at the end of each reporting period, as explained in the accounting policies below. Presentation requirements of Division II of Schedule III to the Companies Act, 2013, as applicable to the Financial Statements have been followed. The Financial Statements are presented in Indian Rupees ('INR') which is functional currency of the Company, and all values are rounded to the nearest lakhs, except otherwise indicated.

#### 3.2 Use of estimates & Judgements:

The preparation of the financial statements requires that the Management to make estimates and assumptions that affect the reported amounts of assets and liabilities, disclosure of contingent liabilities as at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. The recognition, measurement, classification or disclosure of an item or information in the financial statements is made relying on these estimates.

The estimates and judgements used in the preparation of the financial statements are continuously evaluated by the Company and are based on historical experience and various other assumptions and factors (including expectations of future events) that the Company believes to be reasonable under the existing circumstances. Actual results could differ from those estimates. Any revision to accounting estimates is recognised prospectively in current and future periods.

The critical accounting judgements and key estimates followed by the Company for preparation of financial statements is described in note 4.

# JAIGAD POWERTRANSCO LIMITED

## NOTES FORMING PART OF THE FINANCIAL STATEMENTS

### 3.3 *Property, plant and equipment*

The cost of property, plant and equipment comprises its purchase price net of any trade discounts and rebates, any import duties and other taxes (other than those subsequently recoverable from the tax authorities), any directly attributable expenditure on making the asset ready for its intended use, including relevant borrowing costs for qualifying assets and any expected costs of decommissioning.

Cost of major inspection / overhauling is recognised in the carrying amount of the item of property, plant and equipment as a replacement if the recognition criteria are satisfied. Any remaining carrying amount of the cost of the previous inspection / overhauling (as distinct from physical parts) is de-recognised.

Properties in the course of construction are carried at cost, less any recognised impairment loss, as capital work-in-progress. Upon completion, such properties are transferred to the appropriate categories of property, plant and equipment and the depreciation commences.

Where an obligation (legal or constructive) exists to dismantle or remove an asset or restore a site to its former condition at the end of its useful life, the present value of the estimated cost of dismantling, removing or restoring the site is capitalized along with the cost of acquisition or construction upon completion and a corresponding liability is recognised.

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognised in the Statement of Profit and Loss.

Transmission system assets are considered "ready for their intended use", for the purpose of capitalization, after test charging/ successful commissioning of the system/ assets and on completion of stabilization period wherever technically required.

### 3.4 *Other Intangible assets :-*

Intangible assets with finite useful lives that are acquired separately are carried at cost less accumulated amortisation and accumulated impairment losses. Intangible assets with indefinite useful lives are carried at cost less accumulated impairment losses.

An intangible asset is derecognised on disposal, or when no further economic benefits are expected from use or disposal. Gain / loss on de-recognition are recognised in Statement of Profit and Loss.

### 3.5 *Depreciation & amortisation:*

Depreciation on tangible assets is provided, pro-rata for the period of use, by the Straight Line Method (SLM) as per the provisions of Part B of Schedule II of the Companies Act, 2013.

Software is depreciated over an estimated useful life of 3 years.

Right-of-use assets are depreciated over the shorter period of the lease term and the useful life of the underlying asset. If a lease transfers ownership of the underlying asset or the cost of the right-of-use asset reflects that the Company expects to exercise a purchase option, the related right-of-use asset is depreciated over the useful life of the underlying asset.

When the historical cost of an asset has undergone a change due to price adjustment, exchange fluctuation or similar factors the depreciation on the revised unamortised depreciable amount is provided prospectively over the residual useful life of the asset.

"Useful Life" in relation to a transmission system is 35 years as defined in Maharashtra Electricity Regulatory Commission (Multi Year Tariff) Regulation 2019

#### **Capital Work-in-progress and Pre-operative Expenses during Construction Period**

Capital Work-in-Progress includes expenditure during construction period incurred on projects under implementation treated as pre-operative expenses pending allocation to the assets. These expenses are apportioned to the respective fixed assets on their completion / commencement of commercial production.

### 3.6 *Impairment of tangible and intangible assets other than goodwill:*

At the end of each reporting period, the Company reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Where it is not possible to estimate the recoverable amount of an individual asset, the Company estimates the recoverable amount of the cash-generating unit to which the asset belongs. Where a reasonable and consistent basis of allocation can be identified, corporate assets are also allocated to individual cash-generating units, or otherwise they are allocated to the smallest Company of cash-generating units for which a reasonable and consistent allocation basis can be identified.

Intangible assets with indefinite useful lives and intangible assets not yet available for use are tested for impairment at least annually, and whenever there is an indication that the asset may be impaired.

Recoverable amount is the higher of fair value less costs of disposal and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.



# JAIGAD POWERTRANSCO LIMITED

## NOTES FORMING PART OF THE FINANCIAL STATEMENTS

If the recoverable amount of an asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (or cash-generating unit) is reduced to its recoverable amount. An impairment loss is recognised immediately in the Statement of Profit and Loss.

Any reversal of the previously recognised impairment loss is limited to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined if no impairment loss had previously been recognised.

### 3.7 **Borrowing costs:**

Borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale.

All other borrowing costs are recognised in Statement of Profit and Loss in the period in which they are incurred.

The Company suspends capitalisation of borrowing costs during extended periods in which it suspends active development of a qualifying asset.

The Company determines the amount of borrowing costs eligible for capitalisation as the actual borrowing costs incurred on that borrowing during the period less any interest income earned on temporary investment of specific borrowings pending their expenditure on qualifying assets, to the extent that an entity borrows funds specifically for the purpose of obtaining a qualifying asset. If any specific borrowing remains outstanding after the related asset is ready for its intended use or sale, that borrowing becomes part of the funds that an entity borrows generally when calculating the capitalisation rate on general borrowings. In case if the Company borrows generally and uses the funds for obtaining a qualifying asset, borrowing costs eligible for capitalisation are determined by applying a capitalisation rate to the expenditure on that asset.

Borrowing Cost includes exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the finance cost.

### 3.8 **Statement of cash flows:**

Statement of Cash Flows is prepared segregating the cash flows into operating, investing and financing activities. Cash flow from operating activities is reported using indirect method adjusting the net profit for the effects of:

- i) changes during the period in inventories and operating receivables and payables, transactions of a non-cash nature;
- ii) non-cash items such as depreciation, provisions, and unrealised foreign currency gains and losses etc.; and
- iii) all other items for which the cash effects are investing or financing cash flows.

Cash and cash equivalents comprise cash at banks and on hand, short-term deposits with an original maturity of three months or less and liquid investments, which are subject to insignificant risk of changes in value.

### 3.9 **Inventories:**

Inventories are stated at the lower of cost and net realizable value. Costs of inventories are determined on weighted average basis.

Cost of inventories includes cost of purchase price, cost of conversion and other cost incurred in bringing the inventories to their present location and condition.

Net realisable value represents the estimated selling price for inventories less all estimated cost of completion and cost necessary to make the sale. Materials and other supplies held for use in the production of inventories are not written down below cost if the finished products in which they will be incorporated are expected to be sold at or above cost. However, when a decline in the price of materials indicates that the cost of the finished products exceeds net realisable value, the materials are written down to net realisable value.

### 3.10 **Revenue recognition:**

Revenue towards satisfaction of performance obligation from contracts with customers is recognised when control of the goods or services is transferred to the customer, at transaction price (net of variable consideration) i.e. at an amount that reflects the consideration to which the Company expects to be entitled in exchange for transferring promised goods or services having regard to the terms of the contract including relevant tariff regulations and the tariff orders by the regulator, as applicable. If the consideration in a contract includes a variable amount, the Company estimates the amount of consideration to which it will be entitled in exchange for satisfaction of performance obligation. The variable consideration is estimated having regard to various relevant factors including historical trend and constrained until it is highly probable that a significant revenue reversal in the amount of cumulative revenue recognised will not occur when the associated uncertainty with the variable consideration is subsequently resolved. Compensation towards shortfall in offtake are recognised on collection or earlier when there is reasonable certainty to expect ultimate collection.

Where the final tariff rates are yet to be approved by the regulator, revenue is recognised based on the provisional rates as provided by the regulator adjusted by the trueing up adjustments under the relevant tariff regulations and presented as 'trueing up revenue adjustments' or "unbilled revenue", as applicable, in the Balance Sheet. Any surplus or deficit is recognised when the final order is passed by the regulator.

Transmission Income is accounted for on accrual basis for the period of operation of the transmission line computed based on the approved Annual Revenue Requirement (ARR) or where the ARR is not approved, on the basis of the tariff order.

Where neither the ARR nor the tariff order are approved, transmission income is accounted as per Maharashtra Electricity Regulatory Commission (Multi Year Tariff) Regulations 2019 (MERC Regulations) where under, transmission income is computed by taking the total costs, contingency provision and Return on Equity (ROE) @ 15.5% on post-tax basis and after grossing up with the applicable income taxes for the purpose of revenue.

# JAIGAD POWERTRANSCO LIMITED

## NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Interest income:

Surcharge receivable towards delayed receipt of payment for Transmission services rendered by the company is accounted in the period during which such surcharge is approved by MERC.

Interest income from a financial asset is recognised when it is probable that the economic benefits will flow to the Company and the amount of income can be measured reliably. Interest income is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount on initial recognition.

### 3.11 *Foreign currency transactions:*

The Company's Financial Statements are presented in Indian Rupee. The Company determines the functional currency and items included in the financial statements are measured using that functional currency.

The transactions in currencies other than the entity's functional currency (foreign currencies) are recognised at the rates of exchange prevailing at the dates of the transactions. At the end of each reporting period, monetary items denominated in foreign currencies are retranslated at the rates prevailing at that date. Non-monetary items carried at fair value that are denominated in foreign currencies are retranslated at the rates prevailing at the date when the fair value was determined. Non-monetary items that are measured in terms of historical cost in a foreign currency are not retranslated.

Exchange differences on monetary items are recognised in Statement of Profit and Loss in the period in which they arise except for:

- 1) exchange differences on transactions entered into in order to hedge certain foreign currency risks; and
- 2) exchange differences on foreign currency borrowings relating to assets under construction for future productive use, which are included in the cost of those assets when they are regarded as an adjustment to interest costs on those foreign currency borrowings;
- 3) exchange differences on monetary items receivable from or payable to a foreign operation for which settlement is neither planned nor likely to occur in the foreseeable future (therefore forming part of the net investment in the foreign operation), which are recognised initially in other comprehensive income and reclassified from equity to profit or loss on disposal or partial disposal of the net investment.

### 3.12 *Employee benefits:*

a. Short-term employee benefits:

A liability is recognised for benefits accruing to employees in respect of wages and salaries in the period the related service is rendered at the undiscounted amount of the benefits expected to be paid in exchange for that service. Liabilities recognised in respect of short-term employee benefits are measured at the undiscounted amount of the benefits expected to be paid in exchange for the related service.

b. Long term employee benefits:

Liabilities recognised in respect of long-term employee benefits are measured at the present value of the estimated future cash outflows expected to be made by the Company in respect of services provided by employees up to the reporting date.

The liabilities for contingency leave are not expected to be settled wholly within 12 months after the end of the period in which the employees render the related service. They are therefore measured as the present value of expected future payments to be made in respect of services provided by employees up to the end of the reporting period using the projected unit credit method. The benefits are discounted using the market yields at the end of the reporting period that have terms approximating to the terms of the related obligation. Remeasurements as a result of experience adjustments and changes in actuarial assumptions are recognised in profit or loss.

c. Retirement benefit costs and termination benefits

A liability for a termination benefit is recognised at the earlier of when the entity can no longer withdraw the offer of the termination benefit and when the entity recognises any related restructuring costs.

Defined contribution plans:

Payments to defined contribution retirement benefit plans are recognised as an expense when employees have rendered service entitling them to the contributions. Payments made to state-managed retirement benefit plans are accounted for as payments to defined contribution plans where the Company's obligations under the plans are equivalent to those arising in a defined contribution retirement benefit plan.

# JAIGAD POWERTRANSCO LIMITED

## NOTES FORMING PART OF THE FINANCIAL STATEMENTS

### Defined benefit plans:

For defined benefit retirement benefit plans, the cost of providing benefits is determined using the projected unit credit method, with actuarial valuations being carried out at the end of each annual reporting period. Remeasurements comprising actuarial gains and losses, the effect of the asset ceiling (if applicable) and the return on plan assets (excluding interest) are recognised immediately in the balance sheet with a charge or credit to other comprehensive income in the period in which they occur. Remeasurements recognised in other comprehensive income are not reclassified. Actuarial valuations are being carried out at the end of each annual reporting period for defined benefit plans.

The retirement benefit obligation recognised in the balance sheet represents the deficit or surplus in the Company's defined benefit plans. Any surplus resulting from this calculation is limited to the present value of any economic benefits available in the form of refunds from the plans or reductions in future contributions to the plans.

The Company pays gratuity to the employees whoever has completed five years of service with the Company at the time of resignation / superannuation. The gratuity is paid @ 15 days salary for each completed year of service as per the Payment of Gratuity Act, 1972.

### d. Share-based payment arrangements:

Equity-settled share-based payments to employees and others providing similar services are measured at the fair value of the equity instruments at the grant date.

The fair value determined at the grant date of the equity-settled share-based payments is expensed on a straight-line basis over the vesting period, based on the Company's estimate of equity instruments that will eventually vest, with a corresponding increase in equity. At the end of each reporting period, the Company revises its estimate of the number of equity instruments expected to vest. The impact of the revision of the original estimates, if any, is recognised in the Statement of Profit and Loss such that the cumulative expense reflects the revised estimate, with a corresponding adjustment to the equity-settled employee benefits reserve.

The Company has created an Employee Benefit Trust for providing share-based payment to its employees. The Trust is used as a vehicle for distributing shares to employees under the employee remuneration schemes. The Trust buys shares of the Parent Company from the market, for giving shares to employees. The Company treats the Trust as its extension and shares held by the Trust are treated as treasury shares

### 3.13 **Taxation:**

Income tax comprises current and deferred tax. Income tax expense is recognized in the statement of profit and loss except to the extent it relates to items directly recognized in equity or in other comprehensive income.

#### Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in profit or loss because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The Company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the end of the reporting period.

# JAIGAD POWERTRANSCO LIMITED

## NOTES FORMING PART OF THE FINANCIAL STATEMENTS

### Deferred tax

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the Financial Statements and the corresponding tax bases used in the computation of taxable profit.

Deferred tax liabilities are generally recognised for all taxable temporary differences. Deferred tax assets are generally recognised for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilised. Such deferred tax assets and liabilities are not recognised if the temporary difference arises from the initial recognition (other than in a business combination) of assets and liabilities in a transaction that affects neither the taxable profit nor the accounting profit. In addition, deferred tax liabilities are not recognised if the temporary difference arises from the initial recognition of goodwill.

Deferred tax liabilities are recognised for taxable temporary differences associated with investments in subsidiaries and associates, and interests in joint ventures, except where the Company is able to control the reversal of the temporary difference and it is probable that the temporary difference will not reverse in the foreseeable future. Deferred tax assets arising from deductible temporary differences associated with such investments and interests are only recognised to the extent that it is probable that there will be sufficient taxable profits against which to utilise the benefits of the temporary differences and they are expected to reverse in the foreseeable future.

A deferred tax asset arising from unused tax losses or tax credits (credit on account of Minimum Alternative Tax) is recognised only to the extent that the Company has sufficient taxable temporary differences or there is convincing other evidence that sufficient taxable profit will be available against which the unused tax losses or unused tax credits can be utilised by the Company.

The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the Company expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.

For operations carried out under tax holiday period (80IA benefits of Income Tax Act, 1961), deferred tax assets or liabilities, if any, have been established for the tax consequences of those temporary differences between the carrying values of assets and liabilities and their respective tax bases that reverse after the tax holiday ends.

### Current tax and deferred tax for the year:

Current and deferred tax are recognised in profit or loss, except when they relate to items that are recognised in other comprehensive income or directly in equity, in which case, the current and deferred tax are also recognised in other comprehensive income or directly in equity respectively.

Where tariff is determined on cost plus return on equity and the income tax is a pass through, deferred tax recoverable from / adjustable against future tariff, when and to the extent such deferred tax becomes current tax in future periods, is presented separately, and is not offset against deferred tax.

### 3.14 Earnings per share:

Basic earnings per share is computed by dividing the profit / (loss) for the year by the weighted average number of equity shares outstanding during the year. The weighted average number of equity shares outstanding during the year is adjusted for treasury shares, bonus issue, bonus element in a rights issue to existing shareholders, share split and reverse share split (consolidation of shares).

Diluted earnings per share is computed by dividing the profit / (loss) for the year as adjusted for dividend, interest and other charges to expense or income (net of any attributable taxes) relating to the dilutive potential equity shares, by the weighted average number of equity shares considered for deriving basic earnings per share and the weighted average number of equity shares which could have been issued on the conversion of all dilutive potential equity shares. Potential equity shares are deemed to be dilutive only if their conversion to equity shares would decrease the net profit per share from continuing ordinary operations. Potential dilutive equity shares are deemed to be converted as at the beginning of the period, unless they have been issued at a later date.

### 3.15 Provisions, Contingencies and commitments:

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, and it is probable that the Company will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation.

The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at the end of the reporting period, taking into account the risks and uncertainties surrounding the obligation. When a provision is measured using the cash flows estimated to settle the present obligation, its carrying amount is the present value of those cash flows (when the effect of the time value of money is material).

# JAIGAD POWERTRANSCO LIMITED

## NOTES FORMING PART OF THE FINANCIAL STATEMENTS

When some or all of the economic benefits required to settle a provision are expected to be recovered from a third party, a receivable is recognised as an asset if it is virtually certain that reimbursement will be received and the amount of the receivable can be measured reliably.

Present obligations arising under onerous contracts are recognised and measured as provisions. An onerous contract is considered to exist where the Company has a contract under which the unavoidable incremental costs of meeting the obligations under the contract exceed the economic benefits expected to be received from the contract. The unavoidable costs under a contract reflect the least net cost of exiting from the contract, which is the lower of the cost of fulfilling it and any compensation or penalties arising from failure to fulfill it.

- (a) a possible obligation that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the entity; or
- (b) a present obligation that arises from past events but is not recognized because:
  - (i) it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation; or
  - (ii) the amount of the obligation cannot be measured with sufficient reliability.

A contingent asset is a possible asset that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the entity.

Commitments are future liabilities for contractual expenditure, classified and disclosed as follows:

- (a) estimated amount of contracts remaining to be executed on capital account and not provided for;
- (b) uncalled liability on shares and other investments partly paid;
- (c) funding related commitment to associate and joint venture companies; and
- (d) other non-cancellable commitments, if any, to the extent they are considered material and relevant in the opinion of management.

Commitments include the amount of purchase orders (net of advances) issued to parties for completion of assets.

### 3.16 **Financial instruments:**

Financial assets and financial liabilities are recognised when a Company becomes a party to the contractual provisions of the instruments.

Financial assets

Financial assets are recognised when the Company becomes a party to the contractual provisions of the instruments. Financial assets other than trade receivables are initially recognised at fair value plus transaction costs for all financial assets not carried at fair value through profit or loss. Financial assets carried at fair value through profit or loss are initially recognised at fair value, and transaction costs are expensed in the Statement of Profit and Loss.

Subsequent measurement

Financial assets, other than equity instruments, are subsequently measured at amortised cost, fair value through other comprehensive income or fair value through profit or loss on the basis of both:

- (a) the entity's business model for managing the financial assets and
- (b) the contractual cash flow characteristics of the financial asset.

### **Classification of financial assets**

Debt instruments that meet the following conditions are subsequently measured at amortised cost (except for debt instruments that are designated as at fair value through profit or loss on initial recognition):

- the asset is held within a business model whose objective is to hold assets in order to collect contractual cash flows; and
- the contractual terms of the instrument give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Debt instruments that meet the following conditions are subsequently measured at fair value through other comprehensive income (except for debt instruments that are designated as at fair value through profit or loss on initial recognition):

- the asset is held within a business model whose objective is achieved both by collecting contractual cash flows and selling financial assets; and
- the contractual terms of the instrument give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Interest income is recognised in profit or loss for FVTOCI debt instruments. For the purposes of recognising foreign exchange gains and losses, FVTOCI debt instruments are treated as financial assets measured at amortised cost. Thus, the exchange differences on the amortised cost are recognised in profit or loss and other changes in the fair value of FVTOCI financial assets are recognised in other comprehensive income and accumulated under the heading of 'Reserve for debt instruments through other comprehensive income'. When the investment is disposed of, the cumulative gain or loss previously accumulated in this reserve is reclassified to profit or loss.

All other financial assets are subsequently measured at fair value.

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## NOTES FORMING PART OF THE FINANCIAL STATEMENTS

### Effective interest method

The effective interest method is a method of calculating the amortised cost of a debt instrument and of allocating interest income over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash receipts (including all fees and points paid or received that form an integral part of the effective interest rate, transaction costs and other premiums or discounts) through the expected life of the debt instrument, or, where appropriate, a shorter period, to the net carrying amount on initial recognition.

Income is recognised on an effective interest basis for debt instruments other than those financial assets classified as at FVTPL. Interest income is recognised in profit or loss and is included in the "Other income" line item.

### Investments in equity instruments at FVTOCI

On initial recognition, the Company can make an irrevocable election (on an instrument-by-instrument basis) to present the subsequent changes in fair value in other comprehensive income pertaining to investments in equity instruments. This election is not permitted if the equity investment is held for trading. These elected investments are initially measured at fair value plus transaction costs. Subsequently, they are measured at fair value with gains and losses arising from changes in fair value recognised in other comprehensive income and accumulated in the 'Reserve for equity instruments through other comprehensive income'. The cumulative gain or loss is not reclassified to profit or loss on disposal of the investments.

A financial asset is held for trading if:

- it has been acquired principally for the purpose of selling it in the near term; or
- on initial recognition it is part of a portfolio of identified financial instruments that the Company manages together and has a recent actual pattern of short-term profit-taking; or
- it is a derivative that is not designated and effective as a hedging instrument or a financial guarantee.

Dividends on these investments in equity instruments are recognised in profit or loss when the Company's right to receive the dividends is established, it is probable that the economic benefits associated with the dividend will flow to the entity, the dividend does not represent a recovery of part of cost of the investment and the amount of dividend can be measured reliably. Dividends recognised in profit or loss are included in the 'Other income' line item.

### Financial assets at fair value through profit or loss (FVTPL)

Investments in equity instruments are classified as at FVTPL, unless the Company irrevocably elects on initial recognition to present subsequent changes in fair value in other comprehensive income for investments in equity instruments which are not held for trading.

Debt instruments that do not meet the amortised cost criteria or FVTOCI criteria (see above) are measured at FVTPL. In addition, debt instruments that meet the amortised cost criteria or the FVTOCI criteria but are designated as at FVTPL are measured at FVTPL.

A financial asset that meets the amortised cost criteria or debt instruments that meet the FVTOCI criteria may be designated as at FVTPL upon initial recognition if such designation eliminates or significantly reduces a measurement or recognition inconsistency that would arise from measuring assets or liabilities or recognising the gains and losses on them on different bases. The Company has not designated any debt instrument as at FVTPL.

Financial assets at FVTPL are measured at fair value at the end of each reporting period, with any gains or losses arising on remeasurement recognised in profit or loss. The net gain or loss recognised in profit or loss incorporates any dividend or interest earned on the financial asset and is included in the 'Other income' line item. Dividend on financial assets at FVTPL is recognised when the Company's right to receive the dividends is established, it is probable that the economic benefits associated with the dividend will flow to the entity, the dividend does not represent a recovery of part of cost of the investment and the amount of dividend can be measured reliably.

### Impairment of financial assets

The Company recognises a loss allowance for Expected Credit Losses (ECL) on financial assets that are measured at amortised cost and at FVOCI. The credit loss is difference between all contractual cash flows that are due to an entity in accordance with the contract and all the cash flows that the entity expects to receive (i.e. all cash shortfalls), discounted at the original effective interest rate. This is assessed on an individual or collective basis after considering all reasonable and supportable including that which is forward-looking.

The Company's trade receivables or contract revenue receivables do not contain significant financing component and loss allowance on trade receivables is measured at an amount equal to life time expected losses i.e. expected cash shortfall, being simplified approach for recognition of impairment loss allowance.

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Under simplified approach, the Company does not track changes in credit risk. Rather it recognizes impairment loss allowance based on the lifetime ECL at each reporting date right from its initial recognition. The Company uses a provision matrix to determine impairment loss allowance on the portfolio of trade receivables.

The provision matrix is based on its historically observed default rates over the expected life of the trade receivable and is adjusted for forward looking estimates. At every reporting date, the historical observed default rates are updated and changes in the forward-looking estimates are analysed.

For financial assets other than trade receivables, the Company recognises 12-month expected credit losses for all originated or acquired financial assets if at the reporting date the credit risk of the financial asset has not increased significantly since its initial recognition. The expected credit losses are measured as lifetime expected credit losses if the credit risk on financial asset increases significantly since its initial recognition. If, in a subsequent period, credit quality of the instrument improves such that there is no longer significant increase in credit risks since initial recognition, then the Company reverts to recognizing impairment loss allowance based on 12 months ECL.

The impairment losses and reversals are recognised in Statement of Profit and Loss. For equity instruments and financial assets measured at FVTPL, there is no requirement for impairment testing.

### Derecognition of financial assets

The Company derecognises a financial asset when the contractual rights to the cash flows from the asset expire, or when it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another party. If the Company neither transfers nor retains substantially all the risks and rewards of ownership and continues to control the transferred asset, the Company recognises its retained interest in the asset and an associated liability for amounts it may have to pay. If the Company retains substantially all the risks and rewards of ownership of a transferred financial asset, the Company continues to recognise the financial asset and also recognises a collateralised borrowing for the proceeds received.

On derecognition of a financial asset in its entirety, the difference between the asset's carrying amount and the sum of the consideration received and receivable and the cumulative gain or loss that had been recognised in other comprehensive income and accumulated in equity is recognised in profit or loss if such gain or loss would have otherwise been recognised in profit or loss on disposal of that financial asset.

On derecognition of a financial asset other than in its entirety (e.g. when the Company retains an option to repurchase part of a transferred asset), the Company allocates the previous carrying amount of the financial asset between the part it continues to recognise under continuing involvement, and the part it no longer recognises on the basis of the relative fair values of those parts on the date of the transfer. The difference between the carrying amount allocated to the part that is no longer recognised and the sum of the consideration received for the part no longer recognised and any cumulative gain or loss allocated to it that had been recognised in other comprehensive income is recognised in profit or loss if such gain or loss would have otherwise been recognised in profit or loss on disposal of that financial asset. A cumulative gain or loss that had been recognised in other comprehensive income is allocated between the part that continues to be recognised and the part that is no longer recognised on the basis of the relative fair values of those parts.

### 3.17 *Financial liabilities and equity instruments*

#### Classification as debt or equity

Debt and equity instruments issued by a Company entity are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument.

#### Equity instruments

An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities. Equity instruments issued by a Company entity are recognised at the proceeds received, net of direct issue costs.

Repurchase of the Company's own equity instruments is recognised and deducted directly in equity. No gain or loss is recognised in profit or loss on the purchase, sale, issue or cancellation of the Company's own equity instruments.

#### Financial liabilities

All financial liabilities are subsequently measured at amortised cost using effective interest method or at fair value.

However, financial liabilities that arise when a transfer of a financial asset does not qualify for derecognition or when the continuing involvement approach applies, financial guarantee contracts issued by the Company, and commitments issued by the Company to provide a loan at below-market interest rate are measured in accordance with the specific accounting policies set out below.

#### Financial liabilities at FVTPL

Financial liabilities are classified as at FVTPL when the financial liability is either contingent consideration recognised by the Company as an acquirer in a business combination to which Ind AS 103 applies or is held for trading or it is designated as at FVTPL.

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## NOTES FORMING PART OF THE FINANCIAL STATEMENTS

A financial liability is classified as held for trading if:

- it has been incurred principally for the purpose of repurchasing it in the near term; or
- on initial recognition it is part of a portfolio of identified financial instruments that the Company manages together and has a recent actual pattern of short-term profit-taking; or
- it is a derivative that is not designated and effective as a hedging instrument.

A financial liability other than a financial liability held for trading or contingent consideration recognised by the Company as an acquirer in a business combination to which Ind AS 103 applies, may be designated as at FVTPL upon initial recognition if:

- such designation eliminates or significantly reduces a measurement or recognition inconsistency that would otherwise arise;
- the financial liability forms part of a Company of financial assets or financial liabilities or both, which is managed and its performance is evaluated on a fair value basis, in accordance with the Company's documented risk management or investment strategy, and information about the Companying is provided internally on that basis; or
- it forms part of a contract containing one or more embedded derivatives, and Ind AS 109 permits the entire combined contract to be designated as at FVTPL in accordance with Ind AS 109.

Financial liabilities at FVTPL are stated at fair value, with any gains or losses arising on remeasurement recognised in profit or loss. The net gain or loss recognised in profit or loss incorporates any interest paid on the financial liability and is included in the 'Other income' line item.

However, for non-held-for-trading financial liabilities that are designated as at FVTPL, the amount of change in the fair value of the financial liability that is attributable to changes in the credit risk of that liability is recognised in other comprehensive income, unless the recognition of the effects of changes in the liability's credit risk in other comprehensive income would create or enlarge an accounting mismatch in profit or loss, in which case these effects of changes in credit risk are recognised in profit or loss. The remaining amount of change in the fair value of liability is always recognised in profit or loss. Changes in fair value attributable to a financial liability's credit risk that are recognised in other comprehensive income are reflected immediately in retained earnings and are not subsequently reclassified to profit or loss.

Gains or losses on financial guarantee contracts and loan commitments issued by the Company that are designated by the Company as at fair value through profit or loss are recognised in profit or loss.

### Financial liabilities subsequently measured at amortised cost

Financial liabilities that are not held-for-trading and are not designated as at FVTPL are measured at amortised cost at the end of subsequent accounting periods. The carrying amounts of financial liabilities that are subsequently measured at amortised cost are determined based on the effective interest method. Interest expense that is not capitalised as part of costs of an asset is included in the 'Finance costs' line item.

The effective interest method is a method of calculating the amortised cost of a financial liability and of allocating interest expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments (including all fees and points paid or received that form an integral part of the effective interest rate, transaction costs and other premiums or discounts) through the expected life of the financial liability, or (where appropriate) a shorter period, to the net carrying amount on initial recognition.

### Derecognition of financial liabilities

The Company derecognises financial liabilities when, and only when, the Company's obligations are discharged, cancelled or have expired. An exchange between with a lender of debt instruments with substantially different terms is accounted for as an extinguishment of the original financial liability and the recognition of a new financial liability. Similarly, a substantial modification of the terms of an existing financial liability (whether or not attributable to the financial difficulty of the debtor) is accounted for as an extinguishment of the original financial liability and the recognition of a new financial liability. The difference between the carrying amount of the financial liability derecognised and the consideration paid and payable is recognised in profit or loss.

### **3.18 Reclassification of financial assets and liabilities**

The Company determines classification of financial assets and liabilities on initial recognition. After initial recognition, no reclassification is made for financial assets which are equity instruments and financial liabilities. For financial assets which are debt instruments, a reclassification is made only if there is a change in the business model for managing those assets. Changes to the business model are expected to be infrequent. The Company's senior management determines change in the business model as a result of external or internal changes which are significant to the Company's operations. Such change are evident to external parties. A change in the business model occurs when the Company either begins or ceases to perform an activity that is significant to its operations. If the Company reclassifies financial assets, it applies the reclassification prospectively from the reclassification date which is the first day of the immediately next reporting period following the change in the business model. The Company does not restate any previously recognised gains, losses (including impairment gains or losses) or interest.



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## NOTES FORMING PART OF THE FINANCIAL STATEMENTS

The following table shows various reclassification and how they are accounted for:

Original Classification	Revised Classification	Accounting treatment
Amortised cost	FVTPL	Fair value is measured at reclassification date. Difference between previous amortised cost and fair value is recognised in statement of profit and loss.
FVPTL	Amortised cost	Fair value at reclassification date becomes its new gross carrying amount. EIR is calculated based on new gross carrying amount.
Amortised cost	FVTOCI	Fair value is measured at reclassification date. Difference between previous amortised cost and fair value is recognised in OCI. No change in EIR due to reclassification.
FVTOCI	Amortised cost	Fair value at reclassification date becomes its new gross carrying amount. However, cumulative gain or loss in OCI is adjusted against fair value. Consequently, the asset is measured as if it had always been measured at amortised cost.
FVTPL	FVTOCI	Fair value at reclassification date becomes its new gross carrying amount. No other adjustment is required.
FVTOCI	FVTPL	Assets continue to be measured at fair value. Cumulative gain or loss previously recognised in OCI is reclassified to statement of profit and loss at the reclassification date.

For assets and liabilities that are recognised in the financial statements on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

For the purpose of fair value disclosures, the Company has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy as explained above.

### 3.19 Leases :

#### The Company as lessor:

Leases for which the Company is a lessor are classified as finance or operating leases. Whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee, the contract is classified as a finance lease. All other leases are classified as operating leases.

Lease classification is made at the inception date and is reassessed only if there is a lease modification. Changes in estimates (for example, changes in estimates of the economic life or of the residual value of the underlying asset), or changes in circumstances (for example, default by the lessee), do not give rise to a new classification of a lease for accounting purposes. For a modification to a finance lease, if the lease would have been classified as an operating lease had the modification been in effect at the inception date, lease modification is accounted as a new lease from the effective date of modification and carrying amount of underlying asset is measured as the net investment in the lease immediately before the effective date of the lease modification.

Rental income from operating leases is recognised on a straight-line basis over the term of the relevant lease. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognised on a straight-line basis over the lease term.

Amounts due from lessees under finance leases are recognised as receivables at the amount of the Company's net investment in the leases. Finance lease income is allocated to accounting periods so as to reflect a constant periodic rate of return on the Company's net investment outstanding in respect of the leases.

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## NOTES FORMING PART OF THE FINANCIAL STATEMENTS

### **The Company as lessee:**

The Company assesses whether a contract is or contains a lease, at inception of the contract. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified asset, the Company assesses whether : (i) the contract involves the use of an identified asset; (ii) the Company has substantially all of the economic benefits from use of the asset through the period of the lease, and (iii) the Company has the right to direct the use of the asset.

At the date of commencement of the lease, the Company recognises a right-of-use asset and a corresponding lease liability with respect to all lease arrangements in which it is the lessee, except for short-term leases (i.e. leases with a lease term of 12 months or less) and leases of low value assets (i.e. below Rupees five lac). For these short term and low value leases, the Company recognizes the lease payments as an operating expense on a straight-line basis over the term of the lease unless another systematic basis is more representative of the time pattern in which economic benefits from the leased assets are consumed.

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted by using the rate implicit in the lease. If this rate cannot be readily determined, the Company uses its incremental borrowing rate.

The lease liability is subsequently measured by increasing the carrying amount to reflect interest on the lease liability (using the effective interest method) and by reducing the carrying amount to reflect the lease payments made. The Company remeasures the lease liability (and makes a corresponding adjustment to the related right-of-use asset) whenever a lease contract is modified and the lease modification is not accounted for as a separate lease, in which case the lease liability is remeasured based on the lease term of the modified lease by discounting the revised lease payments using a revised discount rate at the effective date of the modification.

Right-of-use assets are depreciated on a straight-line basis over the shorter of the lease term and useful life of the underlying asset. If a lease transfers ownership of the underlying asset or the cost of the right-of-use asset reflects that the Company expects to exercise a purchase option, the related right-of-use asset is depreciated over the useful life of the underlying asset. The depreciation starts at the commencement date of the lease.

For a contract that contain a lease component and one or more additional lease or non-lease components, the Company allocates the consideration in the contract to each lease component on the basis of the relative stand-alone price of the lease component and the aggregate stand-alone price of the non-lease components.

### **3.20 Change in accounting estimates**

The effect of change in an accounting estimate shall be recognised prospectively by including it in profit or loss accounts except where estimates relates to assets and liabilities or an equity it shall be recognised by adjusting the carrying amount of the related asset, liability or equity.

# JAIGAD POWERTRANSCO LIMITED

## NOTES FORMING PART OF THE FINANCIAL STATEMENTS

### 4 **Critical accounting judgements and key sources of estimation uncertainty:**

In the course of applying the policies outlined in all notes under section 3 above, the Company is required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future period, if the revision affects current and future periods.

#### **Critical judgements in applying accounting policies**

##### Service concession arrangements

The management have assessed applicability of Annexure D of Ind AS 115: 'Service Concession Arrangements' with respect to transmission assets. In assessing the applicability, they have exercised significant judgment in relation to the underlying ownership of the assets, terms of Licence, ability to determine prices, useful lives of the assets. Based on detailed evaluation, transmission assets do not meet the criterion for recognition as service concession arrangements.

##### Regulatory deferral accounts

The Company has not adopted Ind as 114 'Regulatory deferral accounts' since in previous GAAP, Guidance Note on Accounting for the Rate Regulated Activities, issued by the Institute of Chartered Accountants of India (ICAI) was not adopted.

#### **Key sources of estimation uncertainties**

##### **Useful lives and residual value of property, plant and equipment**

Management reviews the useful lives and residual values of property, plant and equipment at least once a year. Such lives are dependent upon an assessment of both the technical lives of the assets and also their likely economic lives based on various internal and external factors including relative efficiency and operating costs. Accordingly depreciable lives are reviewed annually using the best information available to the Management.

##### **Impairment of property plant and equipment**

At the end of each reporting period, the Company reviews the carrying amounts of its property, plant and equipment to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

Recoverable amount is the higher of fair value less costs to sell and value in use. Value in use is usually determined on the basis of discounted estimated future cash flows. This involves management estimates on anticipated commodity prices, market demand and supply, economic and regulatory environment, discount rates and other factors. Any subsequent changes to cash flow due to changes in the above mentioned factors could impact the carrying value of assets.

#### **Contingencies**

In the normal course of business, contingent liabilities may arise from litigation and other claims against the Company. Potential liabilities that are possible but not probable of crystallizing or are very difficult to quantify reliably are treated as contingent liabilities. Such liabilities are disclosed in the notes but are not recognised.

#### **Fair value measurements**

Some of the Company's assets and liabilities are measured at fair value for financial reporting purposes. The management determines the appropriate valuation techniques and inputs for fair value measurements. All assets and liabilities for which fair value measured or disclosed in financial statements are categorized with in the fair value hierarchy described as Level 1, Level 2 and Level 3 as below:

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;
- Level 2 inputs are inputs, other than quoted prices included within Level 1, that are observable for the asset or liability, either directly or indirectly; and
- Level 3 inputs are unobservable inputs for the asset or liability.

for the purpose of fair value disclosure, the company determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the assets and liabilities and the level of fair value hierarchy as explained above.

##### **Defined benefit plans**

The cost of defined benefit plan and other post-employment benefits and the present value of such obligations are determined using actuarial valuations. An actuarial valuation involves making various assumptions that may differ from actual development in the future. These include the determination of the discount rate, future salary escalations and mortality rates etc. Due to the complexities involved in the valuation and its long term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date.

#### **Tax**

The Company is subject to tax, principally in India. The amount of tax payable in respect of any period is dependent upon the interpretation of the relevant tax rules. Whilst an assessment must be made of deferred tax position of each entity within the Company, these matters are inherently uncertain until the position of each entity is agreed with the relevant tax authorities.

**JAIGAD POWERTRANSCO LIMITED**  
**NOTES FORMING PART OF THE FINANCIAL STATEMENTS**

**NOTE: 5 - Property, plant and equipment**

(₹ in lakh)

Description of assets	Freehold land	Building	Plant and equipment	Furniture and fixtures	Office equipment	Right of Use asset	Total
<b>At Cost</b>							
<b>I. Gross carrying value</b>							
Balance as at 1st April, 2024	69.78	295.94	44,187.26	27.43	67.03	31.82	44,679.26
Additions	-	-	-	-	0.19	-	0.19
Disposals / discards	-	-	-	-	-	-	-
Balance as at 31st March, 2025	69.78	295.94	44,187.26	27.43	67.22	31.82	44,679.45
<b>II. Accumulated depreciation</b>							
Balance as at 1st April, 2024	-	9.42	26,202.82	8.30	10.16	8.78	26,239.48
Depreciation expense for the year	-	9.37	2,923.08	2.36	9.98	1.76	2,946.55
Eliminated on disposal / discards	-	-	-	-	-	-	-
Balance as at 31st March, 2025	-	18.79	29,125.90	10.66	20.14	10.54	29,186.03
<b>Net carrying value (I-II)</b>							
Balance as at 31st March, 2025	69.78	277.15	15,061.36	16.77	47.08	21.28	15,493.42
<b>At Cost</b>							
<b>I. Gross carrying value</b>							
Balance as at 1st April, 2023	69.78	295.94	44,186.04	29.02	23.65	31.82	44,636.25
Additions	-	-	1.22	-	44.43	-	45.65
Disposals / discards	-	-	-	(1.59)	(1.05)	-	(2.64)
Balance as at 31st March, 2024	69.78	295.94	44,187.26	27.43	67.03	31.82	44,679.26
<b>II. Accumulated depreciation</b>							
Balance as at 1st April, 2023	-	0.05	23,279.79	7.41	5.46	7.03	23,299.74
Depreciation expense for the year	-	9.37	2,923.03	2.42	5.33	1.75	2,941.90
Eliminated on disposal / discards	-	-	-	(1.53)	(0.63)	-	(2.16)
Balance as at 31st March, 2024	-	9.42	26,202.82	8.30	10.16	8.78	26,239.48
<b>Net carrying value (I-II)</b>							
Balance as at 31st March, 2024	69.78	286.52	17,984.44	19.13	56.87	23.04	18,439.78

Refer note 13 for details in respect of hypothecation/mortgage of property, plant and equipment against borrowings.

**JAIGAD POWERTRANSCO LIMITED**

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS**

(₹ in lakh)

NOTE: 6 - Investments	As at 31st March, 2025		As at 31st March, 2024	
	Current	Non Current	Current	Non Current
<b>Investments carried at:</b>				
<b>A. Designated as fair value through profit and loss</b>				
<b>I. Quoted Investments</b>				
(a) Investments in mutual funds	5,288.67	-	5,337.39	-
<b>B. Investments carried at amortised cost</b>				
<b>I. Unquoted Investments</b>				
(a) Investments in government securities	-	1,929.49	-	1,792.16
	<b>5,288.67</b>	<b>1,929.49</b>	<b>5,337.39</b>	<b>1,792.16</b>
<b>Note</b>				
<b>Quoted Investments</b>				
Aggregate amount of quoted investments	5,288.67	-	5,337.39	-
Aggregate market value of quoted investments	5,288.67	-	5,337.39	-
<b>Unquoted Investments</b>				
Aggregate amount of unquoted investments	-	1,929.49	-	1,792.16
<b>NOTE: 7 - Other financial assets</b>				
<b>Unsecured, considered good</b>				
<b>Carried at amortised cost</b>				
<b>(a) Security deposits with others</b>				
Deposits	-	18.02	-	16.56
<b>b) Interest receivable</b>				
Interest accrued on investments	21.81	-	17.30	-
	<b>21.81</b>	<b>18.02</b>	<b>17.30</b>	<b>16.56</b>
<b>NOTE: 8 - Other assets</b>				
<b>Unsecured, considered good</b>				
Capital advances	-	0.21	-	0.21
Prepayments	122.64	-	4.64	-
Balance with government authorities	0.71	-	1.43	-
	<b>123.35</b>	<b>0.21</b>	<b>6.07</b>	<b>0.21</b>
<b>NOTE: 9 - Inventories</b>				
<b>Stores and spares</b>				
[For basis of valuation: Refer note 3.9]	175.65	-	205.55	-
	<b>175.65</b>	<b>-</b>	<b>205.55</b>	<b>-</b>
<b>NOTE: 10 - Trade receivables</b>				
<b>Considered good - unsecured;</b>				
	452.43	-	479.75	-
	<b>452.43</b>	<b>-</b>	<b>479.75</b>	<b>-</b>

# JAIGAD POWERTRANSCO LIMITED

## NOTES FORMING PART OF THE FINANCIAL STATEMENTS

The average credit period of Transmission Income is 30 days. Surcharge receivable towards delayed receipt of payment for Transmission services rendered by the company is accounted in the period during which such surcharge is approved by MERC.

Trade receivables include amounts (see below for aged analysis) that are past due at the end of the reporting period for which the Company has not recognised an allowance for doubtful debts because there has not been a significant change in credit quality and the amounts are still considered recoverable. The Company does not generally hold any collateral or other credit enhancements over these balances nor does it have a legal right of offset against any amounts owed by the Company to the counterparty.

### Ageing of Trade receivables:

As at 31st March, 2025	Undisputed trade receivables		Disputed trade Receivables	
	Considered good	Considered doubtful	Considered good	Considered doubtful
Not due	452.43	-	-	-
Outstanding for following periods from due date of payment				
Less than 6 months	-	-	-	-
6 months - 1 year	-	-	-	-
1-2 years	-	-	-	-
2-3 years	-	-	-	-
More than 3 years	-	-	-	-
	<b>452.43</b>	-	-	-

  

As at 31st March, 2024	Undisputed trade receivables		Disputed trade Receivables	
	Considered good	Considered doubtful	Considered good	Considered doubtful
Not due	479.75	-	-	-
Outstanding for following periods from due date of payment				
Less than 6 months	-	-	-	-
6 months - 1 year	-	-	-	-
1-2 years	-	-	-	-
2-3 years	-	-	-	-
More than 3 years	-	-	-	-
	<b>479.75</b>	-	-	-

**JAIGAD POWERTRANSCO LIMITED**  
**NOTES ACCOMPANYING TO THE FINANCIAL STATEMENTS**

(₹ in lakh)

	As at 31st March, 2025		As at 31st March, 2024	
<b>NOTE: 11A</b>				
<b>Equity share capital</b>				
<b>Authorised:</b>				
Equity Shares of ₹ 10 each with voting rights	150,000,000	15,000.00	150,000,000	15,000.00
<b>Issued, subscribed and paid-up:</b>				
Equity Shares of ₹ 10 each with voting rights	137,500,000	13,750.00	137,500,000	13,750.00
	<b>137,500,000</b>	<b>13,750.00</b>	<b>137,500,000</b>	<b>13,750.00</b>

**a) Details of shareholders holding more than 5% shares in the company are set out below:**

	As at 31st March, 2025		As at 31st March, 2024	
<b>Details of shareholding</b>				
	No. of Shares	% of total shares	No. of Shares	% of total shares
1 JSW Energy Limited (Holding Company)	101,750,000.00	74%	101,750,000.00	74%
2 Maharashtra State Electricity Transmission Company Limited	35,750,000.00	26%	35,750,000.00	26%

**b) Shares held by promoters at the end of the period:**

	As at 31st March, 2025		As at 31st March, 2024	
<b>Details of shareholding of promoters</b>				
	No. of Shares	% of total shares	No. of Shares	% of total shares
1 JSW Energy Limited (Holding Company)	101,750,000.00	74%	101,750,000.00	74%

**c) The reconciliation of the number of shares outstanding and the amount of share capital is set out below:**

<b>Particulars</b>	As at 31st March, 2025	As at 31st March, 2024
	No. of Shares	No. of Shares
<b>Balance as at the beginning of the year</b>	137,500,000.00	137,500,000.00
Issued during the year	-	-
<b>Balance as at the end of the year</b>	<b>137,500,000.00</b>	<b>137,500,000.00</b>

**d) Rights, preferences and restrictions attached to equity shares:**

- (i) The Company has only one class of equity shares having a par value of ₹ 10 each. Each holder of equity shares is entitled to one vote per share. The Company declares and pay dividend in Indian rupees.
- (ii) In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amount, in proportion to the shareholding.

**e) Dividend:**

- (i) The Board of Directors, in its meeting held on 3rd May, 2024, recommended dividend of 40% (₹ 4 per equity share of ₹ 10 each) for the year ended 31st March, 2024 and the same was approved by the shareholders at the annual general meeting held on 29th June, 2024, which resulted in a cash outflow of ₹ 5,500.00 lakh.
- (ii) The Board of Directors, in its meeting held on 7th May, 2025, recommended dividend of 40% (₹ 4 per equity share of ₹ 10 each) for the year ended 31st March, 2025 subject to the approval of shareholders at the ensuing annual general meeting.

**NOTE: 11B - Other equity**

₹ lakh

<b>Particulars</b>	As at 31st March, 2025	As at 31st March, 2024
Retained Earnings	7,879.72	10,950.66
Equity settled employee benefits reserve	46.37	33.29
Contingency reserve	1,986.23	1,847.23
<b>Total</b>	<b>9,912.32</b>	<b>12,831.18</b>

- (i) **Retained earnings** : Retained earnings comprise balances of accumulated (undistributed) profit and loss at each year end and balances of remeasurement of net defined benefit plans.
- (ii) **Equity settled employee benefits reserve** : The company offers ESOP under which options to subscribe for the Parent company's share have been granted to its employees. The share based payment reserve is used to recognise the value of equity settled share based payments provided as part of the ESOP scheme.
- (iii) **Contingency reserve** : The contingency reserve has been created out of profit of the company, as per MERC Regulations. The reserve can be utilised by the company for the purpose of future losses, which may arise from uninsured risks.

**JAIGAD POWERTRANSCO LIMITED**  
**NOTES FORMING PART OF THE FINANCIAL STATEMENTS**

₹ in lakh

NOTE: 12 - Provisions	As at 31st March, 2025		As at 31st March, 2024	
	Current	Non Current	Current	Non Current
Provision for gratuity (Refer note 31)	2.17	8.70	3.96	19.36
Provisions for compensated absences (Refer note 31)	3.70	2.79	8.56	4.46
	<b>5.87</b>	<b>11.49</b>	<b>12.52</b>	<b>23.82</b>

  

NOTE: 13 - Borrowings	As at 31st March, 2025		As at 31st March, 2024	
	Current	Non Current	Current	Non Current
<b>Secured Borrowings</b>				
<b>From Banks:</b>				
Working Capital Demand Loan	515.44	-	529.33	-
	<b>515.44</b>	<b>-</b>	<b>529.33</b>	<b>-</b>

Working capital loans is secured by way of a pari-passu first ranking charge on all moveable and immoveable assets of the company.  
The rate of interest for the loan from the bank ranges from 7.80% to 8.90% p.a. (Previous year : 7.80% to 8.90% p.a.)

  

NOTE: 14 - Trade payables	As at 31st March, 2025		As at 31st March, 2024	
	Current	Non Current	Current	Non Current
Total outstanding dues of micro enterprises and small enterprises; and	-	-	-	-
Total outstanding dues of creditors other than micro enterprises and small enterprises	141.74	-	145.62	-
	<b>141.74</b>	<b>-</b>	<b>145.62</b>	<b>-</b>

The details of amounts outstanding to micro enterprises and small enterprises under the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act), based on the available information with the Company are as under:

Particulars	31st March, 2025	31st March, 2024
Principal amount outstanding	-	-
Principal amount due and remaining unpaid	-	-
Interest due on (2) above and the unpaid interest	-	-
Interest paid on all delayed payments under the MSMED Act.	-	-
Payment made beyond the appointed day during the year	-	-
Interest due and payable for the period of delay other than (4) above	-	-
Interest accrued and remaining unpaid	-	-
Amount of further interest remaining due and payable in succeeding years	-	-

**Ageing of trade payables:**

31st March, 2025	Undisputed		Disputed	
	MSME	Others	MSME	Others
Outstanding for following periods from due date of payment				
Less than 1 year	-	63.90	-	-
1-2 years	-	0.16	-	-
2-3 years	-	1.21	-	-
More than 3 years	-	-	-	-
Not due	-	45.62	-	-
Unbilled	-	30.85	-	-
	<b>-</b>	<b>141.74</b>	<b>-</b>	<b>-</b>

  

31st March, 2024	Undisputed		Disputed	
	MSME	Others	MSME	Others
Outstanding for following periods from due date of payment				
Less than 1 year	-	39.87	-	-
1-2 years	-	1.21	-	-
2-3 years	-	-	-	-
More than 3 years	-	-	-	-
Not due	-	37.07	-	-
Unbilled	-	67.47	-	-
	<b>-</b>	<b>145.62</b>	<b>-</b>	<b>-</b>

  

NOTE: 15 - Other financial liabilities	As at 31st March, 2025		As at 31st March, 2024	
	Current	Non Current	Current	Non Current
Interest accrued but not due on borrowings	6.03	-	-	-
Payable for capital supplies / services	31.43	-	27.52	-
	<b>37.46</b>	<b>-</b>	<b>27.52</b>	<b>-</b>

  

NOTE: 16 - Other liabilities	As at 31st March, 2025		As at 31st March, 2024	
	Current	Non Current	Current	Non Current
Statutory dues	9.05	-	7.67	-
	<b>9.05</b>	<b>-</b>	<b>7.67</b>	<b>-</b>



**JAIGAD POWERTRANSCO LIMITED**

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS**

₹ in lakh

<b>NOTE: 17 - Revenue from operations</b>	<b>For the year ended 31st March, 2025</b>	<b>For the year ended 31st March, 2024</b>
Revenue from transmission operations	6,565.12	6,767.33
Less: Impact due to truing up provisions	157.48	(124.73)
	<b>6,407.64</b>	<b>6,892.06</b>
<b>NOTE: 18 - Other income</b>	<b>For the year ended 31st March, 2025</b>	<b>For the year ended 31st March, 2024</b>
<b>Interest income</b>		
Financial assets	145.07	128.09
<b>Others</b>		
Net gain on sale of current investments	309.28	298.77
Miscellaneous Income	13.02	255.93
	<b>467.37</b>	<b>682.79</b>
<b>NOTE: 19 - Employee benefits expense</b>	<b>For the year ended 31st March, 2025</b>	<b>For the year ended 31st March, 2024</b>
Salaries and wages	109.38	154.64
Contribution to provident and other funds	9.16	10.17
Share-based payments	13.08	13.17
Staff welfare expenses	3.88	2.72
	<b>135.50</b>	<b>180.70</b>
<b>NOTE: 20 - Finance costs</b>	<b>For the year ended 31st March, 2025</b>	<b>For the year ended 31st March, 2024</b>
Interest expense	87.45	79.02
	<b>87.45</b>	<b>79.02</b>
<b>NOTE: 21 - Depreciation and amortisation expense</b>	<b>For the year ended 31st March, 2025</b>	<b>For the year ended 31st March, 2024</b>
Depreciation	2,946.56	2,941.90
	<b>2,946.56</b>	<b>2,941.90</b>
<b>NOTE: 22 - Other expenses</b>	<b>For the year ended 31st March, 2025</b>	<b>For the year ended 31st March, 2024</b>
Rent	0.01	0.01
Repairs and maintenance	274.51	276.41
Rates & taxes	27.01	16.98
Insurance charges	78.08	2.83
Legal & other professional charges	24.74	26.66
Auditor's remuneration (Refer note-28)	12.47	11.50
Travelling expenses	13.23	14.42
Advertisement expenses	29.23	-
Corporate social responsibility expenses	75.70	71.00
Loss on disposal / discards of property, plant and equipment	-	0.51
Safety & security expense	24.11	19.35
Shared service cost	14.98	10.60
Other general expenses	18.09	14.47
	<b>592.16</b>	<b>464.74</b>
<b>NOTE: 23 - Tax expenses</b>	<b>For the year ended 31st March, 2025</b>	<b>For the year ended 31st March, 2024</b>
Current Tax	543.96	682.89
Deferred Tax	(315.07)	(586.95)
Deferred tax adjustable in future tariff	315.07	586.95
	<b>543.96</b>	<b>682.89</b>

**JAIGAD POWERTRANSCO LIMITED**  
**NOTES FORMING PART OF THE FINANCIAL STATEMENTS**

**Note no. 24 - Financial Ratios**

Sr. No.	Particulars	For the year ended 31st March, 2025			For the year ended 31st March, 2024	Variance (%)	Reason for variance over 25%
		Numerator	Denominator	Ratios			
1	Current Ratio (in times)	Current Assets	Current Liabilities	9.72	9.76	0%	-
2	Debt-Equity Ratio (in times)	Total Borrowings	Net Worth	0.02	0.02	9%	-
3	Return on Equity Ratio (%)	Net profit after tax	Average Networth	10.23%	11.36%	-10%	-
4	Debtors Turnover (no. of days)	Average Trade Receivables including unbilled revenue	Revenue from operations	79	76	4%	-
5	Net Capital Turnover (in times)	Annual turnover	Working Capital	1.11	1.20	-7%	-
6	Net Profit Margin (%)	Net profit for the year	Total Income	37.37%	42.58%	-12%	-
7	Return on Capital Employed (%)	Profit after tax plus Interest on long term loans and debentures	Average capital employed	10.02%	11.07%	-9%	-
8	Return on Investment (%)	Profit generated on sale of investment	Cost of investment	6.59%	6.83%	-3%	-

# JAIGAD POWERTRANSCO LIMITED

## NOTES FORMING PART OF FINANCIAL STATEMENTS

### 25 Financial Instruments:

The Fair Values of the financial assets and liabilities are included at the amount at which the instruments could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

Fair value of cash and short-term deposits, trade and other short term receivables, trade payables, other current liabilities approximate their carrying amounts largely due to short term maturities of these instruments.

Fair value measurements are categorised into Level 1, 2, or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as follows:

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;
- Level 2 inputs are inputs, other than quoted prices included within Level 1, that are observable for the asset or liability, either directly or indirectly; and
- Level 3 inputs are unobservable inputs for the asset or liability.

(₹ in lakh)

As at 31st March, 2025	Carrying Amount	Fair Value	Level 1	Level 2	Level 3
<b>Financial assets at amortised cost::</b>					
Investment in Government Securities	1,929.49	1,995.77	-	1,995.77	-
Security Deposit	18.02	18.02	-	-	18.02
Trade receivables	452.43	452.43	-	-	-
Unbilled Revenue	831.99	831.99	-	-	-
Interest Accrued on Investment	21.81	21.81	-	-	-
<b>Total</b>	<b>3,253.74</b>	<b>3,320.02</b>	<b>-</b>	<b>1,995.77</b>	<b>18.02</b>
<b>Financial assets at Fair Value through P&amp;L</b>					
Investment in Mutual Fund	5,288.67	5,288.67	-	5,288.67	-
<b>Total</b>	<b>5,288.67</b>	<b>5,288.67</b>	<b>-</b>	<b>5,288.67</b>	<b>-</b>
<b>Financial liabilities held at amortised cost:</b>					
Borrowings	515.44	515.44	-	-	-
Creditors for capital supplies/services	31.43	31.43	-	-	-
Trade Payable	141.74	141.74	-	-	-
<b>Total</b>	<b>688.61</b>	<b>688.61</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>As at 31st March, 2024</b>					
<b>Financial assets at amortised cost::</b>					
Investment in Government Securities	1,792.16	1,825.24	-	1,825.24	-
Security Deposit	16.56	16.56	-	-	16.56
Trade receivables	479.75	479.75	-	-	-
Unbilled Revenue	1,007.62	1,007.62	-	-	-
Interest Accrued on Investment	17.30	17.30	-	-	-
<b>Total</b>	<b>3,313.39</b>	<b>3,346.47</b>	<b>-</b>	<b>1,825.24</b>	<b>16.56</b>
<b>Financial assets at Fair Value through P&amp;L</b>					
Investment in Mutual Fund	5,337.39	5,337.39	-	5,337.39	-
<b>Total</b>	<b>5,337.39</b>	<b>5,337.39</b>	<b>-</b>	<b>5,337.39</b>	<b>-</b>
<b>Financial liabilities held at amortised cost:</b>					
Borrowings	529.33	529.33	-	-	-
Creditors for capital supplies/services	27.52	27.52	-	-	-
Trade Payable	145.62	145.62	-	-	-
<b>Total</b>	<b>702.47</b>	<b>702.47</b>	<b>-</b>	<b>-</b>	<b>-</b>

# JAIGAD POWERTRANSCO LIMITED

## NOTES FORMING PART OF FINANCIAL STATEMENTS

### 26 Financial Risk Management Objectives & Policies

#### Capital management

The Company manages its capital with the primary objective of maximising the return to stakeholders. The Company operates in a regulated environment, the capital gearing/structuring in relation to the Company's electricity transmission business has been approved under MERC regulations. Following commencement of the Company's transmission business and generation of revenues determined as per approved MERC tariff regulations (the said revenues inclusive of debt servicing), the net debt of the Company has been reducing following repayment of debt.

The gearing ratio at end of the reporting period was as follows:

(₹ in lakh)		
Particulars	As at 31st March,2025	As at 31st March,2024
Debt (1)	515.44	529.33
Cash and cash equivalents (2)	5,288.67	5,337.39
Net debt (1-2)	<b>(4,773.23)</b>	<b>(4,808.06)</b>
Total equity (3)	23,662.32	26,581.18
Net debt to equity ratio (in times)	<b>(0.20)</b>	<b>(0.18)</b>

(1) includes long-term and short-term debt as described in note 13

(2) includes investments in mutual funds as described in note 6

(3) includes equity share capital and other equity as described in note 11A and 11B

#### Financial risk management objectives

The Company's Corporate Treasury function provides services to the business, co-ordinates access to domestic and international financial markets, monitors and manages the financial risks relating to the operations of the Company through internal risk reports which analyse exposures by degree and magnitude of risks. These risks include market risk (including currency risk, interest rate risk and other price risk), credit risk and liquidity risk.

#### Market risk

Market risk is the risk of loss of future earnings, fair values or future cash flows that may result from a change in the price of financial instrument as a result of change in interest rates, exchange rates and other market changes that affect market risk sensitive instruments. As regards the future earnings from the Company's business of providing transmission services, the same is as determined pursuant to the MERC tariff regulations based on the cost of providing the transmission services plus a fixed post tax return on equity of 15.5% upon the Company maintaining the contracted availability of transmission line services. The Company is not exposed to significant market risks as regards the risk of loss of future earnings from its business of transmission services. As regards market risks attributable to all market risks sensitive financial instruments, the same is closely monitored by the Risk Management Committee to determine appropriate mitigation plan as appropriate from time to time.

#### Interest rate risk management

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company's exposure to the risk of changes in market interest rates relates primarily to the Company's long-term debt obligations with floating interest rates.

Company revenue is regulated by MERC Regulation where in company's revenue includes Interest on loan. The rate of interest considered by regulation is the weighted average rate of interest computed on the basis of the actual loan portfolio.

The following table provides a break-up of the Company's fixed and floating rate loan portfolio:

(₹ in lakh)		
Particulars	As at 31st March,2025	As at 31st March,2024
Fixed rate borrowings	-	-
Floating rate borrowings	515.44	529.33
<b>Total borrowings</b>	<b>515.44</b>	<b>529.33</b>

# JAIGAD POWERTRANSCO LIMITED

## NOTES FORMING PART OF FINANCIAL STATEMENTS

### Credit risk management:

Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in financial loss to the Company. Credit risk is minimal due to the fact that the customer base largely consists of Distribution companies, the amount recoverable from whom are as determined as per MERC order.

### Liquidity risk management

Ultimate responsibility for liquidity risk management rests with senior management, which has established an appropriate liquidity risk management framework for the management of the Company's short-term, medium-term and long-term funding and liquidity management requirements. The Company manages liquidity risk by maintaining adequate reserves, banking facilities and reserve borrowing facilities, by continuously monitoring forecast and actual cash flows, and by matching the maturity profiles of financial assets and liabilities. The table below provides detail regarding the remaining contractual maturities of financial liabilities at the reporting date

(₹ in lakh)

Particulars	< 1 year	1-5 years	> 5 years	Total Amount
<b>Financial liabilities</b>				
Short term borrowings	515.44	-	-	515.44
Creditors for capital suppliers/services	31.43	-	-	31.43
Trade Payable	141.74	-	-	141.74
<b>Total Financial Liabilities</b>	<b>688.61</b>	<b>-</b>	<b>-</b>	<b>688.61</b>

### 27 Earnings per share:

Basic EPS amounts are calculated by dividing the profit for the year attributable to equity holders of the Company by the weighted average number of Equity shares outstanding during the year.

Particulars	31st March, 2025	31st March, 2024
Profit attributable to equity holders of the Company (₹ in lakh)	2,569.38	3,225.60
Weighted average number of Equity shares for basic & diluted EPS (No of shares)	137,500,000	137,500,000
Earning per share-Basic (₹)	1.87	2.35
Earning per share-Diluted (₹)	1.87	2.35

### 28 Remuneration to Auditors (inclusive of tax):

(₹ in lakh)

Particulars	31st March, 2025	31st March, 2024
Statutory audit fees (including limited review)	10.08	9.60
Tax audit fees	1.63	1.55
Out of pocket expenses	0.76	0.35
<b>Total</b>	<b>12.47</b>	<b>11.50</b>

# JAIGAD POWERTRANSCO LIMITED

## NOTES FORMING PART OF FINANCIAL STATEMENTS

### 29A Deferred tax balances:

The following is the analysis of deferred tax assets/(liabilities) presented in the balance sheet: (₹ in lakh)

Particulars	As at 31st March, 2025	As at 31st March, 2024
Deferred tax liabilities net of recoverable in future tariff	-	-
Deferred tax assets net of recoverable in future tariff	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

Particulars	As at 1st April, 2024	Recognised in profit or loss	As at 31st March, 2025
<b>Deferred tax (liabilities)/assets in relation to:</b>			
Property, plant and equipment	(2,824.61)	-	(2,824.61)
MAT Credit Entitlement	8,498.55	315.07	8,813.62
Recoverable in Future Tariff	(5,673.94)	(315.07)	(5,989.01)
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>

Particulars	As at 1st April, 2023	Recognised in profit or loss	As at 31st March, 2024
<b>Deferred tax (liabilities)/assets in relation to:</b>			
Property, plant and equipment	(2,824.61)	-	(2,824.61)
MAT Credit Entitlement	7,911.60	586.95	8,498.55
Recoverable in Future Tariff	(5,086.99)	(586.95)	(5,673.94)
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>

### 29B Income tax:

The income tax expense for the year can be reconciled to the accounting profit as follows:

(₹ in lakh)

Particulars	For the Year ended 31st March, 2025	For the Year ended 31st March, 2024
<b>Profit before tax</b>	<b>3,113.34</b>	<b>3,908.49</b>
Enacted tax rate	29.120%	29.120%
<b>Income tax expense</b>	<b>906.60</b>	<b>1,138.15</b>
Effect of non deductible expenses	22.04	20.68
Tax effect due to tax holiday	(699.75)	(1,062.89)
Recoverable in Future Tariff	315.07	586.95
	<b>(362.64)</b>	<b>(455.26)</b>
<b>Income tax expenses recognised in profit &amp; loss account</b>	<b>543.96</b>	<b>682.89</b>

The Company have, basis the impact assessment of the option given under Section 115BAA of the Income Tax Act, 1961 to pay income tax at 22% plus applicable surcharge and cess subject to certain conditions, decided to continue with the existing tax structure until utilization of their respective accumulated minimum alternative tax (MAT) credit.

# JAIGAD POWERTRANSCO LIMITED

## NOTES FORMING PART OF FINANCIAL STATEMENTS

### 30 Details of Corporate Social Responsibility (CSR) Expenditure:

(₹ in lakh)

Particulars	For the Year ended 31st March,2025	For the Year ended 31st March,2024
1] Amount required to be spent as per Section 135 of the Companies Act, 2013	75.70	71.00
2] Amount of expenditure incurred :		
(i) Construction / acquisition of an asset	-	-
(ii) On purchase other than (i) above	75.70	71.00
3] Shortfall at the end of the year	-	-
4] Total of previous years shortfall	-	-
5] Reason for shortfall	NA	NA
6] Nature of CSR activities	Educational infrastructure & systems strengthening, Enhance Skills & rural livelihoods through nurturing of supportive ecosystems & innovations, General community infrastructure support & welfare initiatives, Project Management Cost.	
7] Amount unspent, if any;	-	-
8] Details of related party transactions, e.g., contribution to a trust controlled by the company in relation to CSR expenditure as per relevant Accounting Standard : paid to JSW Foundation	75.70	71.00
9] Where a provision is made with respect to a liability incurred by entering into a contractual obligation, the movements in the provision during the year shall be shown separately	NA	NA

# JAIGAD POWERTRANSCO LIMITED

## NOTES FORMING PART OF FINANCIAL STATEMENTS

### 31 Employee benefit plans:

#### 1] Defined contribution plans:

##### A. Provident fund:

The Company's contribution to provident fund recognized in the Statement of Profit and Loss of ₹ 4.88 lakh (Previous year : ₹ 4.94 lakh) (included in note no. 19)

##### B. National pension scheme :

The Company's contribution to National Pension Scheme (NPS) recognized in Statement of Profit and Loss of ₹ 1.05 lakh (Previous year : ₹ 0.98 lakh) (included in note 19)

#### 2] Defined benefit plans:

The Company provides for gratuity to its employees as per the Payment of Gratuity Act, 1972. The amount of gratuity shall be payable to an employee on the termination of employment after rendering continuous service for not less than five years, or on their superannuation or resignation. However, in case of death of an employee, the minimum period of five years shall not be required. The amount of gratuity payable on retirement / termination is the employee's last drawn basic salary per month computed proportionately for 15 days salary multiplied by the number of years of service completed. The gratuity plan is a funded plan administered by a separate fund that is legally separated from the entity and the Company makes contributions to the insurer (LIC). The Company does not fully fund the liability and maintains a target level of funding to be maintained over period of time based on estimations of expected gratuity payments.

These plans typically expose the Company to the following actuarial risks:

Investment risk	The present value of the defined benefit plan liability is calculated using a discount rate which is determined by reference to market yields at the end of the reporting period on government bonds. If the return on plan asset is below this rate, it will create a plan deficit. Currently, for the plan in India, it has a relatively balanced mix of investments in government securities, and other debt instruments.
Interest risk	A fall in the discount rate, which is linked, to the G-Sec rate will increase the present value of the liability requiring higher provision. A fall in the discount rate generally increases the mark to market value of the assets depending on the duration of asset.
Salary risk	The present value of the defined benefit plan liability is calculated by reference to the future salaries of plan participants. As such, an increase in the salary of the plan participants will increase the plan's liability.
Asset Liability matching risk	The plan faces the ALM risk as to the matching cash flow. Since the plan is invested in lines of Rule 101 of Income Tax Rules, 1962, this generally reduces ALM risk.

The most recent actuarial valuation of the plan assets and the present value of the defined benefit obligation were carried out at March 31, 2025 by M/S K. A. Pandit Consultants & Actuaries. The present value of the defined benefit obligation, and the related current service cost and past service cost, were measured using the projected unit credit method.

##### A. Gratuity :

Changes in the present value of the defined benefit obligation are, as follows:

Particulars	(₹ in lakh)
<b>Defined benefit obligation at 1 April 2023</b>	<b>29.44</b>
Interest cost	2.20
Current service cost	2.43
Benefits paid/Transferred Net	(6.74)
Actuarial (Gains)/Loss	1.39
<b>Defined benefit obligation at 31st March, 2024</b>	<b>28.72</b>
Interest cost	1.39
Current service cost	2.27
Benefits paid/Transferred Net	(17.32)
Actuarial (Gains)/Loss	1.48
<b>Defined benefit obligation at 31st March, 2025</b>	<b>16.54</b>



# JAIGAD POWERTRANSCO LIMITED

## NOTES FORMING PART OF FINANCIAL STATEMENTS

Changes in the defined benefit obligation and fair value of plan assets as at 31st March, 2025:

(₹ in lakh)

Particulars		Defined Benefit Obligation	Fair Value of Plan assets	Benefit Liability
Gratuity cost charged to profit or loss	Opening Balance as on 01st April 2024	28.72	5.40	23.32
	Service cost	2.27	-	2.27
	Net interest expense	1.39	0.39	1.00
	Sub-total included in profit or loss	3.66	0.39	3.27
	Benefits paid/Transferred	-	-	-
	Transfer in / Out	(17.32)	-	(17.32)
Remeasurement (gains)/losses in other comprehensive income	Return on plan assets (excluding amounts included in net interest expense)	-	-	-
	Actuarial changes arising from changes in demographic assumptions	(0.22)	-	(0.22)
	Actuarial changes arising from changes in financial assumptions	0.25	(0.12)	0.37
	Experience adjustments	1.45	-	1.45
	Sub-total included in OCI	1.48	(0.12)	1.60
	Contributions by employer	-	-	-
	Closing Balance as on 31st March 2025	16.54	5.67	10.87

Changes in the defined benefit obligation and fair value of plan assets as at 31st March, 2024:

Particulars		Defined Benefit Obligation	Fair Value of Plan assets	Benefit Liability
Gratuity cost charged to profit or loss	Opening Balance as on 01st April 2023	29.44	5.06	24.38
	Service cost	2.43	-	2.43
	Net interest expense	2.20	0.38	1.82
	Sub-total included in profit or loss	4.63	0.38	4.25
	Benefits paid/Transferred	-	-	-
	Transfer in / Out	(6.74)	-	(6.74)
Remeasurement gains/(losses) in other comprehensive income	Return on plan assets (excluding amounts included in net interest expense)	-	-	-
	Actuarial changes arising from changes in demographic assumptions	(0.16)	-	(0.16)
	Actuarial changes arising from changes in financial assumptions	0.98	-	0.98
	Experience adjustments	0.57	(0.04)	0.61
	Sub-total included in OCI	1.39	(0.04)	1.43
	Contributions by employer	-	-	-
	Closing Balance as on 31st March 2024	28.72	5.40	23.32

The principal assumptions used in determining gratuity for the Company's plans are shown below:

Particulars	31st March, 2025	31st March, 2024
	%	%
Discount rate:		
India gratuity plan	6.72	7.20
Future salary increases:		
India gratuity plan	8.00	8.30

# JAIGAD POWERTRANSCO LIMITED

## NOTES FORMING PART OF FINANCIAL STATEMENTS

A quantitative sensitivity analysis for significant assumption is as shown below:

Assumptions Sensitivity Level	31st March, 2025	31st March, 2025	31st March, 2025	31st March, 2025
	Discount rate		Future salary increases	
	1% increase	1% decrease	1% increase	1% decrease
Impact on defined benefit obligation	(1.31)	1.50	1.46	(1.30)

### **B. Compensated absences:**

The Company has a policy on compensated absences with provisions on accumulation and encashment of privilege leave by the employees during employment or on separation from the group due to death, retirement or resignation. The expected cost of contingency leave is determined by actuarial valuation performed by an independent actuary at the balance sheet date using projected unit credit method.

### **C] Employee share based payment plan:**

#### **JSWEL Employees Stock Ownership Plan – 2021 (ESOP 2021)**

The Company has offered equity options under ESOP 2021 to the permanent employees, including whole-time director, of the Company and of its subsidiaries who has been working in India or outside India, in the grades of (i) L16 and above, and (ii) select employees in the grade L-11 to L-15 based on last 3 (three) years performance; and in each case, as may be determined based on the eligibility criteria, or any other employee as may be determined by the compensation committee from time to time, except any employee who is a promoter or belongs to the promoter Company or a director who either by himself or through his relatives or through any body corporate, directly or indirectly, holds more than 10% of the outstanding equity shares of the Company and Independent directors, Nominee Directors and Non-Executive Directors.

The grant is determined after having regard to various factors and criteria specified in ESOP 2021. The exercise price is ₹10 or any other price as may be determined by the Compensation Committee. The option shall not be transferable and can be exercised only by the employees of the Company.

Vesting of the options granted under the ESOP 2021 shall be at least one year from the date of Grant. 25% of the granted options would vest on the date following 1 year from the date of respective grant, 25% of the granted options would vest on the date following 2 years from the date of respective grant and the remaining 50% on the date following 3 years from the date of respective grant.

#### **JSWEL Employees Stock Ownership Plan – Samruddhi 2021 (ESOP Samruddhi 2021)**

The Company has offered equity options under ESOP Samruddhi 2021 to the permanent employees, including whole-time director, of the Company and of its subsidiaries who has been working in India or outside India, in the grades of L-01 to L-15 (excluding employees covered under ESOP- 21) , except any employee who is a promoter or belongs to the promoter Company or a director who either by himself or through his relatives or through any body corporate, directly or indirectly, holds more than 10% of the outstanding equity shares of the Company and Independent directors, Nominee Directors and Non-Executive Directors.

The grant is determined after having regard to various factors and criteria specified in ESOP Samruddhi 2021. The exercise price is ₹10 or any other price as may be determined by the Compensation Committee. The option shall not be transferable and can be exercised only by the employees of the Company.

Vesting of the options granted under the ESOP Samruddhi 2021 shall be at least two year from the date of Grant. 25% of the granted options would vest on the date following 2 years from the date of respective grant, 25% of the granted options would vest on the date following 3 years from the date of respective grant and the remaining 50% on the date following 4 years from the date of respective grant.

# JAIGAD POWERTRANSCO LIMITED

## NOTES FORMING PART OF FINANCIAL STATEMENTS

The method of settlement for above grants and shares options outstanding are as below:

Particulars	ESOP 2021		ESOP 2021 Samruddhi		
Grant Date	7th Aug, 2021	7th Aug, 2022	7th Aug, 2021	7th Aug, 2023	7th Aug, 2024
Vesting period	1/2/3 years	1/2/3 years	2/3/4 years	2/3/4 years	2/3/4 years
Method of settlement	Equity	Equity	Equity	Equity	Equity
Exercise price (₹)	10.00	10.00	10.00	10.00	10.00
Fair value (₹)	229.88	250.50	228.50	275.31	665.95
Dividend yield (%)	20.00%	20.00%	20.00%	20.00%	20.00%
Expected volatility (%)	42.53% / 42.22% / 40.85%	47.51% / 44.43% / 43.44%	42.22% / 40.85% / 42.45%	49.26%/47.40%/46.10%	47.84% / 47.01% / 45.05%
Risk-free interest rate (%)	5.02% / 5.44% / 5.78%	6.73% / 6.90% / 7.01%	5.44% / 5.78% / 6.06%	7.05%/7.06%/7.07%	6.73% / 6.75% / 6.77%
Expected life of share options	3/4/5 years	3/4/5 years	4/5/6 years	4/5/6 years	4/5/6 years
Weighted average remaining contractual life (in months)	32	44	44	68	80
Weighted average share price for options exercised during the year	637.34	637.34	637.34	NA	NA
Options exercisable at the end of the year		625	2,561		
<b>Pricing formula:</b>					
Book close date	6th Aug, 2021	6th Aug, 2022	6th Aug, 2021	6th Aug, 2023	6th Aug, 2024
Closing market	246.17	266.35	246.17	291.16	683.4
Price (₹)					
Exercise price (₹)	10.00	10.00	10.00	10.00	10.00
Discount (%)	-	-	-	-	-
<b>Share options outstanding:</b>					
<b>As on 1st April, 2023</b>	<b>3,000</b>	<b>2,500</b>	<b>10,250</b>	<b>-</b>	<b>-</b>
Granted	-	-	-	5,800	-
Exercised	(1,500)	(625)	(2,564)	-	-
Lapsed	-	-	-	-	-
<b>As on 31st March 2024</b>	<b>1,500</b>	<b>1,875</b>	<b>7,686</b>	<b>5,800</b>	<b>-</b>
Granted	-	-	-	-	3,500
Exercised	(1,500)	(625)	(2,564)	-	-
Lapsed	-	-	-	-	-
<b>As on 31st March 2025</b>	<b>-</b>	<b>1,250</b>	<b>5,122</b>	<b>5,800</b>	<b>3,500</b>
Expected option Life	The expected option life is assumed to be mid-way between the option vesting and expiry. Since the vesting period and contractual term of each tranche is different, the expected life for each tranche will be different. The Expected option life is calculated as (Year to Vesting + Contractual Option term) /2.				
Expected volatility	Volatility was calculated using standard deviation of daily change in stock price. The historical period considered for volatility match the expected life of the option.				
How expected volatility was determined, including an explanation of the extent to which expected volatility was based on historical volatility; and	The following factors have been considered: (a) Share price (b) Exercise prices (c) Historical volatility (d) Expected option life (e) Dividend Yield				
Whether and how any other features of the option grant were incorporated into the measurement of fair value, such as a market condition.					
Model used	Black-Scholes Method				

The expected life of the share options is based on historical data and current expectations and is not necessarily indicative of exercise patterns that may occur. The expected volatility reflects the assumption that the historical volatility over a period similar to the life of the options is indicative of future trends, which may not necessarily be the actual outcome.

### 3] Code on Social Security, 2020:

The Code on Social Security, 2020 ('the Code') received presidential assent on 28th September, 2020. The Ministry of Labour and Employment, released the draft rules of the Code on 13th November, 2020, however, the date on which the Code will come into effect has not yet been notified. The Company will assess and record the financial impact of the Code in the period(s) when it becomes effective.

# JAIGAD POWERTRANSCO LIMITED

## NOTES FORMING PART OF FINANCIAL STATEMENTS

### 32 Related party disclosure:

#### A) List of Related Parties :

##### I Holding Company:

1 JSW Energy Limited (Holding Company)

##### II Other related parties with whom the Company has entered into transactions during the year:

1 Maharashtra State Electricity Transmission Company Limited  
2 JSW Energy (Barmer) Limited  
3 JSW Global Business Solutions Limited  
4 JSW Foundation  
5 JSW Energy (Utkal) Limited [Formerly known as Ind-Barath Energy (Utkal) Limited]  
6 JSW Jaigarh Port Limited

##### III Key Managerial Personnel:

1 Mr. Syed Nasir Quadri - Chairman (upto 23rd January, 2025) and ceased to be a Director w.e.f 11th March, 2025)  
2 Mr. Peddanna Ramayanam - Managing Director (resigned w.e.f 2nd September, 2024)  
3 Mr. Sunil Dave - Managing Director w.e.f 2nd September, 2024  
4 Mr. Satish Chavan - Chairman (w.e.f 24th January, 2025)  
5 Mr. Santosh Amberkar - Director ceased to be a Director with effect from 25th July, 2024)  
6 Mr. Veeresh Devaramani - Director (ceased to be a Director w.e.f 15th January, 2025)  
7 Ms. Trupti Mudholkar - Director w.e.f 25th July, 2024  
8 Ms. Rupa Devi Singh - Independent Director  
9 Mr. Jyotiprakash Panda - Director w.e.f 23rd April, 2024  
10 Mr. Aditya Agarwal - Director (ceased to be a Director w.e.f 23rd April, 2024)  
11 Mr. Avinash Nimbalkar - Director w.e.f 11th March, 2025  
12 Mr. Feby Koshy - Director w.e.f 15th January, 2025  
13 Mr. Krishnaraj Nair - Chief Financial Officer  
14 Mr. Ajay Kadhao - Company Secretary

(₹ in lakh)

B)	Transaction during the year	For the Year ended 31st March, 2025	For the Year ended 31st March, 2024
1	<b>Services Paid/(Received)</b>		
	Maharashtra State Electricity Transmission Company Limited	78.83	72.22
	JSW Global Business Solutions Limited	14.98	10.60
	JSW Jaigarh Port Limited	8.97	-
2	<b>Sale of materials</b>		
	JSW Energy Limited	3.96	-
	JSW Energy (Barmer) Limited	-	16.22
	JSW Energy (Utkal) Limited [Formerly known as Ind-Barath Energy (Utkal) Limited]	-	242.19
3	<b>Rent Paid/(received)</b>		
	JSW Energy Limited	0.01	0.01
4	<b>Dividend Paid</b>		
	Maharashtra State Electricity Transmission Company Limited	1,430.00	1,787.50
	JSW Energy Limited	4,070.00	5,087.50
5	<b>Reimbursement received from / (paid to)</b>		
	JSW Energy Limited	(27.49)	(19.16)
6	<b>Donations/CSR Expenses</b>		
	JSW Foundation	75.70	71.00

(₹ in lakh)

B)	Remuneration to key managerial personnel	For the Year ended 31st March, 2025	For the Year ended 31st March, 2024
1	Short-term benefits	37.00	31.97
2	Post-employment benefits	1.30	1.59
3	Share-based payments	13.80	8.61
4	Sitting fees	7.67	6.25
	<b>Total</b>	<b>59.77</b>	<b>48.42</b>

Note:

The above figures does not include provisions for gratuity, group mediclaim, group personal accident and compensated absences as the same is determined at the Company level and is not determined for select individuals.

Amount in ₹ lakh

C)	Closing Balances	For the Year ended 31st March, 2025	For the Year ended 31st March, 2024
1	<b>Equity share capital held by</b>		
	JSW Energy Limited	10,175.00	10,175.00
	Maharashtra State Electricity Transmission Company Limited	3,575.00	3,575.00
2	<b>Trade (Payables) / Receivables</b>		
	Maharashtra State Electricity Transmission Company Limited	(0.19)	(17.82)
	JSW Energy Limited	(24.07)	(6.75)
	JSW Global Business Solution Limited	(1.79)	(0.82)
	JSW Jaigarh Port Limited	0.90	-
3	<b>Deposit Given</b>		
	JSW Energy Limited	50.00	50.00

Note:

i) No amounts in respect of related parties have been written off / written back during the year, nor has any provision been made for doubtful debts / receivables during the year.

ii) Related party transactions have been disclosed on basis of value of transactions in terms of the respective contracts.

iii) Terms and conditions of sales and purchases: the sales and purchases transactions among the related parties are in the ordinary course of business based on normal commercial terms, conditions, market rates and memorandum of understanding signed with the related parties. For the year ended 31st March, 2025, the Company has not recorded any loss allowances for transactions between the related parties.

# JAIGAD POWERTRANSCO LIMITED

## NOTES FORMING PART OF FINANCIAL STATEMENTS

### 33 Operating segment:

The managing director of the Company has been identified as the Chief Operating Decision Maker (CODM) as defined by Ind AS 108, Operating Segments. The CODM evaluates the Company's performance and allocates resources based on an analysis of various performance indicators, however only for one segment viz. "Transmission Services". Hence the Company does not have any reportable Segments as per Indian Accounting Standard 108 "Operating Segments".

### 34 Contingency Reserve:

During the year Company has set aside an amount of ₹ 139.00 lakh (Previous year ₹ 139.00 lakh) as 'Contingency Reserve' to be used for the purpose of future losses, which may arise from uninsured risks, or as determined by the board as per Clause 50.7 of MERC (Terms and Conditions of Tariff) Regulations, 2005.

### 35 Contingent liabilities & Commitments:

There are no contingent liabilities & capital commitments as at 31st March, 2025 and 31st March, 2024.

### 36 Other statutory information:

1) The Company does not have any benami property, where any proceeding has been initiated or pending against the Company for holding any benami property.

2) The Company does not have any immovable properties (other than properties where the Company is the lessee and the lease agreements are duly executed in favor of the lessee) whose title deeds are not held in the name of the company.

3) The Company does not have any transactions with companies struck off.

4) The Company does not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.

5) The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.

6) 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.

7) 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.

8) The Company does not have 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.

9) The Company has complied with the number of layers prescribed under clause (87) of Section 2 of the Act read with the Companies (Restriction on number of Layers) Rules, 2017.

10) The quarterly returns or statements of current assets filed by the Company with banks or financial institutions are in agreement with the books of accounts.

37 The Company is yet to receive balance confirmations in respect of certain financial assets & financial liabilities. The Management does not expect any material difference affecting the current year's financial statements due to the same.

38 Previous year's figure has been re-grouped/ re-arranged, wherever necessary to conform to current year's classification.

### Signatures to notes to accounts 1-28

For and on behalf of the Board of Directors

Satish Chavan  
Director  
DIN: 05210333

Sunil Dave  
Managing Director  
DIN: 10761585

Place: Mumbai  
Date: 7th May 2025

Ajay Kadhao  
Company Secretary

Krishnaraj Nair  
Chief Financial Officer