

Price Waterhouse Chartered Accountants LLP

Independent Auditor's Report

To the Members of Solapur Transmission Limited

Report on the Audit of the Financial Statements

Opinion

1. We have audited the accompanying financial statements of Solapur Transmission Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2025, and the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year then ended, and notes to the financial statements, including material accounting policy information and other explanatory information.
2. 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 accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2025, and total comprehensive income (comprising of profit and other comprehensive income), changes in equity and its cash flows for the year then ended.

Basis for Opinion

3. 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 together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information

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

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



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Price Waterhouse (a Partnership Firm) converted into Price Waterhouse Chartered Accountants LLP (a Limited Liability Partnership with LLP identity no: LLPIN AAC-5001) with effect from July 25, 2014. Post its conversion to Price Waterhouse Chartered Accountants LLP, its ICAI registration number is 012754N/NS00016 (ICAI registration number before conversion was 012754N)

Price Waterhouse Chartered Accountants LLP

INDEPENDENT AUDITOR'S REPORT

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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 in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Responsibilities of management and those charged with governance for the financial statements

5. 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, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Indian 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.
6. In preparing the financial statements, Board of Directors 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 Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.
7. Those Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's responsibilities for the audit of the financial statements

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



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9. As part of an audit in accordance with SAs, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
 - Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
 - Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
 - Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
 - Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
10. 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.

Report on other legal and regulatory requirements

11. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Act, we give in the Annexure B a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
12. 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.



Price Waterhouse Chartered Accountants LLP

INDEPENDENT AUDITOR'S REPORT

To the Members of Solapur Transmission Limited

Report on Audit of the Financial Statements

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- (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, except for the matters stated in paragraph 12(h)(vi) below on reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 (as amended).
- (c) The Balance Sheet, the Statement of Profit and Loss (including other comprehensive income), the Statement of Changes in Equity and the Statement of Cash Flows dealt with by this Report are in agreement with the books of account.
- (d) In our opinion, the aforesaid financial statements comply with the Indian Accounting Standards specified under Section 133 of the Act.
- (e) On the basis of the written representations received from the directors as on March 31, 2025, taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2025, from being appointed as a director in terms of Section 164(2) of the Act.
- (f) With respect to the maintenance of accounts and other matters connected therewith, reference is made to our remarks in paragraph 12(b) above on reporting under Section 143(3)(b) and paragraph 12(h)(vi) below on reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 (as amended).
- (g) With respect to the adequacy of the internal financial controls with reference to financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in Annexure A.
- (h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014 (as amended), in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company does not have any pending litigations which would impact its financial position.
 - ii. The Company was not required to recognise a provision as at March 31, 2025 under the applicable law or Indian Accounting Standards, as it does not have any material foreseeable losses on long-term contract. The Company did not have any derivative contracts as at March 31, 2025.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company during the year ended March 31, 2025.
 - iv. (a) The management has represented that, to the best of its knowledge and belief, as disclosed in Note 33(I)(g) to the financial statements, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other persons or entities, including foreign entities ("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 (Refer Note 33(I)(g) to the financial statements);



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- (b) The management has represented that, to the best of its knowledge and belief, as disclosed in the Note 33(I)(g) to the financial statements, no funds have been received by the Company from any persons or entities, including foreign entities ("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 (Refer Note 33(I)(g) to the financial statements); and
- (c) Based on such audit procedures that we considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (a) and (b) contain any material misstatement.
- v. The Company has not declared or paid any dividend during the year.
- vi. Based on our examination, which included test checks, the Company has used an accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and that has been operating throughout the year for all relevant transactions recorded in the software at application level and has been operating from March 10, 2025 for capturing changes made by certain users with specific access at application level and at database level except that audit log of modification at database level does not capture pre-modified values. Further, during the course of our audit, except the aforesaid instances, we did not notice any instance of audit trail feature being tampered with or not preserved as per the statutory requirements for record retention (Refer Note 34 to the financial statements).
13. The provisions of Section 197 read with Schedule V to the Act are applicable to the Company. However, the Company has not paid/provided any managerial remuneration during the year.

For Price Waterhouse Chartered Accountants LLP
Firm Registration Number: 012754N/N500016



Hirak Patwa
Partner
Membership Number: 128990

UDIN: 25128990BMOYHJ7346
Place: Ahmedabad
Date: May 08, 2025

Price Waterhouse Chartered Accountants LLP

Annexure A to Independent Auditor's Report

Referred to in paragraph 12(g) of the Independent Auditor's Report of even date to the members of Solapur Transmission Limited on the financial statements as of and for the year ended March 31, 2025

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Report on the Internal Financial Controls with reference to Financial Statements under clause (i) of sub-section 3 of Section 143 of the Act

1. We have audited the internal financial controls with reference to financial statements of Solapur Transmission Limited ("the Company") as of March 31, 2025 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

2. 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 components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting ("the Guidance Note") 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.

Auditor's Responsibility

3. Our responsibility is to express an opinion on the Company's internal financial controls with reference to financial statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing specified 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 with reference to financial statements was established and maintained and if such controls operated effectively in all material respects.
4. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system with reference to financial statements and their operating effectiveness. Our audit of internal financial controls with reference to financial statements included obtaining an understanding of internal financial controls with reference to financial statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.
5. 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 with reference to financial statements.



Price Waterhouse Chartered Accountants LLP

Annexure A to Independent Auditor's Report

Referred to in paragraph 12(g) of the Independent Auditor's Report of even date to the members of Solapur Transmission Limited on the financial statements as of and for the year ended March 31, 2025

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Meaning of Internal Financial Controls with reference to financial statements

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

Inherent Limitations of Internal Financial Controls with reference to financial statements

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

Opinion

8. In our opinion, the Company has, in all material respects, adequate internal financial controls system with reference to financial statements and such internal financial controls with reference to financial statements were operating effectively as at March 31, 2025, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note issued by ICAI.

For Price Waterhouse Chartered Accountants LLP
Firm Registration Number: 012754N/N500016



Hirak Patwa
Partner
Membership Number: 128990

UDIN: 25128990BMOYHJ7346
Place: Ahmedabad
Date: May 08, 2025

Price Waterhouse Chartered Accountants LLP

Annexure B to Independent Auditors' Report

Referred to in paragraph 11 of the Independent Auditors' Report of even date to the members of Solapur Transmission Limited on the financial statements as of and for the year ended March 31, 2025
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In terms of the information and explanations sought by us and furnished by the Company, and the books of account and records examined by us during the course of our audit, and to the best of our knowledge and belief, we report that:

- i. (a) (A) The Company does not have any Property, Plant and Equipment and accordingly, reporting under clause 3(i)(a)(A) of the Order is not applicable to the Company.

(B) The Company does not have any Intangible assets and accordingly, reporting under clause 3(i)(a)(B) of the Order is not applicable to the Company.
- (b) The Company does not have any Property, Plant and Equipment and accordingly, reporting under clause 3(i)(b) of the Order is not applicable to the Company.
- (c) The Company does not own any immovable properties. Accordingly, reporting under clause 3(i)(c) of the Order is not applicable to the Company.
- (d) The Company does not have any Property, Plant and Equipment (including Right of Use assets) and intangible assets and accordingly, reporting under clause 3(i)(d) of the Order is not applicable to the Company.
- (e) No proceedings have been initiated on or are pending against the Company for holding benami property under the Prohibition of Benami Property Transactions Act, 1988 (as amended in 2016) (formerly the Benami Transactions (Prohibition) Act, 1988 (45 of 1988)) and Rules made thereunder, and therefore the question of our commenting on whether the Company has appropriately disclosed the details in the financial statements does not arise.
- ii. (a) The Company did not have any inventory during the year or as at year end. Accordingly, reporting under clause 3(ii)(a) of the Order is not applicable to the Company.
- (b) During the year, the Company has not been sanctioned working capital limits in excess of Rs. 5 crores, in aggregate from banks and financial institutions on the basis of security of current assets and accordingly, the question of our commenting on whether the quarterly returns or statements are in agreement with the unaudited books of account of the Company does not arise.
- iii. The Company has not made any investments, granted secured/ unsecured loans/advances in nature of loans, or stood guarantee, or provided security to any parties. Therefore, the reporting under clause 3(iii), (iii)(a), (iii)(b), (iii)(c), (iii)(d), (iii)(e) and (iii)(f) of the Order are not applicable to the Company.
- iv. The Company has not granted any loans or made any investments or provided any guarantees or security to the parties covered under Sections 185 and 186. Therefore, the reporting under clause 3(iv) of the Order are not applicable to the Company.



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Referred to in paragraph 11 of the Independent Auditors' Report of even date to the members of Solapur Transmission Limited on the financial statements as of and for the year ended March 31, 2025

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- v. The Company has not accepted any deposits or amounts which are deemed to be deposits referred in Sections 73, 74, 75 and 76 of the Act and the Rules framed there under.
- vi. The Central Government of India has not specified the maintenance of cost records under sub-section (1) of Section 148 of the Act for any of the services of the Company. Accordingly, reporting under clause 3(vi) of the Order is not applicable to the Company.
- vii. (a) In our opinion, the Company is regular in depositing the undisputed statutory dues, including goods and services tax, income tax, and other statutory dues, as applicable, with the appropriate authorities.
(b) There are no statutory dues referred to in sub-clause (a) which have not been deposited on account of any dispute.
- viii. There are no transactions previously unrecorded in the books of account that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.
- ix. (a) The Company has not defaulted in repayment of loans or other borrowings or in the payment of interest to any lender during the year.
(b) On the basis of our audit procedures, we report that the Company has not been declared Wilful Defaulter by any bank or financial institution or government or any government authority.
(c) In our opinion, the term loans have been applied for the purposes for which they were obtained. (Also, refer Note 11 to the financial statements)
(d) According to the information and explanations given to us, and the procedures performed by us, and on an overall examination of the financial statements of the Company, the Company has not raised funds on short-term basis. Accordingly, reporting under clause 3(ix)(d) of the Order is not applicable to the Company.
(e) According to the information and explanations given to us and procedures performed by us, we report that the Company did not have any subsidiaries, joint ventures or associate companies during the year. Accordingly, reporting under clause 3(ix)(e) of the Order is not applicable to the Company.
(f) According to the information and explanations given to us and procedures performed by us, we report that the Company did not have any subsidiaries, joint ventures or associate companies during the year. Accordingly, reporting under clause 3(ix)(f) of the Order is not applicable to the Company.
- x. (a) The Company has not raised any money by way of initial public offer or further public offer (including debt instruments) during the year. Accordingly, the reporting under clause 3(x)(a) of the Order is not applicable to the Company.
(b) The Company has not made any preferential allotment or private placement of shares or fully or partially or optionally convertible debentures during the year. Accordingly, the reporting under clause 3(x)(b) of the Order is not applicable to the Company.



Price Waterhouse Chartered Accountants LLP

Annexure B to Independent Auditors' Report

Referred to in paragraph 11 of the Independent Auditors' Report of even date to the members of Solapur Transmission Limited on the financial statements as of and for the year ended March 31, 2025

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- 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 practices in India, we have neither come across any instance of material fraud by the Company or on the Company, noticed or reported during the year, nor have we been informed of any such case by the Management.
- (b) During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, a report under Section 143(12) of the Act, in Form ADT-4, as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 was not required to be filed with the Central Government. Accordingly, the reporting under clause 3(xi)(b) of the Order is not applicable to the Company.
- (c) During the course of our examination of the books and records of the Company carried out in accordance with the generally accepted auditing practices in India, and as represented to us by the management, no whistle-blower complaints have been received during the year by the Company. Accordingly, the reporting under clause 3(xi)(c) of the Order is not applicable to the Company.
- xii. As the Company is not a Nidhi Company and the Nidhi Rules, 2014 are not applicable to it, the reporting under clause 3(xii) of the Order is not applicable to the Company.
- xiii. The Company has entered into transactions with related parties in compliance with the provisions of Section 188 of the Act. The details of related party transactions have been disclosed in the financial statements as required under Indian Accounting Standard 24 "Related Party Disclosures" specified under Section 133 of the Act. Further, the Company is not required to constitute an Audit Committee under Section 177 of the Act and, accordingly, to this extent, the reporting under clause 3(xiii) of the Order is not applicable to the Company.
- xiv. In our opinion, the Company does not have an internal audit system and is not required to have an internal audit system as per provisions of the Act.
- xv. In our opinion, the Company has not entered into any non-cash transactions with its directors or persons connected with him. Accordingly, the reporting on compliance with the provisions of Section 192 of the Act under clause 3(xv) of the Order is 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 reporting under clause 3(xvi)(a) of the Order is not applicable to the Company.
- (b) The Company has not conducted non-banking financial / housing finance activities during the year. Accordingly, the reporting under clause 3(xvi)(b) of the Order is not applicable to the Company.
- (c) The Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Accordingly, the reporting under clause 3(xvi)(c) of the Order is not applicable to the Company.



Price Waterhouse Chartered Accountants LLP

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Referred to in paragraph 11 of the Independent Auditors' Report of even date to the members of Solapur Transmission Limited on the financial statements as of and for the year ended March 31, 2025
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- (d) In our opinion, the Group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016) has one CICs as part of the Group.
- xvii. The Company has not incurred any cash losses in the financial year and had incurred cash losses of Rs. 1.05 lakhs in the immediately preceding financial year.
- xviii. There has been no resignation of the statutory auditors during the year and accordingly the reporting under clause 3(xviii) of the Order is not applicable.
- xix. On the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements, 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 the Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date will get discharged by the Company as and when they fall due.
- xx. The provisions relating to Corporate Social Responsibility under Section 135 of the Act are not applicable to the Company. Accordingly, reporting under clause 3(xx) of the Order is not applicable to the Company.
- xxi. As stated in Note 33(I)(e) to the Financial Statements, the Company does not have subsidiaries or joint ventures or associate companies and does not prepare Consolidated Financial Statements. Accordingly, the reporting under clause 3(xxi) of the Order is not applicable to the Company.

For Price Waterhouse Chartered Accountants LLP
Firm Registration Number: 012754N/N500016

Hirak Patwa
Partner
Membership Number: 128990

UDIN: 25128990BMOYHJ7346
Place: Ahmedabad
Date: May 08, 2025

SOLAPUR TRANSMISSION LIMITED**Balance sheet as at March 31, 2025**

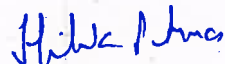
	Notes	As at March 31, 2025	(₹ in lakhs) As at March 31, 2024
ASSETS			
Non-current assets			
Capital work-in-progress	4	-	631.81
Other non-current assets	5	7,803.86	-
Total Non Current Assets		7,803.86	631.81
Current assets			
Financial Assets			
Cash and cash equivalents	6	96.13	1.00
Other financial assets	7	2.78	23.26
Other current assets	8	4.13	-
Total Current Assets		103.04	24.26
Total Assets		7,906.90	656.07
EQUITY AND LIABILITIES			
Equity			
Equity share capital	9	1.00	1.00
Other equity	10	124.20	(1.05)
Total Equity		125.20	(0.05)
Liabilities			
Non-current liabilities			
Financial liabilities			
Borrowings	11	6,893.36	596.36
Deferred tax liabilities (net)	20	48.38	-
Total Non-Current Liabilities		6,941.74	596.36
Current liabilities			
Financial liabilities			
Trade payables	12	-	-
Total outstanding dues of micro and small enterprises		1.09	0.54
Total outstanding dues other than micro and small enterprises		816.53	2.62
Other financial liabilities	13	22.34	56.60
Other current liabilities	14	839.96	59.76
Total Current Liabilities		839.96	59.76
Total Equity and Liabilities		7,906.90	656.07

See accompanying notes forming part of the financial statements

In terms of our report attached

For Price Waterhouse Chartered Accountants LLP

Firm Registration Number : 012754N / N500016


Hiral Patwa
Partner

Membership No.: 128990

Place: Ahmedabad

Date : May 8, 2025

For and on behalf of the Board of Directors


Naimesh Shah
Director
DIN: 06461602

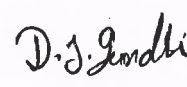
Place: Ahmedabad

Date: May 8, 2025


Hemang Shah
Director
DIN: 10126706

Place : Ahmedabad

Date: May 8, 2025


Darshan Gandhi
Chief Executive Officer

Place : Ahmedabad

Date: May 8, 2025


Krunalkumar Panchal
Chief Financial Officer

Place: Ahmedabad

Date: May 8, 2025


Dimpi Changela
Company Secretary

Place: Ahmedabad

Date: May 8, 2025



SOLAPUR TRANSMISSION LIMITED
Statement of Profit And Loss for the year ended March 31, 2025

(₹ in lakhs)

	Notes	Year ended March 31, 2025	Period commencing from December 14, 2023 ("date of incorporation") to March 31, 2024
Income			
Revenue from operations	15	4,426.33	-
Total income		<u>4,426.33</u>	<u>-</u>
Expenses			
Construction Costs	16	4,023.94	-
Employee benefits expense	17	5.64	-
Finance costs	18	163.89	-
Other expenses	19	12.97	1.05
Total expenses		<u>4,206.44</u>	<u>1.05</u>
Profit/(loss) before tax for the year/period		219.89	(1.05)
Tax expense			
Current tax		-	-
Deferred tax	20	60.02	-
		<u>60.02</u>	<u>-</u>
Profit for the year/period		159.87	(1.05)
Basic and diluted earnings/(loss) per share of face value of ₹10 each (in ₹)	24	1,598.70	(10.50)

See accompanying notes forming part of the financial statements

In terms of our report attached

For Price Waterhouse Chartered Accountants LLP
Firm Registration Number : 012754N / N500016

Hirak Patwa

Hirak Patwa
Partner
Membership No.: 128990

Place: Ahmedabad
Date : May 8, 2025

For and on behalf of the Board of Directors

Naimesh Shah

Naimesh Shah
Director
DIN: 06461602

Place: Ahmedabad
Date: May 8, 2025

Hemang Shah

Hemang Shah
Director
DIN: 10126706

Place: Ahmedabad
Date: May 8, 2025

Darshan Gandhi

Darshan Gandhi
Chief Executive Officer

Place : Ahmedabad
Date: May 8, 2025

Krunal Kumar Panchal

Krunalkumar Panchal
Chief Financial Officer

Place: Ahmedabad
Date: May 8, 2025

Dimpi Changela

Dimpi Changela
Company Secretary

Place: Ahmedabad
Date: May 8, 2025



SOLAPUR TRANSMISSION LIMITED**Statement of cash flows for the year ended March 31, 2025**

(₹ in lakhs)

Period commencing from
December 14, 2023
("date of incorporation")
to March 31, 2024

Notes	Year ended March 31, 2025	
Cash flow from operating activities		
Profit/(loss) before tax for the year/period	219.89	(1.05)
Adjustments for :		
Finance costs	18	163.89
Operating profit/(loss) before working capital changes		383.78
Movement in working capital:		(1.05)
Adjustments for decrease / (increase) in operating assets/liabilities:		
Other financial assets	7	20.48
Other non current assets	5	(3.41)
Other current assets	8	(4.13)
Trade payables	12	0.55
Other financial liabilities	13	2.79
Other liabilities	14	(34.26)
Cash generated from operations		365.80
Taxes paid (net)		-
Net cash generated from operating activities		365.80
Cash flow from investing activities		
Payments for constructions costs including capital advances		(6,423.18)
Net cash (used in) investing activities		(6,423.18)
Cash flow from financing activities		
Proceeds from issue of Share capital		-
Share issue expenses		(46.26)
Proceeds of long-term borrowings		6,297.00
Finance costs paid		(98.23)
Net cash generated from financing activities		6,152.51
Net increase in cash and cash equivalents		95.13
Cash and cash equivalents as at beginning of the year/period		1.00
Cash and cash equivalents as at end of the year/period		96.13

See accompanying notes forming part of the financial statements

Footnotes:

	As at March 31, 2025	(₹ in lakhs) As at March 31, 2024
1 Cash and cash equivalents as at end of the year/period		
Balances with banks		
Balance in current accounts	96.13	1.00
	96.13	1.00
2 The statement of cash flow has been prepared under the 'Indirect Method' set out in Indian Accounting Standards (Ind AS) - 7 "Statement of Cash Flows".		
3 For net debt reconciliation refer note 11		

See accompanying notes forming part of the financial statements

In terms of our report attached

For Price Waterhouse Chartered Accountants LLP
Firm Registration Number : 012754N / N500016Hirak Patwa
Partner
Membership No.: 128990Place: Ahmedabad
Date : May 8, 2025

For and on behalf of the Board of Directors

Naimesh Shah
Director
DIN: 06461602Place: Ahmedabad
Date: May 8, 2025Hemang Shah
Director
DIN: 10126706Place: Ahmedabad
Date: May 8, 2025Darshan Gandhi
Chief Executive OfficerPlace: Ahmedabad
Date: May 8, 2025Krunal Kumar Panchal
Chief Financial OfficerPlace: Ahmedabad
Date: May 8, 2025Dimpri Changela
Company SecretaryPlace: Ahmedabad
Date: May 8, 2025

SOLAPUR TRANSMISSION LIMITED**Statement of changes in equity for the year ended on March 31, 2025****A. Equity Share Capital [Refer note 9]**

(₹ in lakhs)

Balance as at April 1, 2024	1.00
Add : Issued during the year	-
Balance as at March 31, 2025	1.00
Balance as at December 14, 2023	-
Add : Issued during the period	1.00
Balance as at March 31, 2024	1.00

B. Other equity [Refer note 10]

(₹ in lakhs)

Reserves and surplus**Retained earnings**

Balance as at April 01, 2024	(1.05)
Profit for the year	159.87
Other comprehensive income for the year	-
Total comprehensive income for the year	159.87
Share issue expenses (net of deferred taxes)	(34.62)
Balance as at March 31, 2025	124.20
Balance as at December 14, 2023	-
Loss for the period	(1.05)
Balance as at March 31, 2024	(1.05)

See accompanying notes forming part of the financial statements

In terms of our report attached

For Price Waterhouse Chartered Accountants LLP

Firm Registration Number : 012754N / N500016

**Hirak Patwa**

Partner

Membership No.: 128990

Place: Ahmedabad

Date : May 8, 2025

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

Director

DIN: 06461602

Place : Ahmedabad

Date: May 8, 2025

**Hemang Shah**

Director

DIN: 10126706

Place : Ahmedabad

Date: May 8, 2025

**Darshan Gandhi**

Chief Executive Officer

Place : Ahmedabad

Date: May 8, 2025

**Krunalkumar Panchal**

Chief Financial Officer

Place: Ahmedabad

Date: May 8, 2025

**Dimpi Changela**

Company Secretary

Place: Ahmedabad

Date: May 8, 2025



SOLAPUR TRANSMISSION LIMITED

Notes forming part of the financial statements for the year ended March 31, 2025

Note: 1.1 General information

Solapur Transmission Limited ("the Company") was incorporated on December 14, 2023 as a wholly owned subsidiary of PFC Consulting Limited. The Company is domiciled in India and is incorporated under the provisions of the Companies Act applicable in India. The Company has been incorporated to develop "Transmission System for Evacuation of Power from RE Projects in Solapur (1500 MW) SEZ in Maharashtra" for the purpose of transmission of electricity on Build, Own, Operate & Transfer (BOOT) basis in accordance with the terms and conditions set forth in a transmission service agreement ("TSA") entered on March 20, 2024 in accordance with the provisions of the Electricity Act, 2003.

On March 20, 2024, Torrent Power Limited acquired 100% shares of the Company from PFC Consulting Limited (Refer Note 25) and, the Company became a wholly owned subsidiary of Torrent Power Limited. The registered office of the Company is located at "Samanvay"600, Tapovan, Ambawadi, Ahmedabad - 380015, India.

Note: 1.2 New standards or interpretations adopted by the Company

The Ministry of Corporate Affairs vide notification dated 9 September 2024 and 28 September 2024 notified the Companies (Indian Accounting Standards) Second Amendment Rules, 2024 and Companies (Indian Accounting Standards) Third Amendment Rules, 2024, respectively, which amended/ notified certain accounting standards (see below), and are effective for annual reporting periods beginning on or after 1 April 2024:

- Insurance contracts - Ind AS 117; and
- Lease Liability in Sale and Leaseback – Amendments to Ind AS 116

These amendments did not have any material impact on the amounts recognised in prior periods and are not expected to significantly affect the current or future periods.

Note: 2 Material accounting policies

2.1 Basis of preparation:

a) Compliance with Ind AS:

The financial statements are in compliance, in all material aspects, with Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013 (the Act) read with the [Companies (Indian Accounting Standards) Rules, 2015] and other relevant provisions of the Act and rules made thereunder.

As prescribed by the Ind AS, if the particular Ind AS is not in conformity with the applicable laws, the provisions of the said law shall prevail and financial statements shall be prepared in conformity with such laws. Consequently, the Company has applied this norm while preparing the financial statements.

b) Historical cost convention:

The financial statements have been prepared on the historical cost basis except for following which have been measured at fair value:

- Certain financial assets and liabilities is measured at fair value

All assets and liabilities have been classified as current or non-current as set out in the Schedule III (Division II) to the Companies Act, 2013



SOLAPUR TRANSMISSION LIMITED

Notes forming part of the financial statements for the year ended March 31, 2025

2. 2 Revenue recognition:

Revenue from contracts with consumers is recognized when the control of the goods or services is transferred to the consumer at an amount that reflects the consideration which the company expects to be entitled in exchange for those goods or services.

Service concession arrangements :

The Company will be operating and maintaining the power transmission system, including sub-station, which is constructed to provide services for a specified period in accordance with the TSA entered in to with Central Transmission Utility ("CTU").

The Company does not have the right to control the use of the project assets, and these are required to be transferred to the CTU at the end of the TSA, hence the Company has not accounted for the project assets as property, plant and equipment and instead accounted for the same in accordance with Service Concession Arrangement under Appendix D to Ind AS 115.

The Company will have an unconditional right to receive consideration in cash after Scheduled Commercial Operation Date ("SCOD") as per the TSA entered with CTU.

In accordance with para 16 of the Appendix D to Ind AS 115, wherein rights to receive consideration from the grantor for providing services is to be recognized as "financial assets" after SCOD. Finance income for Service Concession Arrangement under Finance assets model is recognized using effective interest method.

Contract Assets:

A contract asset is the right to consideration in exchange for services transferred to the customer. If the entity performs by transferring services to a customer before the customer pays consideration or before payment is due, a contract asset is recognized for the earned consideration that is conditional. Contract assets are transferred to services concession agreement receivables when the rights become unconditional.

2. 3 Borrowing costs :

As per para 22 of Appendix D to Ind AS 115, borrowing costs attributable to the arrangement shall be recognised as an expense in the period in which they are incurred. The Company is recognizing service concession arrangement under financial asset model as specified under paragraph 16 of Appendix D to Ind AS 115, and hence it has recognised the borrowing costs as an expense in the Statement of Profit and Loss in the year/period in which it is incurred.

2. 4 Cash and cash equivalents:

For the purpose of presentation in the statement of cash flows, cash and cash equivalents include balances with banks.

2. 5 Employee benefit expenses

Defined contribution plans

Contributions to retirement benefit plans in the form of provident fund, pension scheme and superannuation schemes as per regulations are charged as an expense on an accrual basis when employees have rendered the service. The Company has no further payment obligations once the contributions have been paid.

Defined benefits plans and other long-term employee benefits obligations

Post retirement benefits of the employee will be borne by Torrent Power Limited (Holding Company) and accordingly no expenses have been recognized in statement of profit and loss.



SOLAPUR TRANSMISSION LIMITED

Notes forming part of the financial statements for the year ended March 31, 2025

2. 6 Taxation:

Income tax expense represents the sum of the tax currently payable and deferred tax:

Current Tax

The tax currently payable is based on taxable income for the year in accordance with the provisions of the Income Tax Act, 1961. Taxable profit differs from 'profit before tax' as reported in the statement of profit and loss because of items of income or expenses that are taxable or deductible in other years and items that are never taxable or deductible. Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and considers whether it is probable that a taxation authority will accept an uncertain tax treatment. The Company measures its tax balances either based on the most likely amount or the expected value, depending on which method provides a better prediction of the resolution of the uncertainty.

Advance taxes and provisions for current income taxes are offset when there is a legally enforceable right to offset and balance arises with same tax authority.

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, unused tax losses and unused tax credits to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilised.

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 realized, 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.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances relate to the same taxation authority.

Deferred tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, the tax is also recognised in other comprehensive income or directly in equity, respectively.

2. 7 Earnings per share:

Basic earnings per share is computed by dividing the profit / (loss) attributable to owners of the Company by the weighted average number of equity shares outstanding during the year/period.

Diluted EPS is computed by adjusting the figures used in the determination of basic EPS to take into account:

- After tax effect of interest and other financing costs associated with dilutive potential equity shares.
- The weighted average number of additional equity shares that would have been outstanding assuming the conversion of all dilutive potential equity shares.



SOLAPUR TRANSMISSION LIMITED

Notes forming part of the financial statements for the year ended March 31, 2025

2.8 Provisions:

A provision is recognized when the company has a present obligation as a result of past events, and it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made.

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 year/period, considering 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).

2.9 Financial instruments:

(i) Financial assets:

a. Classification and measurement of financial assets

The Company has classified and measured its financial assets at amortised cost.

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

b. Initial measurement

Financial assets are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets (other than financial assets at fair value through profit or loss) are added to or deducted from the fair value of the financial assets, as appropriate, on initial recognition. Transaction costs that are directly attributable to the acquisition or issue of financial assets at fair value through profit or loss are recognised immediately in profit or loss.

c. Subsequent measurement

Subsequent measurement categories into which the debt instruments are classified as below:

• Amortised cost:

Assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest are measured at amortised cost. Interest income from these financial assets is included in finance income using the effective interest rate method. Any gain or loss arising on derecognition is recognised directly in profit or loss and presented in other gains/(losses). Impairment losses are presented as separate line item in the statement of profit and loss.

d. Impairment of financial assets

The Company assesses on a forward looking basis the expected credit losses associated with its financial assets carried at amortised cost. The impairment methodology applied depends on whether there has been a significant increase in credit risk.

For trade receivables or any contractual right to receive cash or another financial asset that result from transactions that are within the scope of Ind AS 115 only, the Company follows 'simplified approach' for recognition of impairment loss and always measures the loss allowance at an amount equal to lifetime expected credit losses.



SOLAPUR TRANSMISSION LIMITED

Notes forming part of the financial statements for the year ended March 31, 2025

e. Derecognition of financial assets

A financial asset (or, where applicable, a part of a financial asset or part of a group of similar financial assets) is primarily derecognised (i.e. removed from the entity's balance sheet) when:

- The rights to receive cash flows from the asset have expired, or
- The Company has transferred its rights to receive cash flows from the asset

When the company has transferred an asset, the Company evaluates whether it has transferred substantially all risks and rewards of ownership of the financial asset. In such cases, the financial assets is derecognised. Where the entity has not transferred substantially all risks and rewards of ownership of the financial asset, the financial asset is not derecognised.

Where the company has neither transferred a financial asset nor retains substantially all risks and rewards of ownership of financial asset, the financial asset is derecognised, if the Company has not retained control over the financial asset. Where the Company retains control of the financial asset, the asset is continued to be recognised to the extent of continuing involvement in the financial asset.

(ii) Financial liabilities

The Company's financial liabilities include borrowings, trade and other payables.

a. Classification

All the Company's financial liabilities are measured at amortized cost.

b. Initial measurement

Financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the issue of financial liabilities are deducted from the fair value of the financial liabilities, as appropriate, on initial recognition.

c. Subsequent Measurement

Financial liabilities subsequently measured at amortised cost using the Effective Interest Rate method.

The Effective Interest Rate Method (EIR) 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 transaction costs and other premiums or discounts) through the expected life of the financial liability.

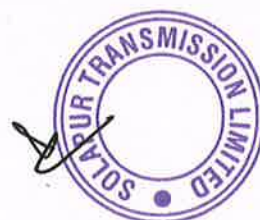
d. Derecognition of financial liabilities

The Company derecognises financial liabilities when, and only when its obligations are discharged, cancelled or have expired. An exchange between company and the 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. The difference between the carrying amount of the financial liability derecognised and the consideration paid and payable is recognised in profit or loss.

2. 10 Leases :

As a lessee :

Payments associated with leases of low value assets or short term leases are recognised on a straight line basis over the lease term as an expense in Statement of Profit and Loss.



SOLAPUR TRANSMISSION LIMITED

Notes forming part of the financial statements for the year ended March 31, 2025

2. 11 Contributed Equity

An equity instrument is defined as any contract that represents a residual interest in the assets of an entity after deducting all its liabilities. Additionally, the transaction costs associated with an equity transaction should be accounted for in other equity.

2. 12 Amount presented and rounding off:

All amounts in the financial statements and notes have been presented in ₹ Lacs rounded to two decimals as per the requirement of Schedule III of the Companies Act, 2013, unless otherwise stated.

Note: 3 Critical accounting judgements and key sources of estimation uncertainty.

In the course of applying the policies outlined in all notes under note 2 above, the management of 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.

Such estimates and associated assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized 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.

The areas involving critical estimate or judgement are:

Pursuant to application of Ind AS 115, Appendix D "Service Concession Arrangement", the company has followed financial assets model for measurement and recognition of service concession receivables based on future cash flows of the project.



SOLAPUR TRANSMISSION LIMITED

Notes forming part of the financial statements for the year ended March 31, 2025

Note 4 : Capital work-in-progress

As at March 31, 2025

(Rs. in Lakhs)

Particulars	As at 1st April, 2024	Additions during the year	Capitalised during the year	Adjustment (Refer footnote 1 below)	As at March 31, 2025
Capital work-in-progress	631.81	-	-	(631.81)	-
Total	631.81	-	-	(631.81)	-

As at March 31, 2024

(Rs. in Lakhs)

Particulars	As At December 14, 2023	Additions during the period	Capitalised during the period	Adjustment	As At March 31, 2024
Capital work-in-progress	-	631.81	-	-	631.81
Total	-	631.81	-	-	631.81

Footnote:

- The Company was granted the electricity transmission license vide Petition No. 146/TL/2024 of CERC dated June 23, 2024, and basis assessment of terms of the Transmission Service Agreement, determined that this arrangement is a Service Concession Arrangement under Appendix D to Ind AS 115. The Company has in line with para 11 of Appendix D to Ind AS 115 which states that "Infrastructure within the scope of this Appendix shall not be recognised as property, plant and equipment of the operator because the contractual service arrangement does not convey the right to control the use of the public service infrastructure to the operator" derecognised the capital work-in-progress as of June 23, 2024 and classified the same under Contract Assets under Service Concession Arrangements in note 5 to the financial statements.
- Capital work-in-progress includes borrowing costs of Rs. Nil Lakhs (Rs. 3.38 lakhs for March 31, 2024) directly attributable to acquisition of qualifying assets in accordance with Ind AS 23 "Borrowing Costs".
- Ageing table for capital-work-in progress (CWIP):
As at March 31, 2024

Rs. In Lakhs

Particular	Amount of Capital-Work-in Progress of	
	Less than 1 year	Total
Projects in progress	631.81	631.81
Projects temporarily suspended	-	-
Total	631.81	631.81

There was no capital work-in-progress, whose completion is overdue or has exceeded its cost compared to its original plan as of March 31, 2024.



SOLAPUR TRANSMISSION LIMITED

Notes forming part of the financial statements for the year ended March 31, 2025

Note 5 : Other non-current assets

	As at March 31, 2025	(Rs. in Lakhs) As at March 31, 2024
Capital advances	2,745.70	-
Prepaid expenses	3.41	-
Contract Assets under Service Concession Arrangement (Refer Note 30 and footnote below)	5,054.75	-
	<u>7,803.86</u>	<u>-</u>

Footnote:

Contract assets are initially recognized for revenue earned from construction project contracts, as receipt of consideration is conditional on successful completion of project. Upon completion and successful commissioning of the project, the amounts recognised as contract assets are reclassified to Financial Asset - Receivable under Service Concession Arrangements.

Note 6 : Cash and cash equivalents

	As at March 31, 2025	(Rs. in Lakhs) As at March 31, 2024
Balances with banks		
Balance in current accounts	96.13	1.00
	<u>96.13</u>	<u>1.00</u>

Note 7 : Other current financial assets

	As at March 31, 2025	(Rs. in Lakhs) As at March 31, 2024
Security deposits	2.04	-
Amount recoverable from PFC Consulting Limited (Refer note 32)	-	23.26
Employee advances	0.74	-
	<u>2.78</u>	<u>23.26</u>

Note 8 : Other current assets

	As at March 31, 2025	(Rs. in Lakhs) As at March 31, 2024
Advances for goods and services	0.98	-
Prepaid expenses	3.15	-
	<u>4.13</u>	<u>-</u>



SOLAPUR TRANSMISSION LIMITED

Notes forming part of the financial statements for the year ended March 31, 2025

Note 9 : Equity Share Capital

	(₹ in lakhs)	
	As at March 31, 2025	As at March 31, 2024
Authorised		
5,00,00,000 equity shares of Rs. 10 each (10,000 Equity shares of Rs. 10 each as on March 31, 2024)	5,000.00	1.00
	<u>5,000.00</u>	<u>1.00</u>
Issued, subscribed and paid up		
10,000 equity shares of Rs. 10 each	1.00	1.00
	<u>1.00</u>	<u>1.00</u>

Footnotes:

1. Reconciliation of the shares outstanding at the beginning and at the end of the reporting year/period :

	No. of shares As at March 31, 2025	No. of shares As at March 31, 2024
Outstanding at the beginning of the year/period	10,000	-
Subscribed during the year/period	-	10,000
Outstanding at the end of the year/period	<u>10,000</u>	<u>10,000</u>

2. 10,000 equity shares of ₹ 10 each fully paid up are held by holding company - Torrent Power Limited jointly with nominees.

3. Terms / Rights attached to equity shares :

The Company has only one class of equity shares having par value of Rs. 10 per share. Each holder of equity shares is entitled to one vote per share. The Company declares and pays dividends in Indian rupees. The dividend, if any, proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend.

In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

4. Details of shareholders holding more than 5% shares in the Company :

Name of the Shareholder	As at March 31, 2025		As at March 31, 2024	
	No. of Shares	% of Holding	No. of Shares	% of Holding
Torrent Power Limited (Jointly with nominee)	10,000	100%	10,000	100%

5. Details of shareholding of Promoters in the Company :

Particulars	As at March 31, 2025			As at March 31, 2024		
	No. of shares	% of total shares	% changes during the year	No. of shares	% of total shares	% changes during the period
Torrent Power Limited (Jointly with nominee)	10,000	100.00%	-	10,000	100.00%	100.00%

Note 10 : Other equity

	(₹ in lakhs)	
	As at March 31, 2025	As at March 31, 2024
Reserves and surplus		
Retained earnings		
Opening Balance	(1.05)	-
Profit/(loss) for the year/period	159.87	(1.05)
Share issue expenses (net of tax of Rs. 11.64 Lakhs)	(34.62)	-
Closing Balance	<u>124.20</u>	<u>(1.05)</u>

Footnotes:

The retained earning reflects the profit/(loss) of the company earned till date net of appropriations. The amount that can be distributed by the Company as dividends to its equity shareholders is determined based on the balance in this reserve, after considering the requirements of the Companies Act, 2013.



SOLAPUR TRANSMISSION LIMITED

Notes forming part of the financial statements for the year ended March 31, 2025

Note 11 : Non-current borrowings

	As at March 31, 2025	(₹ in lakhs) As at March 31, 2024
Term loans		
Loans from related parties - 8.50 % Loans taken from parent company (Refer note 25)	6,893.36	596.36
	<u>6,893.36</u>	<u>596.36</u>

Footnotes:

1. Loan taken from Parent Company is repayable after the expiry of moratorium period of 1 year from the date of commercial operation date of the project and then repayable in 60 quarterly installment in tenure of 15 years.
2. Undrawn loan from Parent Company based on approval limit is ₹ 30,806.64 lakhs as at March 31, 2025 and ₹ 103.64 lakhs as at March 31, 2024.
3. Proceeds from term loans raised during the year have been utilized for the purposes for which it was obtained.

Net debt reconciliation :

This section sets out an analysis of net debt and the movement in net debt for the period presented.

	As at March 31, 2025	(₹ in lakhs) As at March 31, 2024
Cash and cash equivalents	96.13	1.00
Non-current borrowings (including interest accrued but not due)	(6,961.64)	(598.98)
	<u>(6,865.51)</u>	<u>(597.98)</u>

	Other assets Cash and cash equivalents	Liabilities from financing activities Non-current borrowings	Total
Net balance as at April 01, 2024	1.00	(598.98)	(597.98)
Cash flows	95.13	(6,297.00)	(6,201.87)
Interest expense	-	(163.89)	(163.89)
Interest paid (net of TDS)*	-	98.23	98.23
Net balance as at March 31, 2025	<u>96.13</u>	<u>(6,961.64)</u>	<u>(6,865.51)</u>
Net balance as at December 14, 2023			
Cash flows	1.00	(596.36)	(595.36)
Interest expense	-	(3.39)	(3.39)
Interest paid (net of TDS)*	-	0.77	0.77
Net balance as at March 31, 2024	<u>1.00</u>	<u>(598.98)</u>	<u>(597.98)</u>

*Netted off by tax deducted at source amounting to Rs. 16.39 lakhs (March 31, 2024: Rs. 0.34 lakhs)



SOLAPUR TRANSMISSION LIMITED

Notes forming part of the financial statements for the year ended March 31, 2025

Note 12 : Current trade payables

	As at March 31, 2025	(₹ in lakhs) As at March 31, 2024
Trade payables for goods and services	-	-
Total outstanding dues of micro and small enterprises	-	-
Total outstanding dues other than micro and small enterprises	1.09	0.54
	<u>1.09</u>	<u>0.54</u>
Refer Note 28 for ageing of Trade payables		

Note 13 : Other current financial liabilities

	As at March 31, 2025	(₹ in lakhs) As at March 31, 2024
Interest accrued but not due on loans	68.28	2.62
Payables for construction costs [^]	745.46	-
Sundry payables (including for employees related payables)	2.79	-
	<u>816.53</u>	<u>2.62</u>

[^]includes amounts payable to Micro and small enterprises (Refer note 22) of Rs. 33.20 Lacs (March 31, 2024 Rs. Nil)**Note 14 : Other current liabilities**

	As at March 31, 2025	(₹ in lakhs) As at March 31, 2024
Statutory dues (includes tax deducted at source)*	22.34	56.60
	<u>22.34</u>	<u>56.60</u>

*Includes ₹ 1.29 lakhs of PF contribution payable through Torrent Power Limited towards employees on deputation.



SOLAPUR TRANSMISSION LIMITED**Notes forming part of the financial statements for the year ended March 31, 2025****Note 15 : Revenue from operations**

(₹ in lakhs)

**Year ended
March 31, 2025**Period commencing from
December 14, 2023
("date of incorporation")
to March 31, 2024

Revenue from contracts with customers

Revenue under Service Concession Arrangement

4,426.33

-

4,426.33

-

For disclosures related to Service concession under Appendix E to Ind AS 115 "Revenue from Contracts with customer" refer note 30.

Note 16 : Construction Costs

(₹ in lakhs)

**Year ended
March 31, 2025**Period commencing from
December 14, 2023
("date of incorporation")
to March 31, 2024

Procurement of Land

1,039.02

-

Cost of Materials Procured

2,392.48

-

Costs of Services Received

561.17

-

Employee benefit expenses allocated to construction costs

31.27

-

4,023.94

-



SOLAPUR TRANSMISSION LIMITED**Notes forming part of the financial statements for the year ended March 31, 2025****Note 17 : Employee benefits expense**

	Year ended March 31, 2025	(₹ in lakhs) Period commencing from December 14, 2023 ("date of incorporation") to March 31, 2024
Salaries, wages and bonus	33.21	-
Contribution to provident and other funds	2.99	-
Employees welfare expenses	0.71	-
	36.91	-
Less: Allocated to Construction Costs (Refer Note 16)	31.27	-
	5.64	-

Note 18 : Finance costs

	Year ended March 31, 2025	(₹ in lakhs) Period commencing from December 14, 2023 ("date of incorporation") to March 31, 2024
Interest expense for financial liabilities classified as amortised cost		
Loan from Parent Company (Refer note 25)	163.89	3.39
	163.89	3.39
Less: Allocated to capital work-in-progress (Refer note 4)	-	3.39
	163.89	-

Note 19 : Other expenses

	Year ended March 31, 2025	(₹ in lakhs) Period commencing from December 14, 2023 ("date of incorporation") to March 31, 2024
Rent and hire charges (Refer note 31)	2.48	-
Advertisement Expenses	-	9.42
Manpower Charges (Footnote 1 below)	-	22.20
Electricity expenses	0.04	-
Auditors remuneration [Refer note 23]	1.18	0.59
Legal, professional and consultancy fees	7.51	592.17
Miscellaneous expenses	1.76	5.10
	12.97	629.48
Less: Allocated to capital work-in-progress (Refer note 4)	-	(628.43)
	12.97	1.05

Footnotes:

1 Manpower charges includes cost for employees posted at PFC Consulting Limited which are charged by PFCCL on the basis of cost to company based on actual time spent by the manpower for the Company as per invoice raised by PFCCL. This also includes manpower charges of Mr. Milind M. Dafade, Chairman (upto March 22, 2024), Rs. 1.03 lakhs, Mr. Naveen Kumar, Director (upto March 20, 2024) Rs. 2.62 lakhs and of Mr. Rishab Jain, Director (upto March 20, 2024) Rs. 0.6 lakhs.

2 Refer Note 32 for expenses charged by PFC Consulting Limited during the previous period.



SOLAPUR TRANSMISSION LIMITED

Notes forming part of the financial statements for the year ended March 31, 2025

Note 20: Income tax expense**(a) Income tax expense recognised in statement of profit and loss**

(₹ in lakhs)

	Year ended March 31, 2025	Period commencing from December 14, 2023 ("date of incorporation") to March 31, 2024
Deferred tax		
Decrease / (increase) in deferred tax assets	(41.25)	-
(Decrease) / increase in deferred tax liabilities	101.27	-
Income tax expense	60.02	-

(b) Reconciliation of income tax expense

(₹ in lakhs)

	Year ended March 31, 2025	Period commencing from December 14, 2023 ("date of incorporation") to March 31, 2024
Profit before tax	219.89	-
Expected income tax expense calculated using tax rate at 25.168% (Previous year - 25.168%)	55.34	-
Adjustment to reconcile expected income tax expense to reported income tax expense:		
Effect of:		
Expenditure not deductible under Income Tax Act	4.68	-
Total expense as per statement of profit and loss	60.02	-

The tax rate used for the reconciliations given above is the actual / enacted corporate tax rate payable by corporate entities in India on taxable profits under the Indian tax law.



SOLAPUR TRANSMISSION LIMITED

Notes forming part of the financial statements for the year ended March 31, 2025

Note 20: Income tax expense**(c) Deferred tax balances****(1) The following is the analysis of deferred tax assets / (liabilities) presented in the balance sheet**

	As at March 31, 2025 (101.27)	(₹ in lakhs) As at March 31, 2024 -
Deferred tax liabilities		
Deferred tax assets	52.89	-
	<u>(48.38)</u>	<u>-</u>

(2) Movement of deferred tax assets / (liabilities)

Deferred tax assets / (liabilities) in relation to the year ended March 31, 2025

	Opening balance	Recognised in profit or loss	Recognised in OCI	Recognised in equity	(₹ in lakhs) Closing balance
Deferred tax liabilities					
Contract Assets under Service Concession Arrangement	-	(101.27)	-	-	(101.27)
	-	(101.27)	-	-	(101.27)
Deferred tax assets					
Share Issue Expenses	-	-	-	11.64	11.64
Expenses to be claimed in future years	-	41.25	-	-	41.25
	-	41.25	-	11.64	52.89
	-	(60.02)	-	11.64	(48.38)



SOLAPUR TRANSMISSION LIMITED

Notes forming part of the financial statements for the year ended March 31, 2025

Note 21: Capital and other commitments

(₹ in lakhs)

As at March 31, 2025	As at March 31, 2024
-------------------------	-------------------------

Estimated amount of contracts remaining to be executed on capital account and not provided for (net of advances)

Construction Costs

32,965.19

32,965.19

-

-

Note 22: Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act, 2006)

Micro and small enterprises under the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act, 2006) have been determined based on the information available with the Company and the required disclosures are given below :

(₹ in lakhs)

As at March 31, 2025	As at March 31, 2024
-------------------------	-------------------------

- (a) Principal amount remaining unpaid
- (b) Interest due thereon
- (c) The amount of interest paid along with the amounts of the payment made to the supplier beyond the appointed day during each accounting year
- (i) Principal amounts paid to the suppliers beyond the appointed day during the year
- (ii) Interest paid under section 16 of the MSMED Act, to the suppliers, beyond the appointed day during the year
- (d) The amount of interest due and payable for the year (where the principal has been paid but interest under the MSMED Act, 2006 not paid)
- (e) The amount of interest accrued and remaining unpaid [b+d]
- (f) The amount of further interest due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise, for the purpose of disallowance as a deductible expenditure under section 23.

33.20

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Note 23: Auditors Remuneration

(₹ in lakhs)

Year ended March 31, 2025	Period commencing from December 14, 2023 ("date of incorporation") to March 31, 2024
------------------------------	--------------------------------------------------------------------------------------------------

As audit fees (including taxes)

1.18

1.18

0.59

0.59



SOLAPUR TRANSMISSION LIMITED

Notes forming part of the financial statements for the year ended March 31, 2025

Note 24: Earnings/(loss) per share

	Year ended March 31, 2025	Period commencing from December 14, 2023 ("date of incorporation") to March 31, 2024
Basic earnings/(loss) per share (₹)	1,598.70	(10.50)

Basic and diluted earnings/(loss) per share

The earnings and weighted average number of equity shares used in the calculation of basic earnings/(loss) per share are as follows:

	Year ended March 31, 2025	Period commencing from December 14, 2023 ("date of incorporation") to March 31, 2024
Profit/(loss) for the year/period used in calculation of basic earning per share (₹ in lakhs)	159.87	(1.05)
Weighted average number of equity shares	10,000	10,000
Nominal value of equity shares (₹)	10	10

The Company does not have any dilutive potential ordinary shares and therefore diluted earnings per share is the same as basic earnings per share.



SOLAPUR TRANSMISSION LIMITED**Notes forming part of the financial statements for the year ended March 31, 2025****Note 25: Related party disclosures****A. Names of related parties and description of relationship:**

1. Entities having joint control over the Ultimate Parent Company	Mehta Family Trust 1, Mehta Family Trust 2, Mehta Family Trust 3, Mehta Family Trust 4 (W.e.f March 20, 2024)
2. Ultimate Parent Company	Torrent Investments Limited (formerly Torrent Investments Private Limited) (W.e.f March 20, 2024) Power Finance Corporation Limited (Upto March 19, 2024)
3. Parent Company	Torrent Power Limited (W.e.f March 20, 2024) PFC Consulting Limited (Upto March 19, 2024)
4. Key management personnel	Mr. Milind M. Dafade (from December 14, 2023 upto March 22, 2024) Mr. Rishabh Jain (from December 14, 2023 upto March 20, 2024) Mr. Naveen Kumar (from December 14, 2023 upto March 20, 2024) Mr. Sudhir Prasad (w.e.f. March 20, 2024) Mr. Naimesh Shah (w.e.f March 20, 2024) Mr. Hemang Shah (w.e.f March 20, 2024)

B. Related party transactions:

Nature of transactions	(₹ in lakhs)	
	Parent Company	Parent Company
	Year ended March 31, 2025	Period commencing from December 14, 2023 ("date of incorporation") to March 31, 2024
Nature of transactions		
Rent Expense	0.92	-
Torrent Power Limited	0.92	-
Interest Expense on loan	163.89	3.39
Torrent Power Limited	163.89	2.91
PFC Consulting Limited	-	0.48
Manpower Charges	-	22.20
PFC Consulting Limited	-	22.20
Advertisement Expenses	-	9.42
PFC Consulting Limited	-	9.42
Legal, professional and consultancy fees	-	592.17
PFC Consulting Limited	-	592.17
Reimbursement of Expenses	0.80	5.09
Torrent Power Limited	0.80	-
PFC Consulting Limited	-	5.09
Loans received	6,297.00	596.36
Torrent Power Limited	6,297.00	596.36



SOLAPUR TRANSMISSION LIMITED

Notes forming part of the financial statements for the year ended March 31, 2025

C. Related party balances:

	(₹ in lakhs)	
	Parent Company	Parent Company
	As at March 31, 2025	As at March 31, 2024
Balances at the end of the year/period		
Other Financial Assets	0.04	-
Torrent Power Limited	0.04	-
Non-Current Borrowings	6,893.36	596.36
Torrent Power Limited	6,893.36	596.36
Other financial liabilities	69.08	2.62
Interest accrued but not due	68.28	2.62
Sundry Payables	0.80	-
Other financial assets	-	23.26
PFC Consulting Limited (Refer note 32)	-	23.26

D. Terms and conditions of outstanding balances:

The transactions with related parties are made in the normal course of business on terms equivalent to those that prevails in arm's length transactions. Outstanding balances as at year/period end are unsecured.



SOLAPUR TRANSMISSION LIMITED**Notes forming part of the financial statements for the year ended March 31, 2025****Note 26: Financial instruments and risk review****(a) Capital management**

The Company manages its capital structure in a manner to ensure that it will be able to continue as a going concern while optimising the return to stakeholders through the appropriate debt and equity balance.

The Company's capital structure is represented by equity (comprising share capital and retained earnings as detailed in notes 9 and 10) and debt from parent company (borrowings as detailed in note 11).

The Company's management reviews the capital structure of the Company on an annual basis. As part of this review, the management considers the cost of capital and the risks associated with each class of capital.

Gearing ratio

The gearing ratio at end of the reporting period/year is as follows :

	As at March 31, 2025	As at March 31, 2024
Debt	6,893.36	596.36
Total equity	173.58	(0.05)
Debt to equity ratio	39.71	(11,927.20)

Footnotes :

1 Debt is defined as all long term debt outstanding.

2 Total equity is defined as equity share capital + all reserve + Deferred Tax Liabilities - Deferred Tax Assets.

(b) Categories of financial instruments

(₹ in lakhs)

	As at March 31, 2025		As at March 31, 2024	
	Carrying value	Fair value	Carrying value	Fair value
Financial assets				
Measured at amortised cost				
Cash and cash equivalents	96.13	96.13	1.00	1.00
Other financial assets	2.78	2.78	23.26	23.26
	98.91	98.91	24.26	24.26
Financial liabilities				
Measured at amortised cost				
Borrowings	6,893.36	6,893.36	596.36	596.36
Trade Payables	1.09	1.09	0.54	0.54
Other financial liabilities	816.53	816.53	2.62	2.62
	7,710.98	7,710.98	599.52	599.52

Footnotes:

1 The carrying amounts of trade payable, other financial assets, other financial liabilities and cash and cash equivalents are considered to be the same as its fair value due to its short term nature.

2 Borrowings carries the interest rates that are variable in nature and hence carrying value is considered as same as fair value.



SOLAPUR TRANSMISSION LIMITED

Notes forming part of the financial statements for the year ended March 31, 2025

Note 26: Financial instruments and risk review

(c) Fair value measurement

The fair value hierarchy is based on inputs to valuation techniques that are used to measure fair value that are either observable or unobservable and consists of the following three levels:

- Level 1 : Quoted (unadjusted) market prices in active markets for identical assets or liabilities.
- Level 2 : Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable.
- Level 3 : Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

(d) Financial risk management objectives

The Company's principal financial liabilities comprise borrowing, trade and other payables. The main purpose of these financial liabilities is to finance the Company's operations, routine as well as project capital expenditure. The Company's principal financial assets include cash and cash equivalents and other financial assets that it derives directly from its operations.

The Company's activities expose it to a variety of financial risks viz interest rate risk, liquidity risk, credit risk etc. The Company's primary focus is to foresee the unpredictability of financial markets and seek to minimize potential adverse effects on its financial performance. The Company's senior management oversees the management of these risks. It advises on financial risks and the appropriate financial risk governance framework for the Company.

Interest rate risk

The Company's borrowings are on a floating rate of interest. The Company has exposure to interest rate risk, arising principally on changes in Marginal Cost of Funds based Lending Rate (MCLR). The Company uses a mix of interest rate sensitive financial instruments to manage the liquidity and fund requirements for its day to day operations.

The following table provides a break-up of the Company's floating rate borrowings:

	As at March 31, 2025	As at March 31, 2024
Floating rate borrowings	6,893.36	596.36
	<u>6,893.36</u>	<u>596.36</u>

Interest rate risk sensitivity:

The below mentioned sensitivity analysis is based on the exposure to interest rates for floating rate borrowings. For this it is assumed that the amount of the floating rate liability outstanding at the end of the reporting period was outstanding for the whole year. If interest rates had been 50 basis points higher or lower, other variables being held constant, following is the impact on profit/(loss) before tax .

	Year ended March 31, 2025	Year ended March 31, 2024
Impact on profit before tax - increase in 50 basis	(34.47)	(2.98)
Impact on profit before tax - decrease in 50 basis	34.47	2.98



SOLAPUR TRANSMISSION LIMITED

Notes forming part of the financial statements for the year ended March 31, 2025

Note 26: Financial instruments and risk review (Cont.)

Liquidity risk

Liquidity risk is the risk that the Company is unable to meet its obligations as they fall due because it has inadequate funding or is unable to liquidate its assets. The Company manages liquidity risk by preparing cash flow forecasts and by ensuring it has sufficient funding to meet its forecast cash demands.

Credit Risk

The Company is having balances in cash and cash equivalents and other financial assets. The balances in cash and cash equivalents is with scheduled banks with high credit rating and other financial assets pertains to security deposits which have perceived low credit risk of default.

Maturities of financial liabilities:

The following tables detail the Company's remaining contractual maturity for its financial liabilities with agreed repayment periods. The tables have been drawn up based on the undiscounted cash flows of financial liabilities based on the earliest date on which the Company can be required to pay.

As at March 31, 2025

	Less than 1 year	Between 1 year and 5 years	5 years and above	(₹ in lakhs) Total
Financial liabilities				
Non current financial liabilities				
Borrowings		1,378.68	5,514.68	6,893.36
	-	1,378.68	5,514.68	6,893.36
Current financial liabilities				
Borrowings (including interest accrued)	68.28	-	-	68.28
Trade payables	1.09	-	-	1.09
Other financial liabilities	748.25	-	-	748.25
	817.62	-	-	817.62
Total financial liabilities	817.62	1,378.68	5,514.68	7,710.98

As at March 31, 2024

	Less than 1 year	Between 1 year and 5 years	5 years and above	(₹ in lakhs) Total
Financial liabilities				
Non current financial liabilities				
Borrowings	-	596.36	-	596.36
	-	596.36	-	596.36
Current financial liabilities				
Borrowings (including interest accrued)	2.62	-	-	2.62
Trade payables	0.54	-	-	0.54
	3.16	-	-	3.16
Total financial liabilities	3.16	596.36	-	599.52



SOLAPUR TRANSMISSION LIMITED

Notes forming part of the financial statements for the year ended March 31, 2025

Note 27: Operating segments

The Chief Operating Decision Maker (CODM) evaluates the Company's performance and applies the resources to whole of the Company's business viz. "Transmission of Power". Hence the Company does not have any reportable segment as per Ind AS - 108 "Operating Segments". The Company's operations are wholly confined within India and as such there is no reportable geographical information.

Note 28: Ageing schedule for Trade Payables**Current trade payables:**

As at March 31, 2025

Particulars	Outstanding for following periods from due date of payment						Total
	Unbilled	Not due	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Undisputed dues							
- MSME	-	-	-	-	-	-	-
- Others	1.09	-	-	-	-	-	1.09
Disputed dues							
- MSME	-	-	-	-	-	-	-
- Others	-	-	-	-	-	-	-
Total	1.09	-	-	-	-	-	1.09

As at March 31, 2024

Particulars	Outstanding for following periods from due date of payment						Total
	Unbilled	Not due	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Undisputed dues							
- MSME	-	-	-	-	-	-	-
- Others	0.54	-	-	-	-	-	0.54
Disputed dues							
- MSME	-	-	-	-	-	-	-
- Others	-	-	-	-	-	-	-
Total	0.54	-	-	-	-	-	0.54



SOLAPUR TRANSMISSION LIMITED

Notes forming part of the financial statements for the year ended March 31, 2025

Note 29: Financial Ratios

Particulars	As at March 31, 2025	As at March 31, 2024	Variance (%)	Remarks for variation more than 25%
(a) Current Ratio	0.12	0.41	-69.78%	Variation due to increase in payable for property, plant and equipment.
(b) Debt-Equity Ratio	39.71	(11,927.20)	-100.33%	Increased due to increase in debt during the current year.
(c) Debt Service Coverage Ratio	2.34	-	100.00%	Since interest was capitalised in previous period, this ratio was not computed.
(d) Return on Equity Ratio	184.26%	-2100.00%	108.77%	Increased significantly due to increase in profit during the current period.
(e) Net capital turnover Ratio	(6.01)	-	100.00%	Increase due to revenue during the current year.
(f) Net profit Ratio	3.61%	-	100.00%	Increase due to revenue during the current year.
(g) Return on Capital employed	5.43%	-0.18%	100.00%	Increase due to revenue during the current year.
(h) Return on investment	8.96%	-0.16%	-5714.07%	Increased significantly due to increase in profit during the current period.

Footnote:

- 1 Further, Inventory turnover Ratio, Trade Receivables turnover Ratio and Trade Payables turnover Ratio are not applicable since the Company has not started its operations.

Explanations to items included in computing the above ratios:

(a) Current Ratio	Numerator Denominator	Current Assets Current Liabilities
(b) Debt-Equity Ratio	Numerator Denominator	Total Debt Shareholder's Equity

Total Debt = All long term debt outstanding

Shareholder's Equity = Equity share capital + all reserves + deferred tax liabilities – deferred tax assets.

(c) Debt Service Coverage Ratio	Numerator Denominator	Profit after tax + Deferred tax + Interest on debt Principal repayment of debt + Interest on debt
---------------------------------	--------------------------	------------------------------------------------------------------------------------------------------

(d) Return on Equity Ratio	Numerator Denominator	Profit for the year Average Shareholder's Equity
----------------------------	--------------------------	-----------------------------------------------------

Average Shareholder's Equity = Share Capital + Reserves and surplus + Deferred Tax liability (net)

(e) Net capital turnover Ratio	Numerator Denominator	Revenue from operations Current assets - Current Liabilities
--------------------------------	--------------------------	-----------------------------------------------------------------

(f) Net profit Ratio	Numerator Denominator	Profit after tax Revenue from operations
----------------------	--------------------------	---------------------------------------------

(g) Return on Capital employed	Numerator	Earning before interest and taxes
	Denominator	Share Capital + Reserves and surplus + Deferred Tax liability (net) + All long term debt outstanding

(h) Return on investment	Numerator Denominator	Earning before interest and taxes Average Total Assets
--------------------------	--------------------------	-----------------------------------------------------------



SOLAPUR TRANSMISSION LIMITED**Notes forming part of the financial statements for the year ended March 31, 2025****Note 30: Service concession arrangement (SCA)****Disclosure under Appendix E to Ind AS 115****(a) Description of the concession arrangement**

The Company has entered into a Transmission Service Agreement ("TSA") dated March 20, 2024 with Central Transmission Utility of India ("CTU") to develop "Transmission System for Evacuation of Power from RE Projects in Solapur (1500 MW) SEZ in Maharashtra" for the purpose of transmission of electricity on Build, Own, Operate & Transfer (BOOT) basis. The Company has received the transmission license with effect from June 23, 2024, and basis assessment of terms of the TSA, determined that this arrangement is a Service Concession Arrangement under Appendix D to Ind AS 115.

(b) Significant terms of the concession arrangement.

Terms	Particulars
Period of arrangement	The period of the TSA is 35 years from the Scheduled Commercial Operation date. The initial term of the transmission license is 25 years from its grant date (June 23, 2024) which is further extendable upto expiry of the TSA which is 35 years from the Scheduled Commercial Operation date as per the Central Electricity Regulatory Commission's order.
Rights of the arrangement	The entity is entitled to receive fixed monthly transmission charges over the period of TSA and is also entitled to variable consideration on the basis of line availability of the transmission network.
Obligations under the arrangement	The Company is obliged to build own, operate and transfer transmission lines, substations, transformers, reactors, and other related infrastructure necessary for the transmission of electricity for the period of 35 years from the SCOD. Further at the end of the concession period (35 years), the Company is obligated to transfer the project assets to CTU or its successors at zero cost and free from any encumbrance and liability.

(c) Renewal and Termination Options:

In order to continue the Project beyond the expiry of the Transmission License, the entity shall be obligated to make an application to the Commission at least two years before the date of expiry of the Transmission License, seeking the Central Electricity Regulatory Commission's approval for the extension of the term of the Transmission License up to the expiry date of TSA (i.e, 35 years from SCOD).

(d) Classification of Service Arrangement

(₹ in lakhs)

Particulars	As at March 31, 2025	As at March 31, 2024
Contract Assets under Service Concession Arrangements (Refer Note-5)	5,054.75	-

Note 31: Leases

This note provides information for leases where the Company is a lessee:

Expense relating to Lease of Low Value Assets (Refer note - 19)

Year ended
March 31, 2025

Period commencing from
December 14, 2023
("date of incorporation")
to March 31, 2024

2.48

2.48



SOLAPUR TRANSMISSION LIMITED

Notes forming part of the financial statements for the year ended March 31, 2025

Note 32: Expenses charged by PFC Consulting Limited during previous period

The Government of India, Ministry of Power, vide its gazette Notification No CG-DL-E-18052023-245946 dated April 27, 2023 had notified PFC Consulting Limited ("PFCCL") to be the Bid Process Coordinator for the purpose of selection of Bidder as Transmission Service Provider to establish Inter-State transmission scheme "Transmission System for Evacuation of Power from RE Projects in Solapur (1500 MW) SEZ in Maharashtra" through tariff based competitive bidding process (herein referred to as "Project").

In accordance with the Bidding Guidelines, PFCCL had initiated a Bid Process through issuance of Request for proposal ("RFP") documents for selecting a Successful Bidder to build, own, operate and transfer the Project. PFCCL had incorporated the Company on December 14, 2023 ("date of incorporation") and held 100% shares of the total issued and paid-up equity share capital of the Company along with its nominees. PFCCL has initiated the development of the Project and has obtained survey report, certain clearances, consents and permits as specified in the RFP regarding the Project.

Pursuant to the Bid Process, Torrent Power Limited ("TPL") has been identified as the Selected Bidder vide Letter of Intent dated February 26, 2024, issued by PFCCL in favor of the Selected Bidder.

TPL has acquired 100% shares of the paid-up share capital of the Company vide the Share Purchase Agreement dated March 20, 2024 ("SPA") with PFCCL. Pursuant to this the Company became a wholly owned subsidiary of TPL and ceased to be a subsidiary of PFCCL.

The Company has incurred expenses which are mainly allocated by PFCCL. Direct Expenditures related to Independent Transmission Project ("ITP") are allocated on 100% basis and common expenditure are allocated based on sharing of services between various ITPs.

Pursuant to above, PFC Consulting Limited has charged the following expenditure to the Company:

Particulars	(₹ in lakhs)	Total (₹ in lakhs)
Advertisement Expenses		9.42
Manpower Charges		22.20
Legal, professional and consultancy fees:		
- Consultancy Charges	590.00	
- Legal and filing fees	0.03	
- Professional charges	0.02	
- Other consulting charges	1.82	
- Audit Fees	0.30	592.17
Other Miscellaneous expenses		
- Outsourcing expenses	1.02	
- Other Admin Expenses	3.91	
- Preliminary expenses	0.16	5.09
Interest expenses		0.48
Total		629.36
Less: Tax deducted at source		56.26
Balance Payable to PFCCL		573.10

Pursuant to SPA above payable of Rs. 573.10 lakhs to PFCCL was paid by Torrent Power Limited to PFCCL. TPL has also made additional payment of Rs. 23.26 lakhs to PFCCL which is considered as recoverable from PFCCL by the Company and was disclosed in Note 6 as Other financial assets as of March 31, 2024 which has been received during the current year. The aggregate amount of Rs. 596.36 lakhs was disclosed in Note 10 as Non-current Borrowings from TPL as of March 31, 2024.



SOLAPUR TRANSMISSION LIMITED

Notes forming part of the financial statements for the year ended March 31, 2025

Note 33(I) Other regulatory information required by Schedule III

a) Details of benami property held

No proceedings have been initiated on or are pending against the Company for holding benami property under the Prohibition of Benami Property Transactions Act, 1988 (as amended in 2016) (formerly the Benami Transactions (Prohibition) Act, 1988 (45 of 1988)) and Rules made there under during the year ended March 31, 2025 and during the period ended March 31, 2024.

b) Borrowing secured against current assets

The Company has not obtained borrowings from banks or financial institutions on the basis of security of current assets and accordingly there is no requirement of submitting the quarterly returns or statements of current assets.

c) Wilful defaulter

The Company has not been declared Wilful Defaulter by any bank or financial institution or government or any government authority during the year ended March 31, 2025 and during the period ended March 31, 2024.

d) Relationship with struck off companies

The Company does not have any transactions with the companies struck off under section 248 of the Companies Act, 2013 or section 560 of the Companies Act, 1956 during the year ended March 31, 2025 and during the period ended March 31, 2024.

e) Compliance with number of layers of companies

The Company does not hold interest in subsidiary, associate and joint venture during the year ended March 31, 2025 and during the period ended March 31, 2024. Hence the restrictions on the number of layers prescribed under the Companies Act, 2013, read with the Companies (Restriction on number of layers) Rules, 2017 is not applicable to the company.

f) Compliance with approved scheme(s) of arrangements

The Company has not entered into any scheme of arrangement approved by the Competent Authority in terms of sections 230 to 237 of the Companies Act, 2013 during the year ended March 31, 2025 and during the period ended March 31, 2024.

g) Utilisation of borrowed funds and share premium

During the year ended March 31, 2025 and during the period ended March 31, 2024, the Company has not advanced or loaned or invested funds (either borrowed funds or share premium or kind of funds) to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding (whether recorded in writing or otherwise) that the Intermediary shall:

- 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 to or on behalf of the ultimate beneficiaries.

During the year ended March 31, 2025 and during the period ended March 31, 2024, 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:

- 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.

h) Undisclosed Income

During the year ended March 31, 2025 and during the period ended March 31, 2024, the Company has not surrendered or disclosed as income any transactions not recorded in the books of accounts in the course of tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961).

i) Details of crypto currency or virtual currency

The Company has not invested or traded in Crypto Currency or Virtual Currency during the year ended March 31, 2025 and during the period ended March 31, 2024.

Note 33(II) Other regulatory information

a) Registration of charges or satisfaction with Registrar of Companies

There are no charges or satisfactions which were to be registered with the Registrar of Companies during the year ended March 31, 2025 and during the period ended March 31, 2024.

b) Utilisation of borrowings availed from banks and financial institutions

The Company has not obtained the borrowings from banks and financial institutions during the year ended March 31, 2025 and during the period ended March 31, 2024.

Note 33(III) The Company has not granted loans or advance in nature of loans to promoters, directors, KMPs and other related parties (as defined under Companies Act, 2013), either severally or jointly with any other person.

Note 33(IV) Provision related to Corporate Social responsibility under section 135 of Companies Act, 2013 is not applicable to the Company.



SOLAPUR TRANSMISSION LIMITED

Notes forming part of the financial statements for the year ended March 31, 2025

Note 34: Audit Trail in Accounting Software

The Company has been using SAP ERP as a book of accounts. While SAP audit logging has been enabled from the beginning of the year and captures all the changes made in the audit log as per SAP note no 3042258 version 7 dated March 06, 2024. However, changes made using certain privileged access with debug functionality for capturing "old value" and "new value" of changes made was configured on 10th March 2025.

After thorough testing and validation of tolerable impact on performance of SAP system, the audit trail at Database level was configured on March 27, 2024. Due to standard database functionality of HANA DB, while changes made are logged in the database, it does not capture "old value" of changes made. This is SAP related issue and management is working towards resolving the same with the vendor. As a part of privileged access management, Company has implemented ARCON make PAM (Privileged Access Management System) suite. This PAM system provides access based on need/approval and does the video recording of all activities carried out by privileged user. This is a secondary control implemented to mitigate the risk associated with HANA database.

Note 35: Approval of financial statements

The financial statements were approved for issue by the board of directors on May 8, 2025 for the year ended March 31, 2025.

Signature to Note 1 to 35

In terms of our report attached

For Price Waterhouse Chartered Accountants LLP
Firm Registration Number : 012754N / N500016



Hirak Patwa
Partner
Membership No.: 128990

Place: Ahmedabad
Date : May 8, 2025

For and on behalf of the Board of Directors



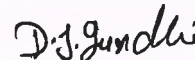
Naimesh Shah
Director
DIN: 06461602

Place: Ahmedabad
Date: May 8, 2025



Hemang Shah
Director
DIN: 10126706

Place : Ahmedabad
Date: May 8, 2025



Darshan Gandhi
Chief Executive Officer

Place: Ahmedabad
Date: May 8, 2025



Krunalkumar Panchal
Chief Financial Officer

Place: Ahmedabad
Date: May 8, 2025



Dimpi Changela
Company Secretary

Place: Ahmedabad
Date: May 8, 2025

