

TORRENT SAURYA URJA 3 PRIVATE LIMITED

Independent Auditor's Report

To the Members of Torrent Saurya Urja 3 Private Limited

Report on the Audit of the Financial Statements

Opinion

1. We have audited the accompanying financial statements of Torrent Saurya Urja 3 Private Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2023 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 a summary of significant accounting policies 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, 2023, and total comprehensive income (comprising of loss 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 report, but does not include the financial statements and our auditor's report thereon.

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

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether 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 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, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so. Those Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's responsibilities for the audit of the financial statements

7. 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.
8. 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.
9. 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

10. 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.
11. As required by Section 143(3) of the Act, we report that:
- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - (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 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, 2023, taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2023, from being appointed as a director in terms of Section 164(2) of the Act.
 - (f) 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".
 - (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014 (as amended), in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company does not have any pending litigations which would impact its financial position.
 - ii. The Company did not have any long-term contracts including derivative contracts as at March 31, 2023.
 - 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, 2023.

INDEPENDENT AUDITOR'S REPORT

To the Members of Torrent Saurya Urja 3 Private Limited
Report on Audit of the Financial Statements
Page 4 of 4

- iv. (a) The management has represented that, to the best of its knowledge and belief, as disclosed in the notes to the accounts, 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 18(i) to the financial statements);
- (b) The management has represented that, to the best of its knowledge and belief, as disclosed in the notes to the accounts, 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 18(j) 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. As proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 (as amended), which provides for books of account to have the feature of audit trail, edit log and related matters in the accounting software used by the Company, is applicable to the Company only with effect from financial year beginning April 1, 2023, the reporting under clause (g) of Rule 11 of the Companies (Audit and Auditors) Rules, 2014 (as amended), is currently not applicable.
12. The provisions of Section 197 read with Schedule V to the Act are applicable only to public companies. Accordingly, reporting under Section 197(16) of the Act is not applicable to the Company.

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

Viren Shah
Partner
Membership Number: 046521
UDIN:

Place: Lapanga, Sambalpur
Date: April 24, 2023

Annexure A to Independent Auditor's Report

Referred to in paragraph 11(f) of the Independent Auditor's Report of even date to the members of Torrent Saurya Urja 3 Private Limited on the financial statements for the year ended March 31, 2023
Page 1 of 2

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 Torrent Saurya Urja 3 Private Limited ("the Company") as of March 31, 2023 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 deemed to be prescribed under Section 143(10) of the Act to the extent applicable to an audit of internal financial controls, both applicable to an audit of internal financial controls and both issued by the ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls 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.

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

Annexure A to Independent Auditor's Report

Referred to in paragraph 11(f) of the Independent Auditor's Report of even date to the members of Torrent Saurya Urja 3 Private Limited on the financial statements for the year ended March 31, 2023
Page 2 of 2

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, an 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, 2023 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

Viren Shah
Partner
Membership Number: 046521
UDIN:

Place: Lapanga, Sambalpur
Date: April 24, 2023

Annexure B to Independent Auditors' Report

Referred to in paragraph 10 of the Independent Auditors' Report of even date to the members of Torrent Saurya Urja 3 Private Limited on the financial statements as of and for the year ended March 31, 2023
Page 1 of 4

- i. (a) According to the information and explanations given to us and the records of the Company examined by us, the Company does not have any Property, Plant and Equipment and Intangible assets and accordingly, reporting under this Clause is not applicable.
- (b) The provisions of Clause 3(i)(b) of the said Order for physical verification of Property, Plant and Equipment are not applicable to the Company as the Company does not have any Property, Plant and Equipment.
- (c) According to the information and explanations given to us and the records of the Company examined by us, the Company does not own any immovable properties. Therefore, the provisions of clause 3(i)(c) of the Order are not applicable to the Company.
- (d) The Company does not hold any Property, Plant and Equipment. Accordingly, reporting under clause 3(i)(d) of the Order is not applicable to the Company.
- (e) Based on the information and explanations furnished to us, 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 its financial statements does not arise.
- ii. (a) The Company is in the business of rendering services and, consequently, does not hold any inventory. Therefore, the provisions of clause 3(ii)(a) of the Order are 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.
- 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 to the extent notified.

Annexure B to Independent Auditors' Report

Referred to in paragraph 10 of the Independent Auditors' Report of even date to the members of Torrent Saurya Urja 3 Private Limited on the financial statements as of and for the year ended March 31, 2023

Page 2 of 4

- 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.
- vii. (a) According to the information and explanations given to us and the records of the Company examined by us, in our opinion, the Company is regular in depositing the undisputed statutory dues, including goods and services tax, income tax, cess, and other material statutory dues, as applicable, with the appropriate authorities.
 - (b) According to the information and explanations given to us and the records of the Company examined by us, there are no statutory dues referred to in sub-clause (a) which have not been deposited on account of any dispute.
- viii. According to the information and explanations given to us and the records of the Company examined by us, there are no transactions in the books of account that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961, that has not been recorded in the books of account.
- ix. (a) As the Company did not have any loans or other borrowings from any lender during the year, the reporting under clause 3(ix)(a) of the Order is not applicable to the Company.
 - (b) According to the information and explanations given to us and 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) According to the records of the Company examined by us and the information and explanations given to us, the Company has not obtained any term loans.
 - (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.
 - (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 and accordingly, reporting under this Clause 3(ix)(e) is not applicable.
 - (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 and accordingly, reporting under this Clause 3(ix)(f) is not applicable.
- 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.

Annexure B to Independent Auditors' Report

Referred to in paragraph 10 of the Independent Auditors' Report of even date to the members of Torrent Saurya Urja 3 Private Limited on the financial statements as of and for the year ended March 31, 2023

Page 3 of 4

- 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, and according to the information and explanations given to us, 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, and according to the information and explanations given to us, 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 according to the information and explanations given to us, 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 such 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. (a) In our opinion and according to the information and explanation given to us, the Company has an internal audit system commensurate with the size and nature of its business.
- (b) The reports of the Internal Auditor for the period under audit have been considered by us.
- xv. 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.

Annexure B to Independent Auditors' Report

Referred to in paragraph 10 of the Independent Auditors' Report of even date to the members of Torrent Saurya Urja 3 Private Limited on the financial statements as of and for the year ended March 31, 2023

Page 4 of 4

- (d) Based on the information and explanations provided by the management of the Company, the Group has one CICs as part of the Group. We have not, however, separately evaluated whether the information provided by the management is accurate and complete.
- xvii. The Company has incurred cash losses of Rs. 2,131.55 hundred in the financial year and of Rs. 2,205.36 hundred 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 (xviii) is not applicable.
- xix. According to the information and explanations given to us and on the basis of the financial ratios (Also refer Note 16 to the financial statements), 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 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. The reporting under clause 3(xxi) of the Order is not applicable in respect of audit of Standalone Financial Statements. Accordingly, no comment in respect of the said clause has been included in this report.

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

Viren Shah
Partner
Membership Number: 046521
UDIN :

Place: Lapanga, Sambalpur
Date: April 24, 2023

TORRENT SAURYA URJA 3 PRIVATE LIMITED**Balance Sheet**

as at March 31, 2023

| | Notes | As at March 31, 2023 | (Amount in hundreds) As at March 31, 2022 |
|---|-------|-------------------------|---|
| Assets | | | |
| Non-current assets | | | |
| Financial assets | | | |
| Other Financial Assets | 3 | 34.48 | 34.48 |
| | | <u>34.48</u> | <u>34.48</u> |
| Current assets | | | |
| Financial assets | | | |
| Cash and cash equivalents | 4 | 868.47 | 2,945.25 |
| | | <u>868.47</u> | <u>2,945.25</u> |
| | | <u>902.95</u> | <u>2,979.73</u> |
| Equity and liabilities | | | |
| Equity | | | |
| Equity Share Capital | 5 | 5,000.00 | 5,000.00 |
| Other equity | 6 | (4,984.42) | (2,852.87) |
| | | <u>15.58</u> | <u>2,147.13</u> |
| Current liabilities | | | |
| Financial liabilities | | | |
| Trade payables | 7 | - | - |
| Total outstanding dues of micro and small enterprises | | - | - |
| Total outstanding dues other than micro and small enterprises | 8 | 792.72 | 757.60 |
| Other current liabilities | | <u>94.65</u> | <u>75.00</u> |
| | | <u>887.37</u> | <u>832.60</u> |
| | | <u>902.95</u> | <u>2,979.73</u> |

See accompanying notes forming part of the financial statements

In terms of our report attached

For and on behalf of the Board of Directors

For Price Waterhouse Chartered Accountants LLP

Firm Registration Number : 012754N / N500016

Viren Shah

Partner

Membership No.: 046521

Place: Lapanga, Sambalpur

Date: April 24, 2023

Saurabh Mashruwala

Director

DIN - 01786490

Place: Ahmedabad

Date: April 24, 2023

Nisarg Shah

Director

DIN - 08812336

Place: Ahmedabad

Date: April 24, 2023

TORRENT SAURYA URJA 3 PRIVATE LIMITED**Statement of Profit and Loss**

For the year ended on March 31, 2023

| | Notes | Year ended March 31, 2023 | (Amount in hundreds) Year ended March 31, 2022 |
|---|-------|------------------------------|--|
| Income | | - | - |
| Expenses | | | |
| Other expenses | 9 | 2,131.55 | 2,205.36 |
| Total expenses | | <u>2,131.55</u> | <u>2,205.36</u> |
| Loss before tax | | (2,131.55) | (2,205.36) |
| Tax expenses | | | |
| Current tax | | - | - |
| Deferred tax | | - | - |
| Loss for the year | | <u>(2,131.55)</u> | <u>(2,205.36)</u> |
| Other comprehensive income for the year (net of tax) | | - | - |
| Items that will not be reclassified to profit or loss | | | |
| Remeasurement of the defined benefit plans | | - | - |
| Tax relating to remeasurement of the defined benefit plans | | - | - |
| Other comprehensive income for the year (net of tax) | | <u>-</u> | <u>-</u> |
| Total comprehensive income for the year | | <u>(2,131.55)</u> | <u>(2,205.36)</u> |
| Basic/diluted loss per share of face value of Rs.10 each (in Rs.) (Refer note 12) | | (4.26) | (4.41) |

See accompanying notes forming part of the financial statements

In terms of our report attached

For and on behalf of the Board of Directors

For Price Waterhouse Chartered Accountants LLP

Firm Registration Number : 012754N / N500016

Viren Shah

Partner

Membership No.: 046521

Place: Lapanga, Sambalpur

Date: April 24, 2023

Saurabh Mashruwala

Director

DIN - 01786490

Place: Ahmedabad

Date: April 24, 2023

Nisarg Shah

Director

DIN - 08812336

Place: Ahmedabad

Date: April 24, 2023

TORRENT SAURYA URJA 3 PRIVATE LIMITED**Statement of Cash Flow**

For the year ended on March 31, 2023

| | Notes | Year ended March 31, 2023 | (Amount in hundreds) Year ended March 31, 2022 |
|--|-------|------------------------------|--|
| Cash flow from operating activities | | | |
| Loss before tax | | (2,131.55) | (2,205.36) |
| Movement in working capital: | | | |
| Adjustments for (increase) in operating assets: | | | |
| Other current financial assets | | - | (34.48) |
| Adjustments for increase in operating liabilities: | | | |
| Trade payables | 7 | 35.12 | 147.59 |
| Other current liabilities | 8 | 19.65 | 37.50 |
| Cash used in operations | | <u>(2,076.78)</u> | <u>(2,054.75)</u> |
| Taxes paid | | - | - |
| Net cash flow used in operating activities | | <u>(2,076.78)</u> | <u>(2,054.75)</u> |
| Net Decrease in Cash and cash equivalents | 4 | (2,076.78) | (2,054.75) |
| Cash and cash equivalents as at beginning of the year | | 2,945.25 | 5,000.00 |
| Cash and cash equivalents as at end of the year | | <u>868.47</u> | <u>2,945.25</u> |

| | Notes | As at March 31, 2023 | As at March 31, 2022 |
|---|-------|-------------------------|-------------------------|
| Notes: | | | |
| 1. Cash and cash equivalents as at end of the year: | | | |
| Cash and Cash equivalents | | | |
| Balance in current accounts | 4 | 868.47 | 2,945.25 |
| | | <u>868.47</u> | <u>2,945.25</u> |

2. The Cash Flow Statement has been prepared under the 'Indirect Method' set out in Indian Accounting Standards (Ind AS), Ind AS 7 - Statement of Cash Flows .

See accompanying notes forming part of the financial statements

In terms of our report attached

For and on behalf of the Board of Directors

For Price Waterhouse Chartered Accountants LLP

Firm Registration Number : 012754N / N500016

Viren Shah
Partner
Membership No.: 046521

Place: Lapanga, Sambalpur
Date: April 24, 2023

Saurabh Mashruwala
Director
DIN - 01786490

Place: Ahmedabad
Date: April 24, 2023

Nisarg Shah
Director
DIN - 08812336

Place: Ahmedabad
Date: April 24, 2023

TORRENT SAURYA URJA 3 PRIVATE LIMITED
Statement of changes in equity for the year ended on March 31, 2023

(Amount in hundreds)
As at March 31, 2023

A. Equity share capital (refer note 5)

| | |
|-------------------------------------|------------------------|
| Balance as at March 31, 2021 | 5,000.00 |
| Issued during the year | - |
| Balance as at March 31, 2022 | <u>5,000.00</u> |
| Issued during the year | - |
| Balance as at March 31, 2023 | <u><u>5,000.00</u></u> |

B. Other equity (refer note 6)

(Amount in hundreds)
Reserves and surplus
Retained earnings
As at March 31, 2023

| | |
|--|---------------------------------|
| Balance as at March 31, 2021 | (647.51) |
| Loss of the year | (2,205.36) |
| Other Comprehensive Income for the year | - |
| Total Comprehensive Income for the year | <u>(2,205.36)</u> |
| Balance as at March 31, 2022 | (2,852.87) |
| Loss for the year | (2,131.55) |
| Other Comprehensive Income for the year | - |
| Total comprehensive income for the year | <u>(2,131.55)</u> |
| Balance as at March 31, 2023 | <u><u>(4,984.42)</u></u> |

In terms of our report attached

For and on behalf of the Board of Directors

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

Viren Shah
Partner
Membership No.: 046521

Place: Lapanga, Sambalpur
Date: April 24, 2023

Saurabh Mashruwala
Director
DIN - 01786490

Place: Ahmedabad
Date: April 24, 2023

Nisarg Shah
Director
DIN - 08812336

Place: Ahmedabad
Date: April 24, 2023

TORRENT SAURYA URJA 3 PRIVATE LIMITED
Notes forming part of financial statements for the year ending March 31, 2023

Note 1. General Information:

The Company is a wholly owned subsidiary of Torrent Power Limited. The Company is a private company domiciled in India and is incorporated under the provisions of the Companies Act applicable in India. The registered office of the Company is located at "Samanvay", 600-Tapovan, Ambawadi, Ahmedabad-380015.

1.1 New and amended standards adopted by the company

The Ministry of Corporate Affairs had vide notification dated March 23 2022 notified Companies (Indian Accounting Standards) Amendment Rules, 2022 which amended certain accounting standards, and are effective April 1, 2022. These amendments did not have any impact on the amounts recognised in prior periods and are not expected to significantly affect the current or future periods.

1.2 New and amended standards issued but not effective

The Ministry of Corporate Affairs has vide notification dated March 31 2023 notified Companies (Indian Accounting Standards) Amendment Rules, 2023 (the 'Rules') which amends certain accounting standards, and are effective April 1 2023. The Rules predominantly amend Ind AS 12, Income taxes, and Ind AS 1, Presentation of financial statements. The other amendments to Ind AS notified by these rules are primarily in the nature of clarifications. These amendments are not expected to have a material impact on the company in the current or future reporting periods and on foreseeable future transactions. Specifically, no changes would be necessary as a consequence of amendments made to Ind AS 12 as the company's accounting policy already complies with the now mandatory treatment.

Note 2. Significant 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 an accrual basis under the historical cost convention.

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.

2.2 Cash and cash equivalents:

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

2.3 Earnings per share:

Basic earnings per share is computed by dividing the loss by the weighted average number of equity shares outstanding during the year.

TORRENT SAURYA URJA 3 PRIVATE LIMITED
Notes forming part of financial statements for the year ending March 31, 2023

2.4 Provisions, contingent liabilities and contingent assets:

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 period, taking into account the risks and uncertainties surrounding the obligation. When a provision is measured using the cash flows estimated to settle the present obligation, its carrying amount is the present value of those cash flows (when the effect of the time value of money is material).

Contingent liability:

A possible obligation that arises from past events and the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the enterprise are disclosed as Contingent liability and not provided for. Such liability is not disclosed if the possibility of outflow of resources is remote.

Contingent assets:

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

Contingent assets are not recognised but disclosed only when an inflow of economic benefits is probable.

2.5 Financial instruments:

Financial assets

i) Classification of financial assets

The Company classifies its financial assets in the following measurement categories:

- those to be measured subsequently at fair value (either through other comprehensive income, or through profit or loss), and
- those measured at amortised cost.

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

ii) 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.

TORRENT SAURYA URJA 3 PRIVATE LIMITED
Notes forming part of financial statements for the year ending March 31, 2023

iii) Subsequent measurement

• **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. •

iv) 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.

v) 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 Company'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 entity 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 entity 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.

2.6 Financial liabilities:

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

i) Classification

The Company financial liabilities, except for financial liabilities at fair value through profit or loss, are measured at amortized cost.

(ii) Initial measurement

Financial liabilities are initially measured at fair value.

ii) Subsequent measurement

Financial liabilities subsequently measured at amortised cost.

iii) Derecognition of financial liabilities

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

TORRENT SAURYA URJA 3 PRIVATE LIMITED
Notes forming part of financial statements for the year ending March 31, 2023

2.7 Leases:

The Company as a lessee:

Leases of low value assets:

Payments associated with leases of low-value assets are recognised on a straight-line basis as an expense in profit or loss. Low-value assets comprise small value of building.

2.8 Rounding of amounts:

All amounts disclosed in the financial statements and notes have been rounded off to the nearest hundreds with two decimals as per the requirement of Schedule III of the Companies Act, 2013, unless otherwise stated.

TORRENT SAURYA URJA 3 PRIVATE LIMITED

Notes forming part of financial statements for the year ended on March 31, 2023

Note-3 : Other Non Current Financial Assets

Unsecured (considered good unless stated otherwise)

(Amount in hundreds)

| | As at March 31, 2023 | As at March 31, 2022 |
|------------------|---------------------------------|---------------------------------|
| Security Deposit | 34.48 | 34.48 |
| | 34.48 | 34.48 |

Note-4 : Cash and Cash Equivalents

| | As at March 31, 2023 | As at March 31, 2022 |
|-----------------------------|---------------------------------|---------------------------------|
| Balances with banks | | |
| Balance in current accounts | 868.47 | 2,945.25 |
| | 868.47 | 2,945.25 |

Note-5 : Equity Share Capital

(Amount in hundreds)

| | As at March 31, 2023 | As at March 31, 2022 |
|--|-------------------------|-------------------------|
| Authorised | | |
| 50,000 (50,000 as at March 31, 2022) equity shares of Rs.10 each | 5,000.00 | 5,000.00 |
| | <u>5,000.00</u> | <u>5,000.00</u> |

Issued, subscribed and paid up

| | | |
|--|-----------------|-----------------|
| 50,000 (50,000 as at March 31, 2022) equity shares of Rs.10 each | 5,000.00 | 5,000.00 |
| | <u>5,000.00</u> | <u>5,000.00</u> |

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

| | No. of shares As at March 31, 2023 | No. of shares As at March 31, 2022 |
|------------------------------------|--|--|
| At the beginning of the year | 50,000.00 | 50,000.00 |
| Issued during the year | - | - |
| Outstanding at the end of the year | <u>50,000.00</u> | <u>50,000.00</u> |

2 Shares held by holding company :

50,000 (50,000 as at March 31, 2022) equity shares of Rs.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, 2023 | | As at March 31, 2022 | |
|---|-------------------------|-----------|-------------------------|-----------|
| | No. of shares | % holding | No. of shares | % holding |
| Torrent Power Limited (Jointly with nominees) | 50,000.00 | 100.00% | 50,000.00 | 100.00% |

5 Details of shareholding of Promoters in the Company :

Shares held by promoters at the end of the year

| Promoter name | March 31, 2023 | | | March 31, 2022 | | |
|--|------------------|-------------------|---------------------------|------------------|-------------------|---------------------------|
| | No. of shares | % of total shares | % changes during the year | No. of shares | % of total shares | % changes during the year |
| Torrent Power Limited (Jointly with nominee) | 50,000.00 | 100.00% | 0.00% | 50,000.00 | 100.00% | 0.00% |
| | <u>50,000.00</u> | <u>100.00%</u> | <u>0.00%</u> | <u>50,000.00</u> | <u>100.00%</u> | <u>0.00%</u> |

Note-6 : Other Equity

(Amount in hundreds)

| | As at March 31, 2023 | As at March 31, 2022 |
|-----------------------------|-------------------------|-------------------------|
| Reserves and surplus | | |
| Retained earnings | (4,984.42) | (2,852.87) |
| | <u>(4,984.42)</u> | <u>(2,852.87)</u> |

Notes:

1 Retained earnings:

The retained earning reflects the profit 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.

TORRENT SAURYA URJA 3 PRIVATE LIMITED
Notes forming part of financial statements for the year ended on March 31, 2023

(Amount in hundreds)

Note-7 : Trade Payables

| | As at March 31, 2023 | As at March 31, 2022 |
|---|-------------------------|-------------------------|
| Trade payables for goods and services | | |
| Total outstanding dues of micro and small enterprises (Refer note 10) | - | - |
| Total outstanding dues other than micro and small enterprises | 792.72 | 757.60 |
| | <u>792.72</u> | <u>757.60</u> |

Note :
Refer below ageing of trade payable.

| Particulars | As at March 31, 2023 | | | |
|------------------------|--|----------|------------------|---------------|
| | Outstanding for following periods from due date of payment | | | |
| | Unbilled | Not due | Less than 1 year | Total |
| Undisputed dues | | | | |
| i) -MSME | - | - | - | - |
| ii) -Others | 792.72 | - | - | 792.72 |
| Grand Total | 792.72 | - | - | 792.72 |

| Particulars | As at March 31, 2022 | | | |
|------------------------|--|----------|------------------|---------------|
| | Outstanding for following periods from due date of payment | | | |
| | Unbilled | Not due | Less than 1 year | Total |
| Undisputed dues | | | | |
| i) -MSME | - | - | - | - |
| ii) -Others | 757.60 | - | - | 757.60 |
| Grand Total | 757.60 | - | - | 757.60 |

Note-8 : Other Current Liabilities

| | As at March 31, 2023 | As at March 31, 2022 |
|---|-------------------------|-------------------------|
| Statutory dues (tax deducted at source) | 94.65 | 75.00 |
| | <u>94.65</u> | <u>75.00</u> |

TORRENT SAURYA URJA 3 PRIVATE LIMITED
Notes forming part of financial statements for the year ended on March 31, 2023

(Amount in hundreds)

Note-9 : Other Expense

| | Year ended March 31, 2023 | Year ended March 31, 2022 |
|--|--------------------------------------|------------------------------|
| Rent (Refer Note - 18) | 434.40 | 463.02 |
| Books and Periodicals | - | 4.50 |
| Stationery and Printing Expenses | - | 12.10 |
| Bank charges | - | 8.64 |
| Auditors remuneration (Refer Note - 11) | 631.30 | 590.00 |
| Preliminary Expenses | - | 486.00 |
| Legal, professional and consultancy fees | 1,059.44 | 641.10 |
| Miscellaneous expenses | 6.41 | - |
| | <u>2,131.55</u> | <u>2,205.36</u> |

TORRENT SAURYA URJA 3 PRIVATE LIMITED**Notes forming part of financial statements for the year ended on March 31, 2023****Note 10: Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act, 2006)**

There are no Micro and Small Enterprises, to whom the Company owes dues, which are outstanding as at the Balance Sheet date. The above information has been determined to the extent such parties have been identified on the basis of information available with the Company. This has been relied upon by the auditors. No interest is paid/payable during the year and no amount is outstanding at the year end.

| | (Amount in Hundreds) | |
|---|--|--------------------------------------|
| Note 11: Auditors remuneration (including taxes) | For the year ended March 31, 2023 | For the year ended March 31, 2022 |
| As auditor | | |
| Audit fees | <u>631.30</u> | <u>590.00</u> |
| | <u>631.30</u> | <u>590.00</u> |

Note 12: Earnings per share

| | As at March 31, 2023 | As at March 31, 2022 |
|----------------------------|-----------------------------|----------------------|
| Basic earnings per share | (4.26) | (4.41) |
| Diluted earnings per share | (4.26) | (4.41) |

Basic and diluted earnings per share

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

| | As at March 31, 2023 | As at March 31, 2022 |
|--|-----------------------------|----------------------|
| (Loss) for the year attributable to the Company used in calculation of basis earning per share (amount in hundred) | (2,131.55) | (2,205.36) |
| Weighted average number of equity shares (in hundred) | 500.00 | 500.00 |

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

Note 13: Operating segment

The Company does not have any revenue from operations in the current year but company has signed Power Supply and Offtake Agreement with Automotive Axles Limited on March 6, 2023 for captive power requirement of offtaker for the period of 25 years from Commercial Operation Date (COD). The Company does not have any reportable segment as per Ind AS - 108 "Operating Segments".

TORRENT SAURYA URJA 3 PRIVATE LIMITED

Notes forming part of financial statements for the year ended on March 31, 2023

Note 14: Related party disclosures

(a) Names of related parties and description of relationship:

| | | |
|---|--------------------------------|---|
| 1 | Parent Company | Torrent Power Limited |
| 2 | Ultimate parent company | Torrent Investments Private Limited (formerly known as Torrent Private Limited) |
| 3 | Non Executive Directors | Saurabh Mashruwala Nisarg Shah Jigish Mehta Naresh Joshi |

TORRENT SAURYA URJA 3 PRIVATE LIMITED**Notes forming part of financial statements for the year ended on March 31, 2023****Note 14: Related party disclosures (Contd.)**

(Amount in Hundreds)

(b) Related party transactions

| | Year ended | Year ended |
|-------------------------------|-----------------------|-----------------------|
| | March 31, 2023 | March 31, 2022 |
| Nature of transactions | | |
| Rent Expense | 434.40 | 463.02 |
| Torrent Power Limited | 434.40 | 463.02 |
| Security deposit given | - | 34.48 |
| Torrent Power Limited | - | 34.48 |

TORRENT SAURYA URJA 3 PRIVATE LIMITED

Notes forming part of financial statements for the year ended on March 31, 2023

Note 14: Related party disclosures (Contd.)**(c) Related party balances**

(Amount in Hundreds)

| | As at | As at |
|---|----------------|----------------|
| | March 31, 2023 | March 31, 2022 |
| Balances at the end of the year | | |
| Other Non-Current Financial Assets | 34.48 | 34.48 |
| Torrent Power Limited | 34.48 | 34.48 |

(d) Terms and conditions of outstanding balances

1. Outstanding balances at the year-end are unsecured and settlement occurs in cash.
2. Interest free Rent Deposit has been given to Torrent Power Limited as per agreement for leave and license for use of office premises for 10 years.

TORRENT SAURYA URJA 3 PRIVATE LIMITED

Notes forming part of financial statements for the year ended on March 31, 2023

Note 15: Financial instruments and risk review**Categories of financial instruments**

| | (Amount in Hundreds) | | | |
|------------------------------------|-------------------------|---------------|-------------------------|------------|
| | As at March 31, 2023 | | As at March 31, 2022 | |
| | Carrying value | Fair value | Carrying value | Fair value |
| Financial assets | | | | |
| (Measured at amortised Cost) | | | | |
| Cash and cash equivalents | 868.47 | 868.47 | 2,945.25 | 2,945.25 |
| Other Financial Assets | 34.48 | 34.48 | 34.48 | 34.48 |
| Total Financial Assets | 902.95 | 902.95 | 2,979.73 | 2,979.73 |
| Financial liabilities | | | | |
| (Measured at amortised Cost) | | | | |
| Trade Payables | 792.72 | 792.72 | 757.60 | 757.60 |
| Total Financial Liabilities | 792.72 | 792.72 | 757.60 | 757.60 |

Note: The carrying amounts of Cash and cash equivalents is considered to be the same as its fair value due to its short term nature.

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. |

Financial risk management objectives

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

Note 15: Financial instruments and risk review (Contd.)**Financial risk management objectives****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.

Liquidity tables

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, 2023 | | | (Amount in Hundreds) As at March 31, 2022 | |
|--------------------------------------|-----------------------|---------------------|---------------|--|---------------|
| | Less than 3 months | Less than 1 year | Total | Less than 1 year | Total |
| Financial liabilities | | | | | |
| Current financial liabilities | | | | | |
| Trade payables | - | <u>792.72</u> | <u>792.72</u> | <u>757.60</u> | <u>757.60</u> |
| | - | <u>792.72</u> | <u>792.72</u> | <u>757.60</u> | <u>757.60</u> |
| Total financial liabilities | <u>-</u> | <u>792.72</u> | <u>792.72</u> | <u>757.60</u> | <u>757.60</u> |

TORRENT SAURYA URJA 3 PRIVATE LIMITED

Notes forming part of financial statements for the year ended on March 31, 2023

Note 16: Financial Ratios

| Particulars | As at March 31, 2023 | As at March 31, 2022 | Variance (%) | Remarks for variation more than 25% |
|---------------------------------------|---------------------------------|---------------------------------|---------------------|---|
| (a) Current Ratio (in times) | 0.98 | 3.54 | -72.33% | Due to decrease in bank balance on account of payment for routine expense |
| (b) Return on Equity Ratio (in %) | -13681.30% | -102.71% | 13220.07% | Due to increase in loss on account of routine Expense |
| (c) Return on Capital employed (in %) | -13681.30% | -102.71% | 13220.07% | Due to increase in loss on account of routine Expense |

Explanations to items included in computing the above ratios:

| | | |
|---|--------------------------|---|
| (a) Current Ratio | Numerator Denominator | Current Assets Current Liabilites |
| (b) Return on Equity Ratio | Numerator Denominator | Net Profits after taxes Average Shareholder's Equity |
| Average Shareholder's Equity = Equity share capital + Other Equity | | |
| (c) Return on Capital employed | Numerator Denominator | Earning before interest and taxes Tangible Net Worth |

TORRENT SAURYA URJA 3 PRIVATE LIMITED**Notes forming part of financial statements for the year ended on March 31, 2023**

(Amount in Hundreds)

Note 17: Leases**Year ended on
March 31, 2023****Year ended on
March 31, 2022****Amount Recognised in the Statement of Profit and Loss**

Expense Realting to Lease of Low Value Assets

434.40463.02434.40463.02

The Company's significant leasing arrangement is in respect of office premises taken on lease. The arrangement is for 10 years and is usually renewable by mutual consent on mutually agreeable terms. Under these arrangement, generally refundable interest free deposits have been given. The Company has not entered into any material financial lease. The Company does not have any non-cancellable lease.

There are no leasing arrangements entered into by the company falling under the ambit of Ind AS 116 "Leases". Hence disclosures under Ind-AS 116 are not applicable to the company.

Note 18: Additional regulatory information required by Schedule III

- a) 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 during the year ended March 31, 2023 and March 31, 2022.
- b) The Company has not obtained the borrowings from banks and financial institutions during the current year or previous year.
- c) 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.
- d) 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.
- e) 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, 2023 and March 31, 2022.
- f) There are no charges or satisfactions which were to be registered with the Registrar of Companies during the year ended March 31, 2023 and March 31, 2022.
- g) The Company is in compliance with number of layers of companies in accordance with clause 87 of Section 2 of the Act read with the Companies (Restriction on number of Layers) Rules, 2017 during the year ended March 31, 2023 and March 31, 2022.
- h) 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, 2023 and March 31, 2022.
- i) During the year ended March 31, 2023 and March 31, 2022, 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:
 - a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (Ultimate Beneficiaries) or
 - b) provide any guarantee, security or the like to or on behalf of the ultimate beneficiaries.
- j)

During the year ended March 31, 2023 and March 31, 2022, the Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:

 - a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or
 - b) provide any guarantee, security, or the like on behalf of the ultimate beneficiaries.
- k) During the year ended March 31, 2023 and March 31, 2022, 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).
- l) Provision of section 135 of the act are not applicable to the company.
- m) The Company has not invested or traded in Crypto Currency or Virtual Currency during the year ended March 31, 2023 and March 31, 2022.
- n) 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, 2023 and March 31, 2022.

Note 19: Previous year figures

Previous year figures have been reclassified to confirm to this year's classification. Figures are rounded off to the nearest hundred.

Note 20: Approval of financial statements

The financial statements were approved for issue by the board of directors on April 24, 2023.

Signature to Note 1 to 20

In terms of our report attached

For and on behalf of the Board of Directors

For Price Waterhouse Chartered Accountants LLP

Chartered Accountants

Firm Registration Number : 012754N / N500016

Viren Shah

Partner

Membership No.: 046521

Place: Lapanga, Sambalpur

Date: April 24, 2023

Saurabh Mashruwala

Director

DIN - 01786490

Place: Ahmedabad

Date: April 24, 2023

Nisarg Shah

Director

DIN - 08812336

Place: Ahmedabad

Date: April 24, 2023