

Price Waterhouse Chartered Accountants LLP

Independent Auditor's Report

To the Members of Torrent Solargen Limited

Report on the Audit of the Financial Statements

Opinion

1. We have audited the accompanying financial statements of Torrent Solargen Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2024, 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, 2024, 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's report, but does not include the financial statements and our auditor's report thereon.

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

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether 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.



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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/N500016 (ICAI registration number before conversion was 012754N)

Price Waterhouse Chartered Accountants LLP

INDEPENDENT AUDITOR'S REPORT

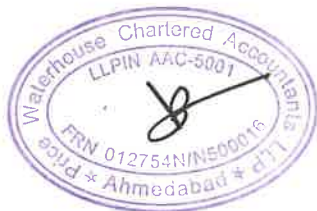
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Responsibilities of management and those charged with governance for the financial statements

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.



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- 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 except for the matters stated in paragraph 11(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 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, 2024, taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2024, from being appointed as a director in terms of Section 164(2) of the Act.



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- (f) With respect to the maintenance of accounts and other matters connected therewith, reference is made to our remarks in paragraph 11(b) above on reporting under Section 143(3)(b) and paragraph 11(h)(vi) below on reporting under Rule 11(g) of the Rules.
- (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, 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, 2024 under the applicable law or 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, 2024.
 - 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, 2024.
 - iv. (a) The management has represented that, to the best of its knowledge and belief, as disclosed in Note 39 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;
(b) The management has represented that, to the best of its knowledge and belief, as disclosed in the Note 39 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; 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.



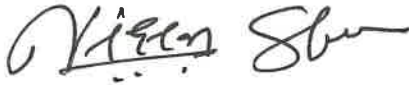
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- v. The Company has not declared or paid any dividend during the year.
 - vi. Based on our examination, which included test checks, the Company has used an accounting software for maintaining its books of account which has a feature of recording audit 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 27, 2024 at database level, except that the audit log does not capture changes, if any made using certain privileged access. Further, during the course of our audit except the aforesaid instances, we did not notice any instance of audit trail feature being tampered with. (Refer Note 44 to the financial statements)
12. The provision of Section 197 read with Schedule V of 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



Viren Shah
Partner
Membership Number: 046521

UDIN: 24046521BKFVOU5738
Place: Ahmedabad
Date: May 16, 2024

Price Waterhouse Chartered Accountants LLP

Annexure A to Independent Auditor's Report

Referred to in paragraph 11(g) of the Independent Auditor's Report of even date to the members of Torrent Solargen Limited on the financial statements for the year ended March 31, 2024

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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 Torrent Solargen Limited ("the Company") as of March 31, 2024 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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.



Price Waterhouse Chartered Accountants LLP

Annexure A to Independent Auditor's Report

Referred to in paragraph 11(g) of the Independent Auditor's Report of even date to the members of Torrent Solargen Limited on the financial statements for the year ended March 31, 2024
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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.

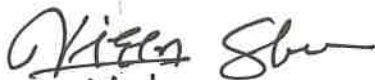
Inherent Limitations of Internal Financial Controls with reference to financial statements

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, 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, 2024, 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 : 24046521BKFVOU5738
Place: Ahmedabad
Date: May 16, 2024

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Annexure B to Independent Auditors' Report

Referred to in paragraph 10 of the Independent Auditors' Report of even date to the members of Torrent Solargen Limited on the financial statements as of and for the year ended March 31, 2024
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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 is maintaining proper records showing full particulars, including quantitative details and situation, of Property, Plant and Equipment.

(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 Property, Plant and Equipment of the Company have been physically verified by the Management during the year and no material discrepancies have been noticed on such verification. In our opinion, the frequency of verification is reasonable.
- (c) The title deeds of all the immovable properties (other than properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee), as disclosed in Note 5 on Property, plant and equipment and Note 6 on Right-of-use assets to the financial statements, are held in the name of the Company.
- (d) The Company has chosen cost model for its Property, Plant and Equipment . Consequently, the question of our commenting on whether the revaluation is based on the valuation by a Registered Valuer, or specifying the amount of change, if the change is 10% or more in the aggregate of the net carrying value of each class of Property, Plant and Equipment does not arise.
- (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 the financial statements does not arise.
- ii. (a) The physical verification of inventory has been conducted at reasonable intervals by the Management during the year and, in our opinion, the coverage and procedure of such verification by Management is appropriate. The discrepancies noticed on physical verification of inventory as compared to book records were not 10% or more in aggregate for each class of inventory.
- (b) During the year, the Company has not been sanctioned working capital limits in excess of Rs. 5 crore, 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. (a) The Company has not made investments in firms / Limited Liability Partnerships, nor granted secured / unsecured loans / advances in nature of loans, or stood guarantee, or provided security to companies / firms / Limited Liability Partnerships / other parties. The Company made investments in two mutual fund scheme.



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Annexure B to Independent Auditors' Report

Referred to in paragraph 10 of the Independent Auditors' Report of even date to the members of Torrent Solargen Limited on the financial statements as of and for the year ended March 31, 2024

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- (b) In respect of the aforesaid investments, the terms and conditions are not prejudicial to the Company's interest.
- (c) The Company has not made 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)(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.
- vi. Pursuant to the rules made by the Central Government of India, the Company is required to maintain cost records as specified under Section 148(1) of the Act in respect of its services. We have broadly reviewed the same and are of the opinion that, prima facie, the prescribed accounts and records have been made and maintained. We have not, however, made a detailed examination of the records with a view to determine whether they are accurate or complete.
- vii. (a) In our opinion, the Company is regular in depositing the undisputed statutory dues, including goods and services tax, provident fund, income tax, cess, and other material statutory dues, as applicable, with the appropriate authorities.
(b) There are no statutory dues of goods and services tax, provident fund, income tax, cess and other material statutory dues 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 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 21 and 22 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, we report that no funds raised on short-term basis have been utilised for long-term purposes by 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.



Price Waterhouse Chartered Accountants LLP

Annexure B to Independent Auditors' Report

Referred to in paragraph 10 of the Independent Auditors' Report of even date to the members of Torrent Solargen Limited on the financial statements as of and for the year ended March 31, 2024

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- (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.
- 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 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, 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. 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.



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Referred to in paragraph 10 of the Independent Auditors' Report of even date to the members of Torrent Solargen Limited on the financial statements as of and for the year ended March 31, 2024
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- 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.
- (d) Based on the information and explanations provided by the management of the Company, the Group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016) has one CIC 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 not incurred any cash losses in the financial year or 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 Company was not required to spend any amount during the year for Corporate Social Responsibility under Section 135(5) and 135(6) of the Act. Accordingly, there is no amount unspent as at March 31, 2024 and the reporting under clause 3(xx) of the Order is not applicable to the Company.



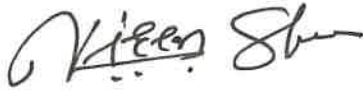
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- xxi. The reporting under clause 3(xxi) of the Order is not applicable in respect of audit of Standalone Financial Statements. Accordingly, no comment in respect of the said clause has been included in this report.

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



Viren Shah
Partner
Membership Number: 046521

UDIN : 24046521BKFVOU5738
Place: Ahmedabad
Date: May 16, 2024

TORRENT SOLARGEN LIMITED

Balance Sheet

as at March 31, 2024

	Notes	As at March 31, 2024	(₹ In Lakhs) As at March 31, 2023
Assets			
Non-current assets			
Property, plant and equipment	5	1,59,266.63	74,524.46
Right-of-use assets	6	3,316.82	3,269.03
Capital work-in-progress	7	-	83,263.66
Financial assets			
Loans	8	-	1,502.53
Other financial Asset	9	125.76	1,860.11
Deferred tax assets (net)	32	2,208.16	1,287.30
Non-current tax assets (net)	10	35.56	33.39
Other non-current assets	11	-	0.20
Total Non current Assets		1,64,952.93	1,65,740.68
Current assets			
Inventories	12	7.15	-
Financial assets			
Investments	13	2,796.66	643.71
Trade receivables	14	2,064.46	1,195.57
Cash and cash equivalents	15	225.06	87.28
Bank balances other than cash and cash equivalents	16	1,734.00	-
Other financial assets	17	175.00	11.80
Other current assets	18	152.49	372.50
Total Current Assets		7,154.82	2,310.86
Total Assets		1,72,107.75	1,68,051.54
Equity and Liabilities			
Equity			
Equity Share capital	19	8,005.00	8,005.00
Other equity	20	(8,296.04)	(6,688.57)
Total Equity		(291.04)	1,316.43
Liabilities			
Non-current liabilities			
Financial liabilities			
Borrowings	21	1,55,498.85	1,41,224.67
Lease liabilities	33	163.50	161.02
Total Non-current liabilities		1,55,662.35	1,41,385.69
Current liabilities			
Financial liabilities			
Borrowings	22	10,447.77	17,684.48
Lease liabilities	33	11.96	14.26
Trade payables	23	-	-
Total outstanding dues of micro and small enterprises		60.24	6.80
Total outstanding dues other than micro and small enterprises		1,165.69	632.47
Other financial liabilities	24	4,642.77	6,885.36
Other current liabilities	25	408.01	126.05
Total Current liabilities		16,736.44	25,349.42
Total Equity and Liabilities		1,72,107.75	1,68,051.54

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

Viren Shah
Partner
Membership No.: 046521

Place: Ahmedabad
Date: May 16, 2024

Pradip Mehta
Pradip Mehta
Chairperson
DIN:00254359

Rujvi Shah
Rujvi Shah
Company Secretary



S.V. Shah
Shimoni Shah
Chief Executive Officer
Place: Ahmedabad
Date: May 16, 2024

Reeya Mundra
Reeya Mundra
Chief Financial Officer
Place: Ahmedabad
Date: May 16, 2024

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TORRENT SOLARGEN LIMITED

Statement of Profit and Loss

for the Year ended March 31, 2024

	Notes	Year ended March 31, 2024	(₹ In Lakhs) Year ended March 31, 2023
Income			
Revenue from operations	26	18,121.92	9,574.54
Other income	27	269.02	252.93
Total income		18,390.94	9,827.47
Expenses			
Employee benefits expense	28	22.59	39.05
Finance costs	29	12,729.74	6,552.56
Depreciation expense	30	6,209.27	3,215.82
Other expenses	31	1,957.67	610.86
Total expenses		20,919.27	10,418.29
(Loss) before tax		(2,528.33)	(590.82)
Tax expenses	32		
Current tax		-	-
Deferred tax		(920.86)	(107.83)
Total Tax expenses		(920.86)	(107.83)
(Loss) for the year		(1,607.47)	(482.99)
Other comprehensive income		-	-
Total comprehensive income for the year		(1,607.47)	(482.99)
Basic and diluted Earnings/(Loss) per share of face value of ₹10 each (in ₹)	37	(2.01)	(0.60)

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

Viren Shah
Partner
Membership No.: 046521

Place: Ahmedabad
Date: May 16, 2024

Pradip Mehta

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Rujvi Shah

Rujvi Shah
Company Secretary



S.V. Shah

Shimoni Shah
Chief Executive Officer
Place: Ahmedabad
Date: May 16, 2024

Reeya Mundra

Reeya Mundra
Chief Financial Officer
Place: Ahmedabad
Date: May 16, 2024

TORRENT SOLARGEN LIMITED

Statement of Cash flows

For the Year ended March 31, 2024

	Notes	Year ended March 31, 2024	(₹ In Lakhs) Year ended March 31, 2023
Cash flow from operating activities			
Loss before tax		(2,528.33)	(590.82)
Adjustments for :			
Depreciation Expense	30	6,209.27	3,215.82
Finance costs	29	12,729.74	6,552.56
Interest income	27	(155.02)	(214.77)
Provision of earlier years written back	26	-	(9.28)
Gain on sale of current Investments in Mutual funds	27	(63.42)	(34.60)
Net gain arising on investments in mutual funds measured at fair value through profit or loss	27	(50.58)	(3.56)
Operating profit before working capital changes		16,141.66	8,915.35
Movement in working capital:			
Adjustments for decrease / (increase) in operating assets:			
Inventories		(7.15)	-
Trade receivables		(868.89)	(146.12)
Other current financial asset		(163.20)	(11.80)
Other non-current financial asset		0.35	-
Other current assets		(46.82)	(17.93)
Other non-current assets		0.20	-
Adjustments for increase / (decrease) in operating liabilities:			
Trade payables		586.66	(185.43)
Other current financial liabilities		0.82	-
Other current liabilities		281.96	(51.47)
Cash generated from operations		15,925.59	8,502.60
Income tax paid (net)		(2.17)	(27.60)
Net cash flow generated from operating activities		15,923.42	8,475.00
Cash flow from investing activities			
Payments for property, plant and equipment, capital work-in-progress and right-of-use assets		(9,550.88)	(62,058.56)
Purchase of current investments		(8,214.59)	(605.55)
Sale of current investments		6,175.64	-
Loans to related parties		-	(1,400.00)
Proceeds from loans to related parties		1,400.00	610.00
Investments (net) in bank deposits (having maturity more than twelve months)		-	(1,734.00)
Interest received		257.55	112.60
Net cash flow used in investing activities		(9,932.28)	(65,075.51)
Cash flow from financing activities			
Repayment of Long-term borrowings		(82,441.76)	(62,005.00)
Proceeds from Long term borrowings		83,221.22	1,25,297.14
Repayment of Short term borrowings		(500.00)	-
Proceeds from Short-term borrowings		8,000.00	-
Principle payment of lease liabilities		(14.26)	(9.66)
Finance costs paid		(14,118.56)	(9,896.44)
Net cash flow (used in)/ generated from financing activities		(5,853.36)	53,386.04
Net increase/ (decrease) in cash and cash equivalents		137.78	(3,214.47)
Cash and cash equivalents as at beginning of the year		87.28	3,301.75
Cash and cash equivalents as at end of the year (Refer Note 15)		225.06	87.28

See accompanying notes forming part of the financial statements

Notes:

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

2. Disclosure of non cash investing activity

Particulars	Year ended March 31, 2024	Year ended March 31, 2023
Addition due to Ind AS 116	-	40.91
Total	-	40.91

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
Viren Shah
Partner

Membership No.: 046521

Place: Ahmedabad
Date: May 16, 2024

Pradip Mehta
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Shimoni Shah
Chief Executive Officer
Place: Ahmedabad
Date: May 16, 2024

Reeya Mundra
Reeya Mundra
Chief Financial Officer
Place: Ahmedabad
Date: May 16, 2024

TORRENT SOLARGEN LIMITED

Statement of changes in equity for the year ended March 31, 2024

(₹ In Lakhs)

A. Equity share capital (Refer note - 19)

Balance as at April 01, 2023	8,005.00
Changes in equity share capital during the year	-
Balance as at March 31, 2024	<u>8,005.00</u>

Balance as at April 01, 2022	8,005.00
Changes in equity share capital during the year	-
Balance as at March 31, 2023	<u>8,005.00</u>

B. Other equity (Refer note - 20)

Retained earnings

Balance as at April 01, 2023	(6,688.57)
------------------------------	------------

Loss for the year	(1,607.47)
Other comprehensive income for the year, net of income tax	-
Total comprehensive loss for the year	<u>(1,607.47)</u>

Balance as at March 31, 2024	<u>(8,296.04)</u>
------------------------------	-------------------

Balance as at April 01, 2022	(6,205.58)
Loss for the year	(482.99)
Other comprehensive income for the year, net of income tax	-
Total comprehensive loss for the year	<u>(482.99)</u>

Balance as at March 31, 2023	<u>(6,688.57)</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

Viren Shah
Partner
Membership No.: 046521

Place: Ahmedabad
Date: May 16, 2024

Pradip Mehta

Pradip Mehta
Chairperson
DIN:00254359

Rujvi Shah

Rujvi Shah
Company Secretary

S.V. Shah

Shimoni Shah
Chief Executive Officer
Place: Ahmedabad
Date: May 16, 2024

Reeya Mundra

Reeya Mundra
Chief Financial Officer
Place: Ahmedabad
Date: May 16, 2024

33.



TORRENT SOLARGEN LIMITED

Notes to the financial statements for the year ended March 31, 2024

Note 1. General Information:

The Company is a wholly owned subsidiary of Torrent Power Limited. The Company is a public 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 – 380 015.

The company is engaged in the business of generation of wind power.

Note 2 (A) New standards or interpretations adopted by the Company

The Ministry of Corporate Affairs had vide notification dated March 31, 2023 notified Companies (Indian Accounting Standards) Amendment Rules, 2023 which amended certain accounting standards, and are effective April 01, 2023.

- Disclosure of accounting policies – amendments to Ind AS 1
- Definition of accounting estimates – amendments to Ind AS 8
- Deferred tax related to assets and liabilities arising from a single transaction – amendments to Ind AS 12

The other amendments to Ind AS notified by these rules are primarily in the nature of clarifications.

These amendments did not have any material impact on the amounts recognized in prior periods and are not expected to significantly affect the current or future periods. 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 3. Material accounting policies

3.1 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.

b) Historical cost convention

The financial statements have been prepared on an accrual basis under the historical cost convention except for the following:

- Certain financial assets and liabilities which have been measured at fair value.

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the Schedule III (Division II) to the Companies Act, 2013. Based on the nature of, the Company has ascertained its operating cycle as twelve months for the purpose of current / non- current classification of assets and liabilities.

c) Current / Non-current classification

The entity presents assets and liabilities in the balance sheet based on current/non-current classification.



TORRENT SOLARGEN LIMITED

Notes to the financial statements for the year ended March 31, 2024

An asset is treated as current when it is:

- a. Expected to be realized or intended to be sold or consumed in the normal operating cycle
- b. Held primarily for the purpose of trading
- c. Expected to be realized within twelve months after the reporting period, or
- d. Cash and cash equivalents unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

All other assets are classified as non-current.

A liability is current when:

- a. It is expected to be settled in the normal operating cycle
- b. It is held primarily for the purpose of trading
- c. It is due to be settled within twelve months after the reporting period, or
- d. There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period. All other liabilities are classified as non-current.

Operating cycle:

Based on the nature of products / activities of the Company and the normal time between acquisition of assets and their realization in cash or cash equivalents, the Company has determined its operating cycle as 12 months for the purpose of classification of its assets and liabilities as current and non-current.

3.2 Property, plant and equipment:

Freehold land is carried at historical cost. All other items of property, plant and equipment held for use in the production or supply of goods or services, or for administrative purposes, are stated in the balance sheet at cost less accumulated depreciation and accumulated impairment losses (if any).

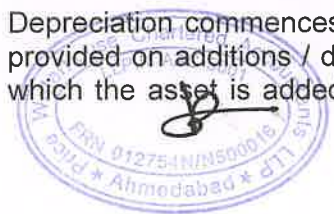
Capital work in progress in the course of construction for production, supply or administrative purposes is carried at cost, less any recognized impairment loss. Cost includes purchase price, taxes and duties, and other directly attributable costs incurred up to the date the asset is ready for its intended use. Such property, plant and equipment are classified to the appropriate categories when completed and ready for intended use.

Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. Subsequent costs relating to day-to-day servicing of the item are not recognised in the carrying amount of an item of property, plant and equipment; rather, these costs are recognised in profit or loss as incurred.

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

Depreciation methods, estimated useful lives and residual value

Depreciation commences when the assets are ready for their intended use. Depreciation is provided on additions / deductions of the assets during the period from / up to the month in which the asset is added / deducted. Depreciation is provided to allocate their cost, net of



TORRENT SOLARGEN LIMITED**Notes to the financial statements for the year ended March 31, 2024**

their residual values on a straight-line basis over the estimated useful lives in accordance with the power purchase agreements entered by the company, which are as follows:

Class of assets	Useful Life (years)
Wind Power Generation Plant	25
Office Equipment	5 to 10

The useful lives have been determined based on technical evaluation done by the management's expert which is specified by the Schedule II to the Companies Act, 2013, in order to reflect the actual usage of the assets.

The estimated useful life, residual values and depreciation method are reviewed at the end of each reporting period, with the effect of any changes in estimate being accounted for on a prospective basis.

3.3 Borrowing Costs:

Borrowing costs that are directly attributable to the acquisition and construction of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use, such as new projects and / or specific assets created in the existing business, are capitalized up to the date of completion and ready for their intended use.

Other borrowing costs are charged to the statement of profit and loss in the period of their accrual.

3.4 Cash and cash equivalents:

Cash and cash equivalents includes cash on hand, balances with banks and other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

3.5 Inventories:

Stores and spares are stated at lower of cost and net realizable value. Cost of inventories include purchase price and all other costs incurred in bringing the inventories to their present location and condition.

3.6 Revenue recognition:

Revenue towards satisfaction of a performance obligation is measured and recognized at transaction price, when the control of the goods or services has been transferred to consumers net of discounts and other similar allowances.

Revenue from the power supply are accounted for on the basis of billings to the consumer in accordance with the Power Purchase Agreement. Performance obligation i.e. supply of power to the grid is considered complete based on meter reading carried out jointly with the customer or the Company has objective evidence that all criteria for acceptance have been satisfied. The revenue is recognized when the preformation obligation is met. Revenue is net of discount and rebates and is adjusted for variable consideration i.e. CUF adjustment.



TORRENT SOLARGEN LIMITED

Notes to the financial statements for the year ended March 31, 2024

3.7 Employee benefits:

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 Parent Company and accordingly no expenses have been recognized in statement of profit and loss.

3.8 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 realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.



TORRENT SOLARGEN LIMITED

Notes to the financial statements for the year ended March 31, 2024

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.

3.9 Earnings per share:

Basic earning per share is computed by dividing the profit /(loss) by the weighted average number of equity shares outstanding during the year.

3.10 Provisions:

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).

3.11 Financial instruments:

Initial measurement of financial assets and financial liabilities:

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

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.



TORRENT SOLARGEN LIMITED

Notes to the financial statements for the year ended March 31, 2024

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

ii) 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. 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.

iii) 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.

Further, for the purpose of measuring lifetime expected credit loss allowance for trade receivables, the Company has used a practical expedient as permitted under Ind AS 109. This expected credit loss allowance is computed based on historical credit loss experience.

iv) 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 are derecognized. Where the entity has not transferred substantially all risks and rewards of ownership of the financial asset, the financial asset is not derecognized.

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 derecognized if the Company has not retained control over the financial asset. Where the Company retains control of the financial asset, the asset continues to be recognized to the extent of continuing involvement in the financial asset.



TORRENT SOLARGEN LIMITED

Notes to the financial statements for the year ended March 31, 2024

3.12 Financial liabilities:

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

i) Classification

The Company financial liabilities are measured at amortized cost.

ii) 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.

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. An exchange between the 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.

3.13 Leases:

Lease liabilities:

Assets and liabilities arising from a lease are initially measured on a present value basis. Lease liabilities include the net present value of the lease payments.

The lease payments include fixed payments (including in substance fixed payments) less any lease incentives receivable, variable lease payments that depend on an index or a rate and amounts expected to be paid under residual value guarantees. The lease payments also include the exercise price of a purchase option reasonably certain to be exercised by the Company and payments of penalties for terminating the lease, if the lease term reflects the Company exercising the option to terminate. Variable lease payments that do not depend on an index or a rate are recognised as expenses in the period in which the event or condition that triggers the payment occurs. Lease payments to be made under reasonably certain extension options are also included in the measurement of the liability.

The lease payments are discounted using the lessee's incremental borrowing rate. Lease payments are allocated between principal and finance cost. The finance cost is charged to profit or loss over the lease period so as to produce a constant periodic rate of interest on the remaining balance of the liability for each period.

Right to use of assets:

Right-of-use assets are measured at cost comprising the amount of the initial measurement of lease liability and lease payments made before the commencement date.



TORRENT SOLARGEN LIMITED

Notes to the financial statements for the year ended March 31, 2024

Right-of-use assets are depreciated over the lease term on a straight-line basis. Right-of-use assets are measured at cost, less any accumulated depreciation and impairment losses, and adjusted for any measurement of lease liabilities. The cost of right-of-use assets includes the amount of lease liabilities recognised, and lease payments made at or before the commencement date less any lease incentives received.

Right to use assets are depreciated over the asset's lease term on a straight-line basis.

Short term leases and leases of low value assets:

Payments associated with short-term leases of equipment and all leases of low-value assets are recognised on a straight-line basis as an expense in profit or loss. Short-term leases are leases with a lease term of 12 months or less.

3.14 Rounding of amounts:

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

Note 4 - Critical accounting judgements and key sources of estimation uncertainty

In the course of applying the policies outlined in all notes under note 3 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.

Key source of estimation of uncertainty at the date of financial statements, which may cause material adjustment to the carrying amount of assets and liabilities is in respect of recognition of deferred tax assets (Refer note 32).



Note - 5 : Property, plant and equipment

As at March 31, 2024

(₹ In Lakhs)

PARTICULARS	Gross Block				Accumulated Depreciation			Net Block	
	As At April 1, 2023	Additions during the year	Deduction during the year	Adjustment during the year	As At March 31, 2024	As At April 1, 2023	For the year	As At March 31, 2024	As At March 31, 2024
Freehold land	1,373.49	-	-	-	1,373.49	-	-	-	1,373.49
Plant And Machinery	83,748.53	84,830.04	-	5,981.76	1,74,560.33	10,611.25	6,086.23	16,697.48	1,57,862.85
Office Equipments	16.14	21.85	-	-	37.99	2.45	5.25	7.70	30.29
Total	85,138.16	84,851.89	-	5,981.76	1,75,971.81	10,613.70	6,091.48	16,705.18	1,59,266.63

As at March 31, 2023

(₹ In Lakhs)

PARTICULARS	Gross Block				Accumulated Depreciation			Net Block	
	As At April 1, 2022	Additions during the year	Deduction during the year	Adjustment during the year	As At March 31, 2023	As At April 1, 2022	For the year	As At March 31, 2023	As At March 31, 2023
Freehold land	1,373.49	-	-	-	1,373.49	-	-	-	1,373.49
Plant And Machinery	83,748.53	-	-	-	83,748.53	7,428.81	3,182.44	10,611.25	73,137.28
Office Equipments	13.09	3.05	-	-	16.14	0.16	2.29	2.45	13.69
Total	85,135.11	3.05	-	-	85,138.16	7,428.97	3,184.73	10,613.70	74,524.46

Footnotes:

1. The total asset amounting to ₹ 71,257.68 lakhs (March 31, 2023: ₹ 74,524.46 lakhs) has been hypothecated to secure the borrowings of the Company (Refer note - 21).
2. Refer Note No. 34 for disclosure of Contractual commitments for the acquisition of property, plant and equipment.
3. The title deeds of all the immovable properties as at March 31, 2024 and March 31, 2023 are held in the name of the Company.
4. The Company has not revalued its Property, Plant and Equipment during the current year and previous year.
5. Adjustments during the year includes capitalisation of borrowing costs of ₹ 5,981.76 lakhs which are directly attributable to purchase/ construction of qualifying assets in accordance with Ind As-23 "Borrowing Costs".
6. Addition to plant and machinery includes capitalisation of directly attributable costs incurred by the company under various headings.



Notes forming part of the financial statements for the year ended March 31, 2024

As at March 31, 2024

As at March 31, 2023Footnotes:

1. The above Right of use assets have been hypothecated to secure the borrowings of the Company. During the current year, above charge has been satisfied. (Refer note - 21).
2. Refer Note 33 for disclosure relating to right-of-use asset.
3. The title deeds of all the right of use assets as at March 31, 2024 and March 31, 2023 are held in the name of the Company.
4. The Company has not revalued its right of use assets during the current year and previous year.



TORRENT SOLARGEN LIMITED
Notes forming part of the financial statements for the year ended March 31, 2024

Note - 7 : Capital work-in-progress

As at March 31, 2024

(₹ In Lakhs)				
Particulars	As at April 01, 2023	Additions during the year	Capitalised during the year	As at March 31, 2024
Capital work-in-progress (related to plant and machinery)	83,263.66	7,569.99	90,833.65	-
Total	83,263.66	7,569.99	90,833.65	-

As at March 31, 2023

(₹ In Lakhs)				
Particulars	As at April 01, 2022	Additions during the year	Capitalised during the year	As at March 31, 2023
Capital work-in-progress (related to plant and machinery)	6,487.21	76,776.45	-	83,263.66
Total	6,487.21	76,776.45	-	83,263.66

Footnotes:

- 1 The above Capital work-in-process of SECI-V Gujarat project has been hypothecated to secured borrowings of the company as at March 31, 2023. During the current year, the charge has been satisfied (Refer note - 21).
- 2 Capital work in process includes borrowing costs of Rs. 5,981.76 lakhs (March 31, 2023: Rs. 4,599.24 lakhs) which are directly attributable to purchase/ construction of qualifying assets in accordance with Ind As-23 "Borrowing Costs".

Ageing of Capital Work in Progress

There is no Capital Work is in process as at March 31, 2024.

As at March 31, 2023

CWIP	Amount in Capital-Work-in Progress for				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
Projects in progress	76,776.45	6,275.82	-	211.39	83,263.66
Total	76,776.45	6,275.82	-	211.39	83,263.66

Note:

- 1 There are no projects temporarily suspended as at March 31, 2023.

Completion Schedule for Capital work in progress whose completion is overdue as cost compared to its original plan:

As at March 31, 2023

CWIP	To be completed in			
	Less than 1 year	1-2 years	2-3 years	More than 3 years
115 MW wind power project *	83,263.66	-	-	-
Total	83,263.66	-	-	-

* The project was delayed on account of Covid-19 pandemic and certain clearances from the government authorities could not be obtained on time.

Note: There are no capital -work-in-progress, whose cost has exceeded compared to its original plan for the year ended March 31, 2023.



TORRENT SOLARGEN LIMITED

Notes forming part of the financial statements for the year ended March 31, 2024

Note 8 : Non-current Loans

Unsecured (considered good)

(₹ In Lakhs)

	As at March 31, 2024	As at March 31, 2023
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8.25% Loan to subsidiary of parent company (including Interest accrued of Rs. Nil (Rs. 102.53 lakhs as at March 31, 2023) (Refer Note - 40)	-	1,502.53
---	---	----------

	-	1,502.53
--	---	----------

Footnotes:

- 1 The loan has been granted to subsidiary of Parent Company to meet short term working capital requirement at the interest rate of 8.25% p.a. (Refer Note - 39 and 40)
- 2 Loan is receivable based on available cash surplus from the project of the subsidiary of the parent company.

Note 9 : Other Non-current Financial Assets

	As at March 31, 2024	As at March 31, 2023
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Security deposits	125.76	126.11
Bank fixed deposits	-	1,734.00

	125.76	1,860.11
--	--------	----------

Note 10 : Other non-current tax assets

	As at March 31, 2024	As at March 31, 2023
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Advance income tax (Net of Provision for Taxation Rs. Nil (March 31, 2023: Nil)	35.56	33.39
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	35.56	33.39
--	-------	-------

Note 11 : Other non-current assets

	As at March 31, 2024	As at March 31, 2023
--	-------------------------	-------------------------

Balances with government authority	-	0.20
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	-	0.20
--	---	------

Note - 12 : Inventories

(valued at lower of cost and net realisable value)

	As at March 31, 2024	As at March 31, 2023
--	-------------------------	-------------------------

Stores and Spares	7.15	-
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	7.15	-
--	------	---

Note - 13 : Investments

(measured at fair value through profit and loss)

	As at March 31, 2024	As at March 31, 2023
--	-------------------------	-------------------------

Investment in mutual funds (unquoted)	2,796.66	643.71
---------------------------------------	----------	--------

	2,796.66	643.71
--	----------	--------

Aggregate amount of unquoted investments	2,796.66	643.71
--	----------	--------

Aggregate amount of impairment of unquoted investments	-	-
--	---	---



(₹ In Lakhs)

Note - 14 : Trade receivables

	As at March 31, 2024	As at March 31, 2023
Trade receivables		
Considered good - Unsecured	2,064.46	1,195.57
	<u>2,064.46</u>	<u>1,195.57</u>

Notes :

- Refer Note 41 for credit risk related disclosures.
- Trade receivable amounting to ₹ 1,319.16 lakhs have been hypothecated to secure the borrowings of the Company (Refer note - 21).

Ageing of Trade Receivable

Particulars	As at March 31, 2024						
	Outstanding for following periods from due date of receipt						
	Not due*	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	Total
Undisputed Trade receivables							
i) -considered good	2,064.46	-	-	-	-	-	2,064.46
ii) -which have significant increase in credit risk	-	-	-	-	-	-	-
iii) - credit impaired	-	-	-	-	-	-	-
Disputed Trade Receivables							
iv) -considered good	-	-	-	-	-	-	-
v) -which have significant increase in credit risk	-	-	-	-	-	-	-
vi) - credit impaired	-	-	-	-	-	-	-
Grand Total	2,064.46	-	-	-	-	-	2,064.46

Particulars	As at March 31, 2023						
	Outstanding for following periods from due date of receipt						
	Not due*	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	Total
Undisputed Trade receivables							
i) -considered good	1,195.57	-	-	-	-	-	1,195.57
ii) -which have significant increase in credit risk	-	-	-	-	-	-	-
iii) - credit impaired	-	-	-	-	-	-	-
Disputed Trade Receivables							
iv) -considered good	-	-	-	-	-	-	-
v) -which have significant increase in credit risk	-	-	-	-	-	-	-
vi) - credit impaired	-	-	-	-	-	-	-
Grand Total	1,195.57	-	-	-	-	-	1,195.57

*Includes ₹ 1,440.80 lakhs (March 31, 2022 : ₹ 684.12 lakhs) billed subsequent to year end.

Note - 15 : Cash and Cash Equivalents

	As at March 31, 2024	As at March 31, 2023
Balances with banks	225.06	87.28
Balance in current accounts	225.06	87.28

Note - 16 : Bank balances other than cash and cash equivalents

	As at March 31, 2024	As at March 31, 2023
Balance in fixed deposit accounts # (maturity of more than three months but less than twelve months)	1,734.00	-
	<u>1,734.00</u>	<u>-</u>

include ₹ 1,734.00 Lakhs (March 31, 2023 - ₹ Nil Lakhs) on which a lien has been created in favour of lenders.

Note 17 : Other Financial Assets

Unsecured (considered good)

	As at March 31, 2024	As at March 31, 2023
Security Deposit with Solar Energy Corporation of India Limited	-	11.80
Receivable from Vish Wind Infrastruktüre LLP	175.00	-
	<u>175.00</u>	<u>11.80</u>

Note:

- Security Deposit includes amount paid to the Solar Energy Corporation of India Limited (SECI) for SECI-V Gujarat Project under the mechanism of Dispute Resolution set up by Ministry of New and Renewable Energy (MNRE) for extension of Scheduled Commissioning Date (SCoD) against date of SCoD provided by Wind Power Procure (i.e October 28, 2022). The same has been expensed off during the year considering non-refundable.

Note 18 : Other current assets

	As at March 31, 2024	As at March 31, 2023
Advances for goods and services	0.25	0.71
Prepaid expenses	152.24	371.79
	<u>152.49</u>	<u>372.50</u>



TORRENT SOLARGEN LIMITED
Notes forming part of the financial statements for the year ended March 31, 2024

Note - 19 : Equity share capital

(₹ In Lakhs)

	As at March 31, 2024	As at March 31, 2023
Authorised		
20,00,00,000 (20,00,00,000 as at March 31, 2023) equity shares of ₹ 10 each	20,000.00 20,000.00	20,000.00 20,000.00
Issued, subscribed and fully paid up		
8,00,50,000 (8,00,50,000 as at March 31, 2023) equity shares of ₹10 each	8,005.00 8,005.00	8,005.00 8,005.00

1 There is no Movement in the number of shares and the amount outstanding thereon during Current year and previous year.

2 Shares held by holding company :

8,00,50,000 equity shares (8,00,50,000 equity shares as at March 31, 2023) 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 ₹ 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/ shares held by holding company :

Name of the Shareholder	As at March 31, 2024		As at March 31, 2023	
	No. of shares	% holding	No. of shares	% holding
Torrent Power Limited (jointly with nominees)	8,00,50,000	100.00%	8,00,50,000	100.00%

5 Details of shareholding of Promoters in the Company :

Promoter name	As at March 31, 2024			As at March 31, 2023		
	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 nominees)	8,00,50,000	100.00%	0.00%	8,00,50,000	100.00%	0.00%
	8,00,50,000	100.00%	0.00%	8,00,50,000	100.00%	0.00%

Note - 20 : Other equity

	As at March 31, 2024	As at March 31, 2023
Reserves and surplus		
Retained earnings	(8,296.04)	(6,688.57)
	(8,296.04)	(6,688.57)

Note:
Retained earnings:
The same 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.



TORRENT SOLARGEN LIMITED
Notes forming part of the financial statements for the year ended March 31, 2024

Note - 21 : Non-current borrowings

	As at March 31, 2024	(₹ In Lakhs) As at March 31, 2023
Secured loans - at amortised cost		
Non-Convertible Debentures		
8.20% Non-convertible Debentures* (Refer note - 2)	48,100.47	50,326.11
Term loans from Bank		
Buyer's credit from bank (Refer note - 1)	-	61,294.43
Unsecured loans - at amortised cost (Refer note - 40)		
Loans from Related party		
8.50% (March 31, 2023: 7.65%) Loan taken from parent company	1,07,398.38	19,630.13
7.20% Loans taken from subsidiaries of parent company	-	9,974.00
	<u>1,55,498.85</u>	<u>1,41,224.67</u>

* After considering unamortised expense of ₹ 79.53 Lakhs as at March 31, 2024 and ₹ 108.89 as at March 31, 2023.

Footnotes:

- The borrowing facility availed for SECI-V project from Bank is repayable after 3 years from the date of issuance of Letter of Credit. The same is secured against hypothecation of all the Project assets, Project receivables and Project Accounts. Further, the parent company has provided corporate guarantee to the Bank. However, company has pre-paid the facility and charge has been satisfied in current financial year.
- Non Convertible Debenture (NCD) holders of Maharashtra State Electricity Distribution Company Ltd (MSEDCL) 126MW project has a first charge pari passu on all immovable and movable properties, intangible assets, Current Assets, Receivable and Project's bank accounts.
- Unsecured loans
 - Amounting to ₹ 30,118.01 lakhs (₹ 29,604.13 lakhs as at March 31, 2023), pertaining to MSEDCL project is repayable based on available cash surplus from the MSEDCL project but subject to the restricted payment conditions of NCD Trust Deed (Refer Note - 40).
 - Amounting to ₹ 77,280.37 lakhs (₹ Nil as at March 31, 2023), pertaining to SECI-V project is repayable in 60 equated quarterly installments in tenure of 15 years after expiry of moratorium of 3 year from scheduled commercial date of operation of the project and obtained at the rate of 8.50%.
- The repayment terms of the Unsecured loans were modified during the year ended March 31, 2024 and March 31, 2023.
- Proceeds from term loans raised during the current and previous year have been utilized for the purposes for which it was obtained.
- The future annual repayment obligations (quarterly) on principal amount for the above long term borrowings are as under :-

Financial Year	Non convertible debentures		Buyer's credit from Bank	Loan from related parties
	As at March 31, 2024	As at March 31, 2023	As at March 31, 2023	As at March 31, 2024
2023-24	-	2,145.00	-	-
2024-25	2,255.00	2,255.00	61,294.43	-
2025-26	2,365.00	2,365.00	-	-
2026-27	2,475.00	2,475.00	-	5,152.02
2027-28	2,612.50	2,612.50	-	5,152.02
2028-29	2,750.00	2,750.00	-	5,152.02
2029-30	2,750.00	2,750.00	-	5,152.02
2030-31	3,025.00	3,025.00	-	5,152.02
2031-32	3,190.00	3,190.00	-	5,152.02
2032-33	3,355.00	3,355.00	-	5,152.02
2033-34	3,355.00	3,355.00	-	5,152.02
2034-35	3,520.00	3,520.00	-	5,152.02
2035-36	3,740.00	3,740.00	-	5,152.02
2036-37	3,905.00	3,905.00	-	5,152.02
2037-38	4,125.00	4,125.00	-	5,152.02
2038-39	3,850.00	3,850.00	-	5,152.02
2039-40	3,162.50	3,162.50	-	5,152.02
2040-41	-	-	-	5,152.09

Buyer's credit from bank: Undrawn borrowing facility from banks, based on approved limit, were Nil (₹ 673.21 Lakhs as at March 31, 2023).



Note - 22 : Current borrowings

	As at March 31, 2024	(₹ In Lakhs) As at March 31, 2023
Secured loans - at amortised cost		
Non-Convertible Debentures	2,245.08	2,132.36
8.20% Non-convertible Debentures#		
Unsecured loans - at amortised cost (Refer note - 40)		
Loans from Related party		
8.50% (March 31, 2023: 7.65%) Loans from parent company (including interest thereon of ₹ 572.77 lakhs as at March 31, 2024 and ₹ 1,654.48 lakhs as at March 31, 2023)	572.77	15,229.85
Loans from subsidiaries of parent company (including interest thereon of ₹ 129.92 lakhs as at March 31, 2024 and ₹ 322.27 lakhs as at March 31, 2023)	7,629.92	322.27
	10,447.77	17,684.48

After considering unamortised expense of ₹ 9.92 Lakhs as at March 31, 2024 and ₹ 12.64 as at March 31, 2023.

Footnotes:

- The Unsecured loans outstanding
 - Amounting to ₹ 7,500 lakhs (₹ 13,575.37 lakhs as at March 31, 2023), pertaining to SECI-V project is repayable on demand.
- The repayment terms of the said loans were modified during the year ended March 31, 2024 and March 31, 2023.

Notes:

1 Net debt reconciliation

This section sets out an analysis of net debt and the movement in net debt for each of the periods presented:

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

	As at March 31, 2024	As at March 31, 2023
Cash and cash equivalents	225.06	87.28
Current Investment	2,796.66	643.71
Lease Liabilities	(175.46)	(175.28)
Current Borrowings (including interest accrued but note due)	(8,202.69)	(15,552.12)
	(1,59,304.18)	(1,43,994.94)
Non-current borrowings (including current maturities of long term debt and interest accrued but not due)#		
	(1,64,660.61)	(1,58,991.35)

	Other Assets		Liabilities from financing activities		Total	
	Cash and cash equivalents	Current Investment	Lease Liabilities	Current borrowings	Non current borrowings	
Net debt as on April 01, 2023	87.28	643.71	(175.28)	(15,552.12)	(1,43,994.94)	(1,58,991.35)
Reclassified based on modified term of borrowing	-	-	-	13,575.37	(13,575.37)	-
Cash Flows (net)	137.78	2,038.95	14.26	(7,500.00)	(779.45)	(6,088.46)
Interest expense#	-	-	(14.44)	(2,622.11)	(10,910.32)	(13,546.87)
Interest paid	-	-	-	3,896.16	9,955.90	13,852.06
Profit on sale of Investment	-	63.42	-	-	-	63.42
Fair value adjustment	-	50.58	-	-	-	50.58
Net debt as on March 31, 2024	225.06	2,796.66	(175.46)	(8,202.70)	(1,59,304.18)	(1,64,660.61)

	Other Assets			Liabilities from financing activities		Total
	Cash and cash equivalents	Current Investment	Lease Liabilities	Current borrowings	Non current borrowings	
Net debt as on April 01, 2022	3,301.75	-	(129.85)	(92,899.15)	(2,547.96)	(92,275.21)
Reclassified based on modified term of borrowing	-	-	-	82,519.52	(82,519.52)	-
Cash Flows (net)	(3,214.47)	605.55	9.66	(1,942.10)	(51,942.41)	(56,483.77)
New Lease	-	-	(41.84)	-	-	(41.84)
Finance Cost#	-	-	(13.25)	(3,230.39)	(6,985.05)	(10,228.69)
Gain on sale of Investment	-	34.60	-	-	-	34.60
Fair value adjustment	-	3.56	-	-	-	3.56
Net debt as on March 31, 2023	87.28	643.71	(175.28)	(15,552.12)	(1,43,994.94)	(1,58,991.35)

Transaction costs reduced from borrowings is excluded.



Note - 23 : Trade payables

(₹ In Lakhs)

	As at March 31, 2024	As at March 31, 2023
Trade payables		
Total outstanding dues of micro and small enterprises (Refer note - 35)	60.24	6.80
Total outstanding dues other than micro and small enterprises	1,165.69	632.47
	<u>1,225.93</u>	<u>639.27</u>

Ageing of trade payables

Particulars	As at March 31, 2024			
	Outstanding for following periods from due date of payment			
	Unbilled	Not due	Less than 1 year	Total
Undisputed dues				
i) - Micro and Small Enterprises	52.02	8.22	-	60.24
ii) - Others	1,109.44	55.07	1.18	1,165.69
Disputed dues				
iii) - Micro and Small Enterprises	-	-	-	-
iv) -Others	-	-	-	-
Total	1,161.46	63.29	1.18	1,225.93

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) - Micro and Small Enterprises	-	6.80	-	6.80
ii) - Others	595.12	0.82	36.53	632.47
Disputed dues				
iii) - Micro and Small Enterprises	-	-	-	-
iv) -Others	-	-	-	-
Total	595.12	7.62	36.53	639.27

Note - 24 : Other current financial liabilities

	As at March 31, 2024	As at March 31, 2023
Interest accrued but not due on borrowings	1,470.80	516.38
Payables on purchase of property, plant and equipment (Refer note - 35)	3,171.15	6,368.98
Sundry payables	0.82	-
	<u>4,642.77</u>	<u>6,885.36</u>

Note:

- 1 Payables on purchase of property, plant and equipment ₹ 14.23 lakhs (March 31, 2023: ₹ 10.00 lakhs) dues to micro and small enterprises.

Note - 25 : Other current liabilities

	As at March 31, 2024	As at March 31, 2023
Statutory dues	407.79	126.03
Sundry payables (interest dues to Micro and Small enterprises) (Refer note - 35)	0.22	0.02
	<u>408.01</u>	<u>126.05</u>



TORRENT SOLARGEN LIMITED**Notes forming part of the financial statements for the year ended March 31, 2024**

(₹ In Lakhs)

Note - 26 : Revenue from operations**For Year ended
March 31, 2024****For Year ended
March 31, 2023****Revenue from contracts with customers**

Revenue from power supply (refer notes below)

17,276.76

9,629.49

Less: Discount for prompt payment of bills

(154.84)

(64.23)

17,121.92

9,565.26

Other operating income

Provision of earlier years written back

-

9.28

Liquidated Damages

1,000.00

-

1,000.00

9.28

18,121.92

9,574.54

Footnotes:

- 1 Disclosure given above presents disaggregated revenue from contract with customers. The Company believes that this disaggregation best depicts how the nature, amount, timing and uncertainty of revenue and cashflows are affected by market and other economic factors.
- 2 Timing of revenue recognition (from contract with customers): Revenue from Power supply is recognised over a period of time.

Note - 27 : Other income**For Year ended
March 31, 2024****For Year ended
March 31, 2023**

Interest income from financial assets at amortised cost

Deposit

120.52

100.43

Loans to related parties (Refer note - 40)

33.26

114.05

153.78

214.48

Interest on income tax refund

1.24

0.29

Gain on sale of current investment in mutual funds

63.42

34.60

Net gain arising on investments in mutual funds measured at fair value through profit or loss

50.58

3.56

269.02

252.93

Note - 28 : Employee benefits expense**For Year ended
March 31, 2024****For Year ended
March 31, 2023**

Salaries, wages and bonus *

20.66

39.05

Contribution to provident and other funds

1.91

-

Employees welfare expenses

0.02

-

22.59

39.05

*includes shared expenditure with Torrent Power Limited amounting to ₹ 4.97 lakhs (₹ 39.05 lakhs as at March 31, 2023) (Refer note - 40).



TORRENT SOLARGEN LIMITED

Notes forming part of the financial statements for the year ended March 31, 2024

Note - 29 : Finance costs

	For Year ended March 31, 2024	(₹ In Lakhs) For Year ended March 31, 2023
Interest expense for financial liabilities classified as amortised cost		
Non convertible debentures #	4,257.21	3,716.97
Supplier's financing facility	3,674.76	2,788.13
Related Parties (Refer Note 40)	5,612.54	3,589.32
Interest on Lease liabilities	14.44	13.25
	13,558.95	10,107.67
Other Interest Expense	17.20	0.68
Other borrowing costs	536.11	220.79
	14,112.26	10,329.14
Less: Allocated to capital works	1,382.52	3,776.58
	12,729.74	6,552.56

includes amortisation of borrowing cost of ₹ 12.08 lakhs (previous year ₹ 10.74 lakhs)

Note - 30 : Depreciation expense

	For Year ended March 31, 2024	For Year ended March 31, 2023
Depreciation expense on Property, Plant and Equipment	6,091.48	3,184.73
Depreciation expense on right-of-use assets	146.91	138.30
	6,238.39	3,323.03
Less: Allocated to capital works	29.12	107.21
	6,209.27	3,215.82

Note - 31 : Other expenses

	For Year ended March 31, 2024	For Year ended March 31, 2023
Rent and hire charges (Refer note - 33)	6.70	5.83
Repairs to		
Plant and machinery	1,041.57	-
Others	2.44	0.02
	1,044.01	0.02
Insurance	292.40	137.26
Rates and taxes	37.56	32.40
Vehicle running expenses	34.77	39.85
Electricity expenses	194.62	206.51
Power Transmission and scheduling charges	171.66	156.81
Auditors remuneration (Refer note - 36)	5.87	5.61
Legal, professional and consultancy fees	135.98	73.91
Miscellaneous expenses	64.02	38.96
	1,987.59	697.16
Less: Allocated to capital works account	29.92	86.30
	1,957.67	610.86



TORRENT SOLARGEN LIMITED
Notes forming part of the financial statement for the year ended March 31, 2024
Note 32: Income tax expenses
(a) Income tax expense recognised in statement of profit and loss

(₹ In Lakhs)

	Year ended March 31, 2024	Year ended March 31, 2023
Current tax :		
Current tax on profits for the year	-	-
Adjustment for current tax of prior periods	-	-
	<u>-</u>	<u>-</u>
Deferred tax :		
(Increase) / Decrease in deferred tax Assets	(10,314.55)	(1,064.81)
Increase / (Decrease) in deferred tax liabilities	9,393.69	956.98
	<u>(920.86)</u>	<u>(107.83)</u>
Income tax expense	(920.86)	(107.83)

(b) Reconciliation of income tax expense

	Year ended March 31, 2024	Year ended March 31, 2023
(Loss) before tax	(2,528.33)	(590.82)
Expected income tax expense calculated using tax rate at 25.168% (Previous year - 25.168%)	(636.33)	(148.70)
Adjustment to reconcile expected income tax expense to reported income tax expense:		
Effect of expenditure that is not deductible in determining tax profit	(250.63)	0.19
Others (including Capital Work-in-process and lease payments)	(33.90)	40.68
Total	(920.86)	(107.83)
Total expenses as per statement of Profit and Loss	(920.86)	(107.83)

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



Note 32: Income tax expenses (Contd.)

(c) Deferred tax balances

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

	As at March 31, 2024	(₹ In Lakhs) As at March 31, 2023
Deferred tax assets	26,282.65	15,968.10
Deferred tax liabilities	(24,074.49)	(14,680.80)
	<u>2,208.16</u>	<u>1,287.30</u>

(ii) Movement of deferred tax:

Deferred tax assets / (liabilities) in relation to the year ended March 31, 2024

	Opening balance	Recognised in profit or loss	Recognised in OCI	Closing balance
Deferred Tax Assets :				
Unabsorbed depreciation	15,958.14	10,320.32	-	26,278.46
Unabsorbed tax loss	7.13	(7.13)	-	-
Share Issue Expense	2.83	(2.83)	-	-
Expense allowable for tax purposes when paid	-	4.19	-	4.19
	<u>15,968.10</u>	<u>10,314.55</u>	<u>-</u>	<u>26,282.65</u>
Deferred tax liabilities :				
Property, plant and equipment / Capital Work in Progress	(13,823.94)	(9,418.07)	-	(23,242.01)
Lease Payment	(825.39)	29.05	-	(796.34)
Unamortised Finance Cost	(30.59)	8.07	-	(22.52)
Fair Value adjustment of financial assets/ liabilities	(0.88)	(12.74)	-	(13.62)
	<u>(14,680.80)</u>	<u>(9,393.69)</u>	<u>-</u>	<u>(24,074.49)</u>
	<u>1,287.30</u>	<u>920.86</u>	<u>-</u>	<u>2,208.16</u>

Deferred tax assets / (liabilities) in relation to the year ended March 31, 2023

	Opening balance	Recognised in profit or loss	Recognised in OCI	Closing balance
Deferred Tax Assets :				
Unabsorbed depreciation	14,890.50	1,067.64	-	15,958.14
Unabsorbed tax loss	7.13	-	-	7.13
Share Issue Expense	5.66	(2.83)	-	2.83
	<u>14,903.29</u>	<u>1,064.81</u>	<u>-</u>	<u>15,968.10</u>
Deferred tax liabilities :				
Property, plant and equipment / Capital Work in Progress	(12,913.63)	(910.31)	-	(13,823.94)
Lease Payment	(810.19)	(15.20)	-	(825.39)
Unamortised Finance Cost	-	(30.59)	-	(30.59)
Fair Value adjustment of financial assets/ liabilities	-	(0.88)	-	(0.88)
	<u>(13,723.82)</u>	<u>(956.98)</u>	<u>-</u>	<u>(14,680.80)</u>
	<u>1,179.47</u>	<u>107.83</u>	<u>-</u>	<u>1,287.30</u>



Note 33: Leases

This note provides information for leases where the Company is a lessee. The Company's significant leasing arrangements are in respect of Land. The arrangements are for a period of 25 years and are renewable by mutual consent on mutually agreeable terms.

(i) Amounts recognised in balance sheet

Right-of-use assets

(₹ In Lakhs)

Particulars	Note	As at March 31, 2024	As at March 31, 2023
Land	6	3,129.91	3,269.03
Plant and machinery	6	186.91	-
Total		3,316.82	3,269.03

Lease Liabilities

Particulars		As at March 31, 2024	As at March 31, 2023
Current		11.96	14.26
Non-current		163.50	161.02
Total		175.46	175.28

(ii) Amounts recognised in the statement of profit and loss

The statement of profit or loss shows the following amounts relating to leases:

Particulars		Year ended March 31, 2024	Year ended March 31, 2023
Depreciation charge of right-of-use assets	30	146.91	138.30
Interest expense (included in finance costs)	29	14.44	13.25
Rent expense (included in other expense)	31	6.70	5.83
Total		168.05	157.38
		31.66	117.45
Less: Allocated to capital works		136.39	39.93

(iii) Maturities of lease liabilities (undiscounted)

Maturities of lease liabilities as at March 31, 2024:

	Non-current lease liabilities	Current lease liabilities
Less than 1 year	-	11.96
Between 1 year and 5 years	55.88	-
5 years and above	371.94	-
Total	427.82	11.96

Maturities of lease liabilities as at March 31, 2023:

	Non-current lease liabilities	Current lease liabilities
Less than 1 year	-	14.26
Between 1 year and 5 years	52.53	-
5 years and above	387.25	-
Total	439.78	14.26

(iv) Extension and termination options

These options are used to maximize operational flexibility in terms of managing the assets used in the Company's operations. Extension and termination options are included in the lease term, only if the Company has the right to exercise these options and reasonably certain to exercise the right.

(v) The Total Cash outflow for leases for the year was ₹ 20.96 Lakhs (March 31, 2023: ₹ 15.49 Lakhs)

	As at March 31, 2024	As at March 31, 2023
Principal elements of lease payments (disclosed in Statement of Cash flow)	14.26	9.66
Expense relating to short-term leases (included in other expenses)	6.24	5.40
Expense relating to leases of low-value assets that are not shown above as short-term leases (included in other expenses)	0.46	0.43
Total	20.96	15.49



TORRENT SOLARGEN LIMITED
Notes forming part of the financial statement for the year ended March 31, 2024
Note 34: Capital Commitments

	As at March 31, 2024	(₹ In Lakhs) As at March 31, 2023
Estimated amount of contracts remaining to be executed on capital account and not provided for (net of advances)		
Property, plant and equipment	-	5,523.22
	-	5,523.22

Note 35: 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:

	As at March 31, 2024	As at March 31, 2023
(a) Principal amount remaining unpaid (Refer note - 23 and 24)	74.47	16.80
(b) Interest due thereon	-	0.37
(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	155.09	-
(ii) Interest paid under section 16 of the MSMED Act, to the suppliers, beyond the appointed day during the year	0.02	1.16
(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)	0.22	0.02
(e) The amount of interest accrued and remaining unpaid (b+d)	0.22	0.02
(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.	-	-

Note 36: Auditors remuneration (including Taxes)

	Year ended March 31, 2024	Year ended March 31, 2023
As audit fees	5.31	5.05
For Other Services (Certification charges)	0.56	0.56
	5.87	5.61



Notes forming part of the financial statement for the year ended March 31, 2024

	Year ended March 31, 2024	(₹ In Lakhs) Year ended March 31, 2023
Basic and diluted Earnings / (Loss) per share	(2.01)	(0.60)

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

	Year ended March 31, 2024	Year ended March 31, 2023
Net (loss) as per statement of profit and loss attributable to Equity Shareholders (₹ in Lakhs)	(1,607.47)	(482.99)
Weighted average number of equity shares	8,00,50,000	8,00,50,000
Nominal value per equity share (₹)	10.00	10.00

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

The Company's chief operating decision maker (CODM) assesses the financial performance and position of the company and makes strategic decisions. The Company is engaged in the business of generation and supply of Solar power. The Company's business falls within a single business segment "Renewable Energy". The company operates through geographic locations in Maharashtra and Gujarat, India. The Company's customers are Maharashtra State Electricity Distribution Corporation Limited (MSEDCL) and Solar Energy Corporation of India Limited (SECI).



TORRENT SOLARGEN LIMITED

Notes forming part of the financial statement for the year ended March 31, 2024

Note 39: Utilisation of borrowed funds and share premium

(i) Except as detailed below, during the current and previous year the Company has not received any fund from any person or entity, 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.

As at March 31, 2023

Date of receipt of loan from funding party	Amount of funds received (Rs. in Lakhs)	Name of Funding Party	Details of Funding party	Date of funds further loaned to Ultimate beneficiary	Amount further loaned to Ultimate beneficiary (Rs. in Lakhs)	Name of Ultimate beneficiary	Details of ultimate beneficiary
April 02, 2022	700.00	Latur Renewable Private Limited	Wholly owned subsidiary of Torrent Power Limited, Parent entity; Indian company, CIN: U31906GJ2017PTC106736	April 06, 2022	700.00	Torrent Saurya Urja 6 Private Limited	Wholly owned subsidiary of Torrent Power Limited, Parent entity; Indian company, CIN: U74999GJ2016FTC141885
April 02, 2022	1,200.00	Jodhpur Wind Farms Private Limited	Wholly owned subsidiary of Torrent Power Limited, Parent entity; Indian company, CIN: U31909GJ2017PTC106919	April 06, 2022	700.00	Torrent Saurya Urja 6 Private Limited	Wholly owned subsidiary of Torrent Power Limited, Parent entity; Indian company, CIN: U74999GJ2016FTC141885

(ii) During the current year and previous year, the Company has not advanced or loaned or invested funds to any other persons or entities, including foreign entities (Intermediaries) with the understanding that the Intermediary shall:

- a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (Ultimate Beneficiaries) or
b) provide any guarantee, security or the like to or on behalf of the ultimate beneficiaries.



Notes forming part of the financial statement for the year ended March 31, 2024

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

with whom transactions have taken place during the year.

with whom transactions have taken place during the year.



TORRENT SOLARGEN LIMITED

Notes forming part of the financial statement for the year ended March 31, 2024

Note 40: Related party disclosures (Contd.)
(b) Related party transactions

(Rs. in Lakhs)

	Parent Company		Subsidiary of Parent Company		Total	
	Year ended	Year ended	Year ended	Year ended	Year ended	Year ended
	March 31, 2024	March 31, 2023	March 31, 2024	March 31, 2023	March 31, 2024	March 31, 2023
Nature of transactions						
Rent Expense	0.46	0.43	-	-	0.46	0.43
Torrent Power Limited	0.46	0.43	-	-	0.46	0.43
Shared Expenditure (employee benefit expense) charged by	4.97	39.05	-	-	4.97	39.05
Torrent Power Limited	4.97	39.05	-	-	4.97	39.05
Shared Expenditure (bank guarantee charges) charged by	104.11	11.47	-	-	104.11	11.47
Torrent Power Limited	104.11	11.47	-	-	104.11	11.47
Loan received	77,003.79	8,905.98	8,000.00	2,619.00	85,003.79	11,524.98
Torrent Power Limited	77,003.79	8,905.98	-	-	77,003.79	8,905.98
Jodhpur Windfarms Private Ltd.	-	-	1,900.00	1,454.00	1,900.00	1,454.00
Latur Renewable Private Ltd.	-	-	2,400.00	845.00	2,400.00	845.00
Visual Percept Solar Projects Private Limited	-	-	2,000.00	320.00	2,000.00	320.00
Surya Vidyut Limited	-	-	1,700.00	-	1,700.00	-
Loan repaid	2,810.91	59,265.00	10,474.00	320.00	13,284.91	59,585.00
Torrent Power Limited	2,810.91	59,265.00	-	-	2,810.91	59,265.00
Jodhpur Windfarms Private Ltd.	-	-	4,929.00	-	4,929.00	-
Latur Renewable Private Ltd.	-	-	5,045.00	-	5,045.00	-
Visual Percept Solar Projects Private Limited	-	-	-	320.00	-	320.00
Surya Vidyut Limited	-	-	500.00	-	500.00	-
Loan Given	-	-	-	1,400.00	-	1,400.00
Torrent Saurya Urja 6 Private Limited	-	-	-	1,400.00	-	1,400.00
Loan Received Back	-	-	1,400.00	610.00	1,400.00	610.00
Torrent Saurya Urja 6 Private Limited	-	-	1,400.00	-	1,400.00	-
Surya Vidyut Limited	-	-	-	610.00	-	610.00
Interest Income	-	-	33.26	114.05	33.26	114.05
Surya Vidyut Limited	-	-	-	0.13	-	0.13
Torrent Saurya Urja 6 Private Limited	-	-	33.26	113.92	33.26	113.92
Interest Expense on Loan	5,019.42	2,870.31	593.12	719.01	5,612.54	3,589.32
Torrent Power Limited	5,019.42	2,870.31	-	-	5,019.42	2,870.31
Jodhpur Windfarms Private Ltd.	-	-	242.16	352.31	242.16	352.31
Latur Renewable Private Ltd.	-	-	263.44	361.81	263.44	361.81
Visual Percept Solar Projects Private Limited	-	-	52.16	4.90	52.16	4.90
Surya Vidyut Limited	-	-	35.36	-	35.36	-
Utilisation of non-fund based limit by the Company	347.00	162.00	-	-	347.00	162.00
Torrent Power Limited	347.00	162.00	-	-	347.00	162.00



TORRENT SOLARGEN LIMITED

Notes forming part of the financial statement for the year ended March 31, 2024

Note 40: Related party disclosures (Contd.)

(c) Related party balances

(Rs. in Lakhs)

	Parent Company		Subsidiary of Parent Company		Total	
	As at	As at	As at	As at	As at	As at
	March 31, 2024	March 31, 2023	March 31, 2024	March 31, 2023	March 31, 2024	March 31, 2023
Balances at the end of the year						
Borrowings (including interest accrued but not due)	1,09,430.65	34,859.98	7,629.92	10,296.27	1,17,060.57	45,156.25
Torrent Power Limited	1,09,430.65	34,859.98	-	-	1,09,430.65	34,859.98
Jodhpur Windfarms Private Ltd.	-	-	1,929.84	5,088.26	1,929.84	5,088.26
Latur Renewable Private Ltd.	-	-	2,437.70	5,208.01	2,437.70	5,208.01
Visual Percept Solar Projects Private Limited	-	-	2,038.15	-	2,038.15	-
Surya Vidyut Limited	-	-	1,224.23	-	1,224.23	-
Trade Payable	0.10	36.53	-	-	0.10	36.53
Torrent Power Limited	0.10	36.53	-	-	0.10	36.53
Bank Guarantees on behalf of the Company	-	70,000.00	-	-	-	70,000.00
Torrent Power Limited *	-	70,000.00	-	-	-	70,000.00
Utilisation of non-fund based limit by the Company	2,488.31	2,490.31	-	-	2,488.31	2,490.31
Torrent Power Limited	2,488.31	2,490.31	-	-	2,488.31	2,490.31
Loan given (including interest accrued thereon)	-	-	-	1,502.53	-	1,502.53
Torrent Saurya Urja 6 Private Limited	-	-	-	1,502.53	-	1,502.53

*Utilised as at March 31, 2024 was ₹ Nil (March 31, 2023 - ₹ 61,799.00 lakhs).

(d) Terms and conditions of outstanding balances

1. Transactions with related parties were made on normal commercial terms and conditions.
2. All outstanding balances are unsecured and repayable in cash.



TORRENT SOLARGEN LIMITED
Notes forming part of the financial statement for the year ended March 31, 2024
Note 41: Financial instruments and risk management
(a) Capital Management

The Company manages its capital structure to ensure that the Company will be able to continue as going concern while maximizing the return to stakeholders through the optimization of the debt and equity balance.

The Company's capital structure is represented by equity (comprising issued capital and retained earnings as detailed in notes 19 & 20) and debt (borrowings as detailed in note 21 & 22).

The Company's management reviews the capital structure of the Company on annual basis. As part of this review, the management considers the cost of capital and the risks associated with each class of capital. No changes were made in the objectives, policies or process for managing its capital during the year ended March 31, 2024 and March 31, 2023.

Gearing ratio

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

	As at March 31, 2024	(Rs. in Lakhs) As at March 31, 2023
Debt	1,67,506.87	1,59,030.68
Total Equity	(2,499.20)	29.13
Net debt to equity ratio	(67.02)	5,459.34

- (i) Debt is defined as all long term debt outstanding (including unamortised expenses), short term debt outstanding in lieu of long term debt and short term debt and Interest accrued but not due.
- (ii) Total Equity is defined as Equity share capital + Retained earnings – deferred tax assets.

(b) Categories of financial instruments

	As at March 31, 2024		As at March 31, 2023	
	Carrying value	Fair value	Carrying value	Fair value
Financial assets				
Measured at amortised Cost				
Cash and cash equivalents	225.06	225.06	87.28	87.28
Trade receivables	2,064.46	2,064.46	1,195.57	1,195.57
Bank balances other than cash and cash equivalents	1,734.00	1,734.00	-	-
Loans	-	-	1,502.53	1,502.53
Other financial assets	300.76	300.76	1,871.91	1,871.91
	4,324.28	4,324.28	4,657.29	4,657.28
Measured at fair value through profit and loss (FVTPL)				
Investments in mutual funds	2,796.66	2,796.66	643.71	643.71
	2,796.66	2,796.66	643.71	643.71
Financial liabilities				
Measured at amortised Cost				
Borrowings	1,65,946.62	1,65,946.62	1,58,909.15	1,58,909.15
Trade payable	1,225.93	1,225.93	639.27	639.27
Other financial liabilities	4,642.77	4,642.77	6,885.36	6,885.36
	1,71,815.32	1,71,815.32	1,66,433.78	1,66,433.78

Notes:

1 The carrying amounts of trade receivables, trade payables, payable on purchase of property, plant and equipments, cash and cash equivalents, Bank balances other than cash and cash equivalents, Other financial assets and other financial liabilities are considered to be the same as their fair values, due to their 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.



TORRENT SOLARGEN LIMITED

Notes forming part of the financial statement for the year ended March 31, 2024

Note 41: Financial instruments and risk management (Contd.)**(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 :	Inputs are Quoted (unadjusted) market prices in active markets for identical assets or liabilities. This includes investments in mutual funds that have quoted price.
Level 2 :	Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable. This includes unquoted floating and fixed rate borrowing.
Level 3 :	Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable. This includes floating rate borrowings.

The following table summarises financial assets measured at fair value on a recurring basis and financial assets and liabilities that are not measured at fair value on a recurring basis (but fair value disclosures are required) :

Financial assets at fair value through profit and loss (FVTPL)

	Fair value		Fair value hierarchy	Valuation technique and key input
	March 31, 2024	March 31, 2023		
Investment in mutual funds	2,796.66	643.71	Level 1	Quoted bid prices in an active market
	<u>2,796.66</u>	<u>643.71</u>		

(d) Financial risk management objectives

The Company's principal financial liabilities comprise borrowings, trade and other 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, trade receivables and current Loans.

The Company's activities expose it to a variety of financial risks viz interest rate risk, credit risk, liquidity 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. Company's borrowing includes borrowing from Parent Company, subsidiaries of parent company, banks and Non convertible debentures.

Interest rate risk

Company's borrowings are on a floating rate of interest. The Company has exposure to interest rate risk, arising principally on account of changes in Marginal Cost of Funds based Lending Rate (MCLR) in respect of its borrowings.

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

	(Rs. in Lakhs)	
	As at March 31, 2024	As at March 31, 2023
Fixed rate borrowings^	50,435.00	52,580.00
Floating rate borrowings	<u>1,14,898.38</u>	<u>1,04,473.93</u>
	<u>1,65,333.38</u>	<u>1,57,053.93</u>

^transactions cost reduced from the borrowing is excluded.



TORRENT SOLARGEN LIMITED
Notes forming part of the financial statement for the year ended March 31, 2024
Note 41: Financial instruments and risk management (Contd.)
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 year 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 loss before tax.

(Rs. in Lakhs)

	As at March 31, 2024	As at March 31, 2023
Impact on loss before tax - increase in 50 basis points	(574.49)	(522.37)
Impact on loss before tax - decrease in 50 basis points	574.49	522.37

Credit risk
Trade receivables
1. Exposures to credit risk:

Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in financial loss to the Company. The Company is exposed to the credit risk arising from the possibility that counterparties (primarily trade receivable, suppliers etc.) might fail to comply with contractual obligations. This exposure may arise with regard to unsettled amounts and the cost of substituting products that are not supplied.

2. Credit risk management:

Credit risk is managed and limited in accordance with the type of transaction and the creditworthiness of the counterparty. The credit risk is limited as the revenue and collection are from Maharashtra State Electricity Distribution Company Limited and Solar Energy Corporation of India Limited which is a Government undertaking.

3. Other credit enhancements:

The Company does not hold any collateral or other credit enhancements to cover its credit risks associated with its financial assets.

4. Age of receivables and expected credit loss

The company is engaged in the business of generation of wind power. Revenue from power supply generated from the wind power is being supplied to MSEDCL and SECI under PPA, which is the only customers of the company and a government undertaking. Based on an analysis of past trends of recovery, the management is of the view that the entire receivables are fully recoverable. Accordingly, the Company does not recognise any impairment loss on its receivables.

The age of receivables and provision matrix at the end of the reporting period is as follows.

As at March 31, 2024

(Rs. in Lakhs)

	Gross trade receivables	Allowance for doubtful debt
Less than or equal to 6 months	2,064.46	-
More than 6 months but less than or equal to 1 year	-	-
More than one year	-	-
	2,064.46	-

As at March 31, 2023

(Rs. in Lakhs)

	Gross trade receivables	Allowance for doubtful debt
Less than or equal to 6 months	1,195.57	-
More than 6 months but less than or equal to 1 year	-	-
More than one year	-	-
	1,195.57	-

Other Financial Assets:

The Company is having balances in cash and cash equivalents, term deposits with banks, Loans to related parties, investments in mutual funds. The Company is having balances in cash and cash equivalents, term deposits with scheduled banks with high credit rating and hence perceive low credit risk of default. With respect to investments, the Company limits its exposure to credit risk by investing in liquid securities with counterparties depending on their Composite Performance Rankings (CPR) published by CRISIL. The Company's investment policy lays down guidelines with respect to exposure per counterparty, rating, processes in terms of control and continuous monitoring. The Company therefore considers credit risks on such investments to be negligible. The credit loss from Loans receivable from related parties is considered immaterial.



Note 41: Financial instruments and risk management (Contd.)**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. As of now, the Company's obligations are met by raising funds from the Parent Company and its subsidiaries, secured loans from Bank and Receipt generated from power supply.

Maturities of financial liabilities

The following tables detail the Company's remaining contractual maturity for its non-derivative 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, 2024

				(₹ In Lakhs) Total
	Less than 1 year	Between 1 and 5 year	5 years and above	
Financial liabilities				
Non current financial liabilities				
Borrowings (Including interest on borrowings)^	-	64,917.69	1,52,249.51	2,17,167.20
Lease liabilities	-	55.88	371.94	427.82
	-	64,973.57	1,52,621.45	2,17,595.02
Current financial liabilities				
Current Borrowings (Including interest on borrowings)^	21,093.04	-	-	21,093.04
Trade payables	1,225.93	-	-	1,225.93
Lease Liabilities	11.96	-	-	11.96
Other financial liabilities	4,642.77	-	-	4,642.77
	26,973.70	-	-	26,973.70
Total financial liabilities	26,973.70	64,973.57	1,52,621.45	2,44,568.72

As at March 31, 2023

				(₹ in Lakhs) Total
	Less than 1 year	Between 1 and 5 year	5 years and above	
Financial liabilities				
Non current financial liabilities				
Borrowings (Including interest on borrowings)^	-	88,866.00	62,272.61	1,51,138.61
Lease Liabilities	-	52.53	387.25	439.78
	-	88,918.53	62,659.86	1,51,578.39
Current financial liabilities				
Current Borrowings (Including interest on borrowings)^	27,111.75	-	-	27,111.75
Trade payables	639.27	-	-	639.27
Lease Liabilities	14.26	-	-	14.26
Other financial liabilities	6,885.36	-	-	6,885.36
	34,650.64	-	-	34,650.64
Total financial liabilities	34,650.64	88,918.53	62,659.86	1,86,229.03

^transactions cost reduced from the borrowing is excluded.



TORRENT SOLARGEN LIMITED
Notes forming part of the financial statement for the year ended March 31, 2024
Note 42: Financial Ratios

Particulars	As at March 31, 2024	As at March 31, 2023	Variance (%)	Remarks for variation more than 25%
(a) Current Ratio (in times)	0.43	0.09	368.95%	Due to decrease in current liability due to refinancing
(b) Debt-Equity Ratio (in times)	(67.02)	5,459.34	-101.23%	Increase in debt due to capital expenditure of 115MW SECI-V Wind project and increase in deferred tax asset
(c) Trade Payables turnover Ratio (in times)	2.10	0.85	145.60%	Due to increase in other expense
(d) Net capital turnover Ratio (in times)	(1.89)	(0.42)	355.10%	Increase in revenue from operation due to commissioning of 115MW SECI-V project
(e) Debt Service Coverage Ratio (in times)	0.18	0.17	1.99%	
(f) Net profit Ratio (in %)	-8.87%	-5.04%	75.84%	Increase in other expense and revenue from operation due to commissioning of 115MW SECI-V project and
(g) Return on Capital employed (in %)	6.33%	4.68%	35.34%	
(h) Return on Equity Ratio (in %)	130.16%	-148.82%	-187.46%	Due to commissioning on 115MW SECI-V project
(i) Trade Receivables turnover Ratio (in times)	11.12	8.53	30.34%	Due to commissioning on 115MW SECI-V project
(j) Return on investment (in %)	6.00%	4.40%	36.25%	
(k) Inventory Turnover ratio (in times)	5069.07	NA	NA	There is no inventory in previous year

Explanations to items included in computing the above ratios:

- a) Current Ratio : Current Asset over Current Liabilities
b) Debt Equity Ratio : all long term debt outstanding (including unamortised expenses) over (equity share capital + all reserves - deferred tax asset)
c) Trade Payables Turnover : Operating expenses over Average Trade Payable
d) Net Capital Turnover Ratio: Revenue from operation over working capital (current assets - current liabilities)
e) Debt Service Coverage Ratio: (Profit before tax + depreciation and amortisation + interest on debt) over (principal repayment of debt + interest on debt + lease payments)
f) Net Profit Ratio: Profit after tax over revenue from operations
g) Return on Capital Employed : Earning before Interest and Tax over average of (Share capital + reserves + all long term debt outstanding (including unamortised expenses - deferred tax asset))
h) Return on Equity Ratio : Net Profit After Tax over Average of (Share capital + reserves - deferred tax asset)
i) Trade Receivable Turnover Ratio : Revenue from operations over average trade receivables
j) Return on investment: Profit before exceptional items and tax + finance cost over average total assets
k) Inventory turnover ratio: Revenue from operation over average inventories



TORRENT SOLARGEN LIMITED

Notes forming part of the financial statement for the year ended March 31, 2024

Note 43: 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, 2024 and March 31, 2023.
- b) The Company has borrowings from banks/financial institutions on the basis of security of current assets during the year ended March 31, 2024 and March 31, 2023. The terms of borrowings does not require the Company to file quarterly returns or statements of current assets.
- c) 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, 2024 and March 31, 2023.
- d) There are no charges or satisfactions which were registered with the Registrar of Companies beyond the statutory period during the year ended March 31, 2024 and March 31, 2023.
- e) The company does not hold investment in subsidiaries, joint venture and associates during the year ended March 31, 2024 and March 31, 2023.
- f) 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, 2024 and March 31, 2023.
- g) During the year ended March 31, 2024 and March 31, 2023, 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).
- h) Provision of section 135 of the act is applicable to the Company during the current and previous year. However, company is not required to make any contribution as per the profit calculated in accordance to the provision of section 198 of the companies Act, 2013.
- i) The Company has not invested or traded in Crypto Currency or Virtual Currency during the year ended March 31, 2024 and March 31, 2023.
- j) 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, 2024 and March 31, 2023.
- k) During the year ended March 31, 2024 and March 31, 2023, the Company has used the borrowings from banks and Financials Institutions for the specific purpose for which it was taken.

Note 44: Maintenance of audit trail

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 does not capture "old value" and "new value" of changes made. 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. As a part of privileged access management, the 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. However due to standard database functionality of HANA DB, while changes made are logged in the database, it does not capture "old value" and "new value" of changes made. This is SAP related issue and management is working towards resolving the same with the vendor.

Note 45: Approval of financial statements

The financial statements were approved for issue by the board of directors on May 16, 2024

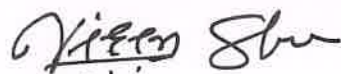
Signature to Note 1 to 45

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: Ahmedabad

Date: May 16, 2024

Pradip Mehta

Chairperson

DIN:00254359

Rujvi Shah

Company Secretary



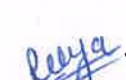


Shimoni Shah

Chief Executive Officer

Place: Ahmedabad

Date: May 16, 2024



Reeya Mundra

Chief Financial Officer

Place: Ahmedabad

Date: May 16, 2024