

Bhubaneshwar Power Private Limited
Balance Sheet as at March 31,2024

₹ in Lakhs

| | Note No. | As at March 31, 2024 | As at March 31, 2023 |
|--|----------|-------------------------|-------------------------|
| (I) ASSETS | | | |
| (1) Non-current Assets | | | |
| (a) Property, Plant and Equipment | 4 | 58,492.49 | 63,254.20 |
| (b) Right Of Use Assets | 5 | 289.10 | 326.36 |
| (c) Capital Work-in-Progress | 6 | 654.65 | 411.38 |
| (d) Intangible Assets | 7 | 3.76 | 5.11 |
| (e) Tax Assets (Net) | 8 | 53.21 | 60.05 |
| (f) Other Non-current Assets | 9 | 852.15 | 780.83 |
| | | 60,345.36 | 64,837.93 |
| (2) Current Assets | | | |
| (a) Inventories | 10 | 4,211.65 | 4,130.21 |
| (b) Financial Assets | | | |
| (i) Trade Receivables | 11 | 4,419.16 | 4,492.47 |
| (ii) Cash and Cash Equivalents | 12 | 169.16 | 288.12 |
| (iii) Investments | 13 | - | 769.19 |
| (iv) Other Financial Assets | 14 | 45.60 | 30.31 |
| (c) Other Current Assets | 15 | 1,784.62 | 1,601.30 |
| | | 10,630.19 | 11,311.60 |
| TOTAL ASSETS | | 70,975.55 | 76,149.53 |
| (II) EQUITY AND LIABILITIES | | | |
| (1) Equity | | | |
| (a) Equity Share Capital | 16 | 25,325.12 | 25,325.12 |
| (b) Other Equity | 17 | 14,907.08 | 11,252.98 |
| | | 40,232.20 | 36,578.10 |
| (2) Non-current Liabilities | | | |
| (a) Financial Liabilities | | | |
| (i) Borrowings | 18(a) | 16,835.00 | 26,811.00 |
| (ii) Lease Liabilities | 18(b) | 5.79 | 33.34 |
| (b) Provisions | 19 | 63.04 | 43.88 |
| (c) Deferred Tax Liabilities (Net) | 20 | 5,013.76 | 3,765.46 |
| | | 21,917.59 | 30,653.68 |
| (3) Current Liabilities | | | |
| (a) Financial Liabilities | | | |
| (i) Borrowings | 21 | 5,976.00 | 5,976.00 |
| (ii) Trade Payables | 22 | | |
| (a) Total Outstanding Dues of Micro and Small Enterprises | | 82.38 | 8.54 |
| (b) Total Outstanding Dues of Creditors other than Micro and Small Enterprises | | 2,285.77 | 2,349.81 |
| (iii) Other Financial Liabilities | 23 | 45.75 | 65.58 |
| (iv) Lease Liabilities | 18(b) | 17.88 | 15.24 |
| (b) Provisions | 19 | 9.12 | 2.02 |
| (c) Other Current Liabilities | 24 | 408.86 | 500.56 |
| | | 8,825.76 | 8,917.75 |
| TOTAL EQUITY AND LIABILITIES | | 70,975.55 | 76,149.53 |

The accompanying notes form an integral part of the Balance Sheet.

In terms of our report attached

For Price Waterhouse & Co Chartered Accountants LLP
Firm Registration Number: 304026E/E-300009

For and on behalf of the Board of Directors

Gourab Bardhan
Partner
Membership Number: 131310

Sumitra Saha
Managing Director
DIN: 08742250

Bibhudutta Nanda
Director
DIN: 07531186

Amit Bhartia
Chief Financial Officer

Susovita Tripathy
Company Secretary

Place: Kolkata
Date:

Place: Bhubaneshwar
Date:

Bhubaneswar Power Private Limited**Statement of Profit and Loss for the period ended March 31,2024**

| | | ₹ in Lakhs | |
|---|----------|-------------------------------------|-------------------------------------|
| Particulars | Note No. | For the Period ended March 31, 2024 | For the Period ended March 31, 2023 |
| I Revenue from Operations | 25 | 55,022.47 | 59,711.68 |
| II Other Income | 26 | 325.52 | 231.90 |
| III Total Income (I+II) | | 55,347.99 | 59,943.58 |
| IV Expenses | | | |
| (a) Fuel Consumed | | 30,032.62 | 34,534.91 |
| (b) Electricity Duty | | 5,243.89 | 4,782.67 |
| (c) Employee Benefits Expense | 27 | 783.00 | 772.07 |
| (d) Finance Costs | 28 | 1,973.17 | 2,596.66 |
| (e) Depreciation and Amortisation Expense | 29 | 5,106.55 | 5,094.47 |
| (f) Other Expenses | 30 | 7,291.54 | 6,483.17 |
| Total Expenses (IV) | | 50,430.77 | 54,263.95 |
| V Profit Before Tax (III - IV) | | 4,917.22 | 5,679.63 |
| VI Tax Expense | | | |
| Deferred Tax | 20 | 1,248.30 | 1,421.43 |
| Total Tax Expense | | 1,248.30 | 1,421.43 |
| VII Profit for the Year (V - VI) | | 3,668.92 | 4,258.20 |
| VIII Other Comprehensive Income | | | |
| Items that will not be reclassified to Profit or Loss | | | |
| - Remeasurements of Post Employment Defined Benefit Obligations | 33 | (14.82) | (21.63) |
| IX Total Comprehensive Income for the Year (VII+VIII) | | 3,654.10 | 4,236.57 |
| X Earnings per Equity Share | | | |
| Basic and Diluted | 35 | 1.45 | 1.68 |

The accompanying notes form an integral part of the Statement of Profit and Loss.

In terms of our report attached

For Price Waterhouse & Co Chartered Accountants LLP
Firm Registration Number: 304026E/E-300009

For and on behalf of the Board of Directors

Gourab Bardhan
Partner
Membership Number: 131310

Sumitra Saha
Managing Director
DIN: 08742250

Bibhudutta Nanda
Director
DIN: 07531186

Amit Bhartia
Chief Financial Officer

Susovita Tripathy
Company Secretary

Place: Kolkata
Date:

Place: Bhubaneswar
Date:

Bhubaneswar Power Private Limited
Statement of Cash Flows for the period ended March 31,2024

₹ in Lakhs

| Particulars | Note No. | For the Period ended March 31, 2024 | For the Period ended March 31, 2023 |
|---|----------|--|--|
| A) Cash Flow from Operating Activities | | | |
| Profit Before Tax | | 4,917.22 | 5,679.63 |
| <u>Adjustments for:</u> | | | |
| Depreciation and Amortisation Expense | 29 | 5,106.55 | 5,094.47 |
| Finance Costs | 28 | 1,973.17 | 2,596.66 |
| Loss on Sale of Property, Plant and Equipment | 30 | 2.63 | 2.21 |
| Interest Income on Fixed Deposits and Others | 26 | (40.01) | (65.20) |
| Gain on Sale/Redemption of Current Investments | 26 | (191.36) | (126.16) |
| Operating Profit before working capital changes | | 11,768.20 | 13,181.61 |
| Movement in Working Capital | | | |
| (Increase) / Decrease in Inventories | | (81.44) | 630.48 |
| (Increase) / Decrease in Trade Receivables | | 73.31 | (957.68) |
| (Increase) / Decrease in Other Financial Assets | | (9.99) | (0.15) |
| (Increase) / Decrease in Other Current Assets | | (183.32) | 308.01 |
| (Increase) / Decrease in Other Non-current Assets | | (71.32) | (57.67) |
| Increase / (Decrease) in Non-current Provisions | | 4.34 | 0.50 |
| Increase / (Decrease) in Trade Payables | | 9.80 | 407.40 |
| Increase / (Decrease) in Current Provisions | | 7.10 | (5.59) |
| Increase / (Decrease) in Other Financial Liabilities | | (20.79) | 33.44 |
| Increase / (Decrease) in Other Current Liabilities | | (91.70) | 307.55 |
| Cash Generated from Operations | | 11,404.19 | 13,847.90 |
| Income Taxes (Paid) / (Refunds received) (net) | | 6.84 | 115.57 |
| Net Cash Generated from Operations | | 11,411.03 | 13,963.47 |
| B) Cash Flow from Investing Activities | | | |
| Interest Received on Fixed Deposits | | 34.71 | 79.92 |
| Proceeds from Sale of Property, Plant and Equipment and Intangible Assets | | 0.08 | 1.22 |
| Payment for Purchase of Property, Plant and Equipment and Intangible Assets | | (551.25) | (502.35) |
| Sale of Investments in Mutual Funds | | 43,528.43 | 30,662.40 |
| Purchase of Investments in Mutual Funds | | (42,567.87) | (31,305.43) |
| Net Cash Used in Investing Activities | | 444.10 | (1,064.24) |
| C) Cash Flow from Financing Activities | | | |
| Repayment of Long Term Borrowings | | - | - |
| Proceeds/(Repayment) of Inter Corporate Deposit (net) | | (9,976.00) | (5,976.00) |
| Proceeds/ (Repayment) of Short Term Borrowings (net) | | - | (4,003.09) |
| Principal Elements of Lease Liabilities | | (24.91) | (23.34) |
| Interest Elements of Lease Liabilities | | (2.65) | (3.67) |
| Finance Costs Paid | | (1,970.52) | (2,605.01) |
| Net Cash Used in Financing Activities | | (11,974.08) | (12,611.11) |
| Net Increase / (Decrease) in Cash and Cash Equivalents (A+B+C) | | (118.95) | 288.12 |
| Opening Cash and Cash Equivalents | 12 | 288.12 | - |
| Closing Cash and Cash Equivalents | 12 | 169.17 | 288.12 |

The Statement of Cash Flows has been prepared under the "Indirect Method" as set out in Ind AS 7, 'Statement of Cash Flows'.

The accompanying notes form an integral part of the Statement of Cash Flows.

In terms of our report attached

For Price Waterhouse & Co Chartered Accountants LLP
Firm Registration Number: 304026E/E-300009

For and on behalf of the Board of Directors

Gourab Bardhan
Partner
Membership Number: 131310

Sumitra Saha
Managing Director
DIN: 08742250

Bibhudutta Nanda
Director
DIN: 07531186

Amit Bhartia
Chief Financial Officer

Susovita Tripathy
Company Secretary

Place: Kolkata
Date:

Place: Bhubaneswar
Date:

Bhubaneswar Power Private Limited**Statement of Changes in Equity for the period ended March 31,2024****a) Equity Share Capital**

₹ in Lakhs

Balance as at April 1, 2022**25,325.12**

Changes in Equity Share Capital during the Year

-

Balance as at March 31, 2023**25,325.12****Balance as at April 1, 2023****25,325.12**

Changes in Equity Share Capital during the Year

-

Balance as at March 31, 2024**25,325.12****b) Other Equity**

| Particulars | Reserves & Surplus | | Total |
|---|--------------------|----------------|------------------|
| | Retained Earnings | Other Equity | |
| Balance as at April 1, 2022 | 7,038.98 | (22.58) | 7,016.40 |
| Profit for the Year | 4,258.21 | - | 4,258.21 |
| Other Comprehensive Income for the Year | (21.63) | - | (21.63) |
| Balance as at March 31, 2023 | 11,275.56 | (22.58) | 11,252.98 |
| Balance as at April 1, 2023 | 11,275.56 | (22.58) | 11,252.98 |
| Profit for the Year | 3,668.92 | - | 3,668.92 |
| Other Comprehensive Income for the Year | (14.82) | - | (14.82) |
| Balance as at March 31, 2024 | 14,929.66 | (22.58) | 14,907.08 |

The accompanying notes form an integral part of the Statement of Changes in Equity.

In terms of our report attached

For Price Waterhouse & Co Chartered Accountants LLP**Firm Registration Number: 304026E/E-300009****For and on behalf of the Board of Directors****Gourab Bardhan****Partner****Membership Number: 131310****Sumitra Saha****Managing Director****DIN: 08742250****Bibhudutta Nanda****Director****DIN: 07531186****Amit Bhartia****Chief Financial Officer****Susovita Tripathy****Company Secretary**

Place: Kolkata

Date:

Place: Bhubaneswar

Date:

Bhubaneshwar Power Private Limited

Notes forming part of the Financial Statements for the period ended March 31,2024

| Note 4. Property, Plant and Equipment | | | | | | | | ₹ in Lakhs |
|---------------------------------------|---------------|-----------|-------------------|----------------------|------------------|----------|-------|------------|
| Particulars | Freehold Land | Buildings | Plant & Equipment | Furniture & Fixtures | Office Equipment | Vehicles | Total | |

| | | | | | | | | |
|--|---------------|-----------------|------------------|--------------|---------------|--------------|------------------|--|
| Gross Carrying Amount as at April 1, 2022 | 858.96 | 2,550.26 | 93,754.15 | 37.20 | 147.29 | 45.72 | 97,393.58 | |
| Additions | 4.23 | 139.60 | 72.61 | 5.60 | 14.16 | 15.19 | 251.39 | |
| Disposals/Adjustments | - | - | - | - | - | (9.64) | (9.64) | |

| | | | | | | | | |
|---|---------------|-----------------|------------------|--------------|---------------|--------------|------------------|--|
| Gross Carrying Amount as at March 31, 2023 | 863.19 | 2,689.86 | 93,826.76 | 42.80 | 161.45 | 51.27 | 97,635.33 | |
|---|---------------|-----------------|------------------|--------------|---------------|--------------|------------------|--|

| | | | | | | | | |
|-----------------------|---|--------|-------|--------|--------|---|----------------|--|
| Additions | - | 159.81 | 87.94 | 3.51 | 57.68 | - | 308.94 | |
| Disposals/Adjustments | - | - | - | (6.50) | (4.10) | - | (10.60) | |

| | | | | | | | | |
|---|---------------|-----------------|------------------|--------------|---------------|--------------|------------------|--|
| Gross Carrying Amount as at March 31, 2024 | 863.19 | 2,849.67 | 93,914.70 | 39.81 | 215.03 | 51.27 | 97,933.67 | |
|---|---------------|-----------------|------------------|--------------|---------------|--------------|------------------|--|

| | | | | | | | | |
|---|----------|---------------|------------------|-------------|--------------|--------------|------------------|--|
| Accumulated Depreciation as at April 1, 2022 | - | 405.18 | 28,845.06 | 9.49 | 57.52 | 13.15 | 29,330.40 | |
| Charge for the year | - | 85.68 | 4,951.63 | 5.13 | 11.41 | 3.05 | 5,056.90 | |
| Disposals/Adjustments | - | - | - | - | - | (6.17) | (6.17) | |

| | | | | | | | | |
|--|----------|---------------|------------------|--------------|--------------|--------------|------------------|--|
| Accumulated Depreciation as at March 31, 2023 | - | 490.86 | 33,796.69 | 14.62 | 68.93 | 10.03 | 34,381.13 | |
| Charge for the year | - | 89.68 | 4,955.75 | 4.72 | 14.77 | 3.31 | 5,068.23 | |
| Disposals/Adjustments | - | - | - | (5.59) | (2.59) | - | (8.18) | |

| | | | | | | | | |
|--|----------|---------------|------------------|--------------|--------------|--------------|------------------|--|
| Accumulated Depreciation as at March 31, 2024 | - | 580.54 | 38,752.44 | 13.75 | 81.11 | 13.34 | 39,441.18 | |
|--|----------|---------------|------------------|--------------|--------------|--------------|------------------|--|

| | | | | | | | | |
|---|---------------|-----------------|------------------|--------------|--------------|--------------|------------------|--|
| Net Carrying amount as at March 31, 2023 | 863.19 | 2,199.00 | 60,030.07 | 28.18 | 92.52 | 41.24 | 63,254.20 | |
|---|---------------|-----------------|------------------|--------------|--------------|--------------|------------------|--|

| | | | | | | | | |
|---|---------------|-----------------|------------------|--------------|---------------|--------------|------------------|--|
| Net Carrying amount as at March 31, 2024 | 863.19 | 2,269.13 | 55,162.26 | 26.06 | 133.92 | 37.93 | 58,492.49 | |
|---|---------------|-----------------|------------------|--------------|---------------|--------------|------------------|--|

Note 1: Aggregate amount of Depreciation Expense has been included under "Depreciation and Amortisation Expense" in the Statement of Profit and Loss.

Bhubaneswar Power Private Limited

Notes forming part of the Financial Statements for the period ended March 31,2024

₹ in Lakhs

Note 5. Right Of Use Assets

| Particulars | Right Of Use Assets Land | Right Of Use Assets Buildings | Total |
|--|-----------------------------|----------------------------------|---------------|
| Gross Carrying Amount as at April 1, 2022 | 344.20 | 43.20 | 387.40 |
| Additions | 8.70 | 56.69 | 65.39 |
| Adjustment on account of Termination of lease | | | - |
| Gross Carrying Amount as at March 31, 2023 | 352.90 | 99.89 | 452.79 |
| Additions | - | - | - |
| Gross Carrying Amount as at March 31, 2024 | 352.90 | 99.89 | 452.79 |
| Accumulated Depreciation as at April 1, 2022 | 48.84 | 40.83 | 89.67 |
| Charge for the year | 16.60 | 20.16 | 36.76 |
| Adjustment on account of Termination of lease | | | - |
| Accumulated Depreciation as at March 31, 2023 | 65.44 | 60.99 | 126.43 |
| Charge for the year | 16.77 | 20.49 | 37.26 |
| Accumulated Depreciation as at March 31, 2024 | 82.21 | 81.48 | 163.69 |
| Net Carrying amount as at March 31, 2023 | 287.46 | 38.90 | 326.36 |
| Net Carrying amount as at March 31, 2024 | 270.69 | 18.41 | 289.10 |

Note 1: Aggregate amount of Depreciation Expense has been included under "Depreciation and Amortisation Expense" in the Statement of Profit and Loss.

Note 2: Lease Agreements of all the above leases are duly executed in the name of the Company.

Note 6. Capital Work-in-Progress

| Particulars | As at March 31, 2024 | As at March 31, 2023 |
|---------------------------------------|-------------------------|-------------------------|
| Capital Work-in-Progress | 654.65 | 411.38 |
| Total Capital Work-in-Progress | 654.65 | 411.38 |

| Particulars | As at March 31, 2024 | | | | |
|-------------------------------|----------------------|--------------|---------------|----------------------|---------------|
| | Less Than 1 Year | 1-2 Years | 2-3 Years | More than 3 Years | Total |
| Project in Progress | 128.84 | 12.98 | 314.28 | 198.54 | 654.65 |
| Project Temporarily Suspended | - | - | - | - | - |
| Total | 128.84 | 12.98 | 314.28 | 198.54 | 654.65 |

| Particulars | As at March 31, 2023 | | | | |
|-------------------------------|----------------------|---------------|-------------|----------------------|---------------|
| | Less Than 1 Year | 1-2 Years | 2-3 Years | More than 3 Years | Total |
| Project in Progress | 22.03 | 188.71 | 2.10 | 198.54 | 411.38 |
| Project Temporarily Suspended | - | - | - | - | - |
| Total | 22.03 | 188.71 | 2.10 | 198.54 | 411.38 |

Note 7. Intangible Assets

| Particulars | As at March 31, 2024 | As at March 31, 2023 |
|--|--------------------------------|-------------------------|
| Carrying amounts : | 3.76 | 5.11 |
| Software & Licenses | 3.76 | 5.11 |
| Total | | |
| Particulars | Software & Licenses | Total |
| Gross Carrying Amount as at April 1, 2022 | 7.71 | 7.71 |
| Additions | 2.97 | 2.97 |
| Gross Carrying Amount as at March 31, 2023 | 10.68 | 10.68 |
| Additions | - | - |
| Disposals/Adjustments | -3.05 | -3.05 |
| Gross Carrying Amount as at March 31, 2024 | 7.63 | 7.63 |
| Accumulated Amortisation as at April 1, 2022 | 4.77 | 4.77 |
| Charge for the year | 0.80 | 0.80 |
| Accumulated Amortisation as at March 31, 2023 | 5.57 | 5.57 |
| Charge for the year | 1.06 | 1.06 |
| Disposals/Adjustments | -2.76 | -2.76 |
| Accumulated Amortisation as at March 31, 2024 | 3.87 | 3.87 |
| Net Carrying amount as at March 31, 2023 | 5.11 | 5.11 |
| Net Carrying amount as at March 31, 2024 | 3.76 | 3.76 |

Note 1: Aggregate amount of Amortisation Expense has been included under "Depreciation and Amortisation Expense" in the Statement of Profit and Loss.

Bhubaneswar Power Private Limited

Notes forming part of the Financial Statements for the period ended March 31, 2024

₹ in Lakhs

Note 8. Tax Assets (Net)

| Particulars | As at March 31, 2024 | As at March 31, 2023 |
|---|-------------------------|-------------------------|
| Income Tax Assets [Net of Provision for Taxes: Nil (March 31, 2023: Nil)] | 53.21 | 60.05 |
| Total Tax Assets (Net) | 53.21 | 60.05 |

Note 9. Other Non-Current Assets

| Particulars | As at March 31, 2024 | As at March 31, 2023 |
|---|-------------------------|-------------------------|
| Unsecured, Considered Good | | |
| Capital Advances | 177.59 | 177.59 |
| Deposit with Government Authorities under protest | 294.02 | 228.14 |
| Security Deposits | 380.54 | 375.10 |
| Total Other Non-Current Assets | 852.15 | 780.83 |

Note 10. Inventories

| Particulars | As at March 31, 2024 | As at March 31, 2023 |
|---|-------------------------|-------------------------|
| (Lower of cost and net realisable value) | | |
| Raw Materials | | |
| - Coal | 3,312.43 | 3,348.99 |
| - Light Diesel Oil (LDO) | 26.58 | 33.15 |
| Stores and Spares | 872.64 | 748.07 |
| Total Inventories | 4,211.65 | 4,130.21 |

The mode of valuation of inventories has been stated in Note No. 3.13.

Note 11. Trade Receivables

| Particulars | As at March 31, 2024 | As at March 31, 2023 |
|---|-------------------------|-------------------------|
| Trade Receivables Considered Good - Unsecured # | 4,419.16 | 4,492.47 |
| Trade Receivables Credit Impaired | - | - |
| Trade Receivables Gross | 4,419.16 | 4,492.47 |
| Less: Loss Allowance | - | - |
| Total Trade Receivables | 4,419.16 | 4,492.47 |

Includes Dues to Related Parties (Refer Note 34)

| Particulars | Less than 6 Months | 6 Months - 1 Year | 1-2 Years | 2-3 Years | More than 3 Years | Total | Not Yet Due | Unbilled Trade Receivable | Total |
|--|-----------------------|----------------------|-----------|-----------|-------------------|-------|-------------|---------------------------------|----------|
| Undisputed Trade Receivables- Considered Good | | | | | | - | 4,419.16 | - | 4,419.16 |
| Total | - | - | - | - | - | - | 4,419.16 | - | 4,419.16 |

| Particulars | Less than 6 Months | 6 Months - 1 Year | 1-2 Years | 2-3 Years | More than 3 Years | Total | Not Yet Due | Unbilled Trade Receivable | Total |
|--|-----------------------|----------------------|-----------|-----------|-------------------|-------|-------------|---------------------------------|----------|
| Undisputed Trade Receivables- Considered Good | | | | | | - | 4,492.47 | - | 4,492.47 |
| Total | - | - | - | - | - | - | 4,492.47 | - | 4,492.47 |

Notes:

1. The credit period on sale of power is 30 days. Payments made after 30 days from the date of submission of invoice shall bear interest from such due date until paid at the rate of one (1%) percent per month and a rebate of 1% is given if the amount is paid by the customer within 2 days of invoice submission date.

2. At March 31, 2024, the Company had 1 major customers (March 31, 2023: 3 customers) who owed the Company ₹ 4,419.16 lakhs [March 31, 2023: ₹ 4,492.47 lakhs] and account for 100% of all the receivables outstanding.

3. The Company maintains 0% allowance for impairment of doubtful accounts for all trade receivables. The allowance is based on financial condition of the customer, ageing of the customer, account receivable and past experience of realisation of receivables.

4. The concentration of credit risk is limited due to the fact that the Company has only 1 customers and receivables are majorly from related parties.

Note 12. Cash and Cash Equivalents

| Particulars | As at March 31, 2024 | As at March 31, 2023 |
|--|-------------------------|-------------------------|
| Cash and Cash equivalents | | |
| Balances with Banks | | |
| In Current Accounts | 169.16 | 288.12 |
| Total Cash and Cash Equivalents | 169.16 | 288.12 |

Note: Cash and Cash equivalents as above meet the definition of Cash and Cash equivalents as per Ind AS 7 "Statement of Cash Flows".

Note 13. Investments

| Particulars | As at March 31, 2024 | As at March 31, 2023 |
|--|-------------------------|-------------------------|
| Investment Carried at Fair Value through Profit or Loss | | |
| Investments in Mutual Funds (Quoted) | | |
| - HDFC Liquid Fund - Direct Plan - Growth 3018.683 (March 31, 2023: 6873.925) Units | - | 304.05 |
| - Bandhan Liquid Fund - Direct Plan - Growth Nil (March 31, 2023: 17,109.770) Units | - | 465.14 |
| Total Investments | - | 769.19 |

Note 14. Other Financial Assets

| Particulars | As at March 31, 2024 | As at March 31, 2023 |
|---|-------------------------|-------------------------|
| Unsecured, Considered Good | | |
| Security Deposits | 23.29 | 13.30 |
| Interest Accrued on Fixed Deposits & others | 22.31 | 17.01 |
| Total Other Financial Assets | 45.60 | 30.31 |

Note 15. Other Current Assets

| Particulars | As at March 31, 2024 | As at March 31, 2023 |
|--------------------------------------|-------------------------|-------------------------|
| Unsecured, Considered Good | | |
| Advance to Suppliers | 1,720.43 | 1,529.56 |
| Prepaid Expenses | 21.20 | 43.91 |
| Balances with Government Authorities | 40.83 | 27.64 |
| Advance to Employees | 2.16 | 0.19 |
| Credit Impaired | | |
| Advance to Suppliers | 17.36 | 17.36 |
| Less: Loss Allowances | (17.36) | (17.36) |
| Total Other Current Assets | 1,784.62 | 1,601.30 |

Note 16. Equity Share Capital

| Particulars | As at March 31, 2024 | | As at March 31, 2023 | |
|---|-------------------------|------------------|-------------------------|------------------|
| | No. of Shares | Amount | No. of Shares | Amount |
| (a) Authorised | | | | |
| Equity Shares of ₹ 10 each | 25,70,00,000 | 25,700.00 | 25,70,00,000 | 25,700.00 |
| (b) Issued, subscribed and fully paid-up | | | | |
| Equity Shares of ₹ 10 each | 25,32,51,187 | 25,325.12 | 25,32,51,187 | 25,325.12 |
| Total | 25,32,51,187 | 25,325.12 | 25,32,51,187 | 25,325.12 |

(c) Reconciliation of equity shares

| Particulars | As at March 31, 2024 | | As at March 31, 2023 | |
|--|-------------------------|------------------|-------------------------|------------------|
| | No. of Shares | Amount | No. of Shares | Amount |
| Equity Shares | | | | |
| Shares outstanding at the beginning of the Year | 25,32,51,187 | 25,325.12 | 25,32,51,187 | 25,325.12 |
| Add: Shares issued during the Year | - | - | - | - |
| Shares outstanding at the end of the Year | 25,32,51,187 | 25,325.12 | 25,32,51,187 | 25,325.12 |

(d) Terms and rights attached to Equity Shares

The Company has one class of equity shares having a par value of ₹ 10 per share. Each equity shareholder is entitled to one vote per share held. 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 all preferential amounts in proportion to their shareholding.

(e) Equity Shares held by Holding Company

| Name of the Shareholder | As at March 31, 2024 | As at March 31, 2023 |
|-------------------------|-------------------------|-------------------------|
| | No. of Shares | No. of Shares |
| Tata Steel Limited | 23,69,86,703 | 23,69,86,703 |

(f) Details of shareholding of Promoters and Equity Shares held by shareholders holding more than 5% of aggregate equity shares in the Company

| Name of the Shareholder | As at March 31, 2024 | | As at March 31, 2023 | |
|---------------------------|-------------------------|----------------|-------------------------|----------------|
| | No. of Shares | % | No. of Shares | % |
| Tata Steel Limited | 25,32,51,187 | 100.00% | 23,69,86,703 | 93.58% |
| Tata Steel Mining Limited | | | 1,62,64,484 | 6.42% |
| Total | 25,32,51,187 | 100.00% | 25,32,51,187 | 100.00% |

Bhubaneshwar Power Private Limited

Notes forming part of the Financial Statements for the period ended March 31, 2024

₹ in Lakhs

Note 17. Other Equity

| Particulars | As at March 31, 2024 | As at March 31, 2023 |
|-------------------|-------------------------|-------------------------|
| Retained Earnings | 14,929.66 | 11,275.56 |
| Other Equity | (22.58) | (22.58) |
| Total | 14,907.08 | 11,252.98 |

Details of Other Equity

| Particulars | As at March 31, 2024 | As at March 31, 2023 |
|---|-------------------------|-------------------------|
| Balance at the Beginning of the Year | 11,275.56 | 7,038.98 |
| Profit attributable to owners of the Company | 3,668.92 | 4,258.20 |
| Other Comprehensive Income arising from Remeasurements of Post Employment Defined Benefit Obligations | (14.82) | (21.62) |
| Balance at the End of the Year | 14,929.66 | 11,275.56 |

Other equity

| Particulars | As at March 31, 2024 | As at March 31, 2023 |
|---------------------------------------|-------------------------|-------------------------|
| Balance at the Beginning of the Year | (22.58) | (22.58) |
| Balance at the End of the Year | (22.58) | (22.58) |

Note 18(a) Borrowings

| Particulars | As at March 31, 2024 | | As at March 31, 2023 | |
|--|-------------------------|-----------------|-------------------------|-----------------|
| | Non-Current | Current * | Non-Current | Current * |
| Inter Corporate Deposit - Unsecured from Tata Steel Limited (at amortised cost) - Related Party (also refer Note 34) | 16,835.00 | 5,976.00 | 26,811.00 | 5,976.00 |
| Total | 16,835.00 | 5,976.00 | 26,811.00 | 5,976.00 |

* Current Maturities are included in Note 21.

Notes:**Inter Corporate Deposit (ICD) Terms of repayment and security details:**

i) Payment terms: The ICD is repayable in 26 equal quarterly installments starting from June 30, 2022 to September 30, 2028 and carries an interest rate of 7.03% p. a (on reducing balance basis) payable annually. The Interest rate will be fixed over the tenure of ICD. However, Tata Steel Limited have the right to reprice the facility in case of upward/downward movement in credit profile of the Company.

ii) The Inter Corporate Deposit given by Tata Steel Ltd is fully unsecured.

iii) Debt Reconciliation

This section sets out an analysis of debt and the movements in debt during the year.

| Particulars | For the Period ended March 31, 2024 | For the Period ended March 31, 2023 |
|-------------------|--|--|
| Borrowings | 22,811.00 | 32,787.00 |
| Lease Liabilities | 23.67 | 48.58 |
| Total | 22,834.67 | 32,835.58 |

| Particulars | For the Period ended March 31, 2024 | For the Period ended March 31, 2023 |
|---|--|--|
| Debt at the Beginning of the Year | 32,835.58 | 42,772.62 |
| Cash Flows (Net) | (10,000.91) | (10,002.43) |
| Lease Liabilities Recognised during the Year (Net of Termination, etc.) | - | 65.39 |
| Interest Expense | 1,973.17 | 2,596.66 |
| Interest Paid | (1,973.17) | (2,596.66) |
| Debt at the End of the Year | 22,834.67 | 32,835.58 |

Note 18(b) Lease Liabilities

| Particulars | As at March 31, 2024 | | As at March 31, 2023 | |
|-------------------|-------------------------|--------------|-------------------------|--------------|
| | Non-Current | Current | Non-Current | Current |
| Lease Liabilities | 5.79 | 17.88 | 33.34 | 15.24 |
| Total | 5.79 | 17.88 | 33.34 | 15.24 |

Note 19. Provisions

| Particulars | As at March 31, 2024 | As at March 31, 2023 |
|--------------------------------|-------------------------|-------------------------|
| Provision for Leave Encashment | 48.05 | 39.30 |
| Provision for Gratuity | 24.11 | 6.60 |
| | 72.16 | 45.90 |
| Non-Current | 63.04 | 43.88 |
| Current | 9.12 | 2.02 |
| Total | 72.16 | 45.90 |

Bhubaneswar Power Private Limited

Notes forming part of the Financial Statements for the period ended March 31,2024

₹ in Lakhs

Note 20: Income Tax

The major components of Income Tax Expense are:

| a) Statement of Profit and Loss | For the Period ended March 31, 2024 | For the Period ended March 31, 2023 |
|--|--|--|
| Deferred Tax | 1,248.30 | 1,421.43 |
| Income Tax Expense reported in the Statement of Profit and Loss | 1,248.30 | 1,421.43 |

b) Deferred Tax Liability

Deferred Tax Liability comprises of temporary differences attributable to:

| Particulars | As at March 31, 2024 | As at March 31, 2023 |
|--|-------------------------|-------------------------|
| Accelerated Depreciation for Tax purposes | (7,103.82) | (7,103.02) |
| Deferred Tax Liability | (7,103.82) | (7,103.02) |
| Carried Forward Unabsorbed Depreciation | 1,916.04 | 3,181.92 |
| Indexation Benefit on Freehold Land | 173.65 | 155.64 |
| DTA created net impact on Lease Liability and ROU Assets | 0.37 | - |
| Deferred Tax Asset | 2,090.06 | 3,337.56 |
| Net Deferred Tax Assets/(Liabilities) | (5,013.76) | (3,765.46) |

c) Deferred tax expense

Income Tax Expense reported in the Statement of Profit and Loss attributable to:

| Particulars | For the Period ended March 31, 2024 | For the Year ended March 31, 2023 |
|--|--|--------------------------------------|
| Accelerated Depreciation for Tax Purposes | 0.80 | 216.87 |
| Carried Forward Unabsorbed Depreciation | 1,265.88 | 1,219.34 |
| Indexation Benefit on Freehold Land | (18.01) | (14.78) |
| DTA created net impact on Lease Liability and ROU Assets | (0.37) | - |
| Deferred Tax Expense/(Income) | 1,248.30 | 1,421.43 |

d) Reconciliation of Deferred Tax Liabilities (Net)

| | As at March 31, 2024 | As at March 31, 2023 |
|--|-------------------------|-------------------------|
| Opening Balance | 3,765.46 | 2,344.03 |
| Tax Expense during the Year recognised in Statement of Profit and Loss | 1,248.30 | 1,421.43 |
| Closing Balance | 5,013.76 | 3,765.46 |

e) Reconciliation of Tax Expense and the Accounting Profit multiplied by India's Tax Rate

| Particulars | As at March 31, 2024 | As at March 31, 2023 |
|---|-------------------------|-------------------------|
| Profit Before Tax | 4,917.22 | 5,679.63 |
| Enacted Statutory Income Tax Rate in India Applicable to the Company | 25.168% | 25.168% |
| Computed Expected Income Tax Expense | 1,237.56 | 1,429.44 |
| Indexation of Freehold land | -18.01 | -14.78 |
| Others | 28.75 | 6.77 |
| Total Tax Expense recognised in the Statement of Profit and Loss | 1,248.30 | 1,421.43 |

Bhubaneswar Power Private Limited

Notes forming part of the Financial Statements for the period ended March 31,2024

₹ in Lakhs

Note 21. Borrowings

| Particulars | As at March 31, 2024 | As at March 31, 2023 |
|--|-------------------------|-------------------------|
| Unsecured | | |
| From Tata Steel Limited (Related Party - Refer Note 34) | | |
| Current Maturities of Inter Corporate Deposit [Refer note 18(a)] | 5,976.00 | 5,976.00 |
| Total Borrowings | 5,976.00 | 5,976.00 |

Note 22. Trade Payables

| Particulars | As at March 31, 2024 | As at March 31, 2023 |
|--|-------------------------|-------------------------|
| Trade Payables | | |
| - total outstanding dues of micro and small enterprises | 82.38 | 8.54 |
| - total outstanding dues of creditors other than micro and small enterprises # | 2,285.77 | 2,349.81 |
| Total Trade Payables | 2,368.15 | 2,358.35 |
| # Includes Dues to Related Parties (Refer Note 34) | 31.35 | 31.65 |

Trade Payables Ageing Schedule as at March 31, 2024

| Particulars | Outstanding for following periods from due date of Payment as at March 31, 2024 | | | | | | |
|-----------------------------|---|-------------|-------------|----------------------|--------------|-----------------|------------------------------|
| | Less Than 1 Year | 1-2 Years | 2-3 Years | More than 3 Years | Total | Not Yet Due | Unbilled Trade Payable |
| (i) MSME | - | - | - | - | - | 82.24 | 0.13 |
| (ii) Other than MSME | 0.15 | 0.36 | 2.19 | 41.49 | 44.19 | 924.25 | 1,317.33 |
| (iii) Disputed Dues - MSME | - | - | - | - | - | - | - |
| (iv) Disputed Dues - Others | - | - | - | - | - | - | - |
| Total | 0.15 | 0.36 | 2.19 | 41.49 | 44.19 | 1,006.49 | 1,317.47 |

Trade Payables Ageing Schedule as at March 31, 2023

| Particulars | Outstanding for following periods from due date of Payment as at March 31, 2023 | | | | | | |
|-----------------------------|---|-------------|--------------|----------------------|---------------|-----------------|------------------------------|
| | Less Than 1 Year | 1-2 Years | 2-3 Years | More than 3 Years | Total | Not Yet Due | Unbilled Trade Payable |
| (i) MSME | - | - | - | - | - | 8.46 | 0.08 |
| (ii) Other than MSME | 0.39 | 2.09 | 72.41 | 214.41 | 289.30 | 1,633.66 | 426.85 |
| (iii) Disputed Dues - MSME | - | - | - | - | - | - | - |
| (iv) Disputed Dues - Others | - | - | - | - | - | - | - |
| Total | 0.39 | 2.09 | 72.41 | 214.41 | 289.30 | 1,642.12 | 426.93 |

*The average credit period on purchase of goods range from 1 days to 30 days.

Note 23. Other Financial Liabilities

| Particulars | As at March 31, 2024 | As at March 31, 2023 |
|---|-------------------------|-------------------------|
| Retention Money Payable | 32.40 | 51.69 |
| Payables on Purchase of Property, Plant and Equipment | 12.35 | 13.89 |
| Other Credit Balances | 1.00 | - |
| Total Other Financial Liabilities | 45.75 | 65.58 |

Note 24. Other Current Liabilities

| Particulars | As at March 31, 2024 | As at March 31, 2023 |
|--|-------------------------|-------------------------|
| Dues Payable to Government Authorities @ | 294.12 | 384.28 |
| Payable to Employees | 114.74 | 116.28 |
| Total Other Current Liabilities | 408.86 | 500.56 |

@ Dues Payable to Government Authorities comprise goods and services tax, withholding taxes, payroll taxes and other taxes payable.

Bhubaneswar Power Private Limited

Notes forming part of the Financial Statements for the period ended March 31,2024

₹ in Lakhs

Note 25. Revenue from Operations

| Particulars | For the Period ended March 31, 2024 | For the Period ended March 31, 2023 |
|--------------------------------------|--|--|
| Sale of Energy | 55,022.47 | 59,709.99 |
| Other Operating Revenue | - | 1.69 |
| Total Revenue from Operations | 55,022.47 | 59,711.68 |

Note 26. Other Income

| Particulars | For the Period ended March 31, 2024 | For the Period ended March 31, 2023 |
|--|--|--|
| Interest income | | |
| - on fixed deposits | 35.33 | 11.02 |
| - others | 4.68 | 54.18 |
| Total Interest Income (A) | 40.01 | 65.20 |
| Gain on Sale/Redemption of Current Investments | 191.36 | 126.16 |
| Scrap Sales | 16.02 | |
| Miscellaneous Income | 78.13 | 40.54 |
| Total Miscellaneous Income (B) | 285.51 | 166.70 |
| Total Other Income (A+B) | 325.52 | 231.90 |

Note 27. Employee Benefits Expense

| Particulars | For the Period ended March 31, 2024 | For the Period ended March 31, 2023 |
|---|--|--|
| Salaries, Wages and Bonus | 703.40 | 694.48 |
| Contribution to Provident and Other Funds | 42.60 | 38.47 |
| Gratuity Expenses | 12.88 | 6.29 |
| Staff Welfare Expenses | 24.12 | 32.83 |
| Total Employee Benefits Expense | 783.00 | 772.07 |

Note 28. Finance Costs

| Particulars | For the Period ended March 31, 2024 | For the Period ended March 31, 2023 |
|--------------------------------------|--|--|
| Interest Expense on | | |
| - Term Loans | | - |
| - Inter Corporate Deposit | 1,970.49 | 2,560.15 |
| - Cash Credit Facilities | 0.03 | 32.84 |
| Other Borrowing Costs | | |
| - Others | - | - |
| - Interest Cost on Lease Liabilities | 2.65 | 3.67 |
| Total Finance Costs | 1,973.17 | 2,596.66 |

Note 29. Depreciation and Amortisation Expense

| Particulars | For the Period ended March 31, 2024 | For the Period ended March 31, 2023 |
|--|--|--|
| Depreciation of Property, Plant and Equipment | 5,068.23 | 5,056.91 |
| Depreciation on Right Of Use Assets | 37.26 | 36.76 |
| Amortisation of Intangible Assets | 1.06 | 0.80 |
| Total Depreciation and Amortisation Expense | 5,106.55 | 5,094.47 |

Note 30. Other Expenses

| Particulars | For the Period ended March 31, 2024 | For the Period ended March 31, 2023 |
|--|--|--|
| Water Charges | 370.52 | 347.20 |
| Transmission Charges | 2,944.30 | 2,665.32 |
| Operation & Maintenance Charges | 1,948.37 | 1,689.86 |
| Consumption of Stores and Spares | 447.45 | 418.99 |
| Rent | 6.39 | 5.12 |
| Insurance | 160.43 | 164.17 |
| Travelling Expenditure | 18.55 | 21.61 |
| Auditors' Remuneration | | |
| - Statutory Audit | 7.30 | 3.30 |
| - Tax Audit | 1.45 | 1.20 |
| - T Other Service | 1.00 | 1.50 |
| - Reimbursement of Expenses | 0.62 | 0.17 |
| Advertisement Expenses | 1.82 | 2.54 |
| Security Expenses | 202.70 | 192.37 |
| Professional Charges | 78.64 | 42.86 |
| Consultancy Charges | 303.51 | 299.45 |
| Ash Management Expenses | 622.31 | 477.87 |
| Corporate Social Responsibility Expenses (Refer Note 39) | 98.71 | 80.68 |
| Loss On Sale Of Property, Plant and Equipment (Net) | 2.63 | 2.21 |
| Miscellaneous Expenses | 74.84 | 66.75 |
| Total Other Expenses | 7,291.54 | 6,483.17 |

Bhubaneswar Power Private Limited

Notes forming part of the Financial Statements for the year ended March 31, 2023

1. General Information

Bhubaneswar Power Private Limited (BPPL) was incorporated on July 31, 2006 and is engaged in the business of generating, distributing and supplying of power through thermal power plant. The Company is a 100% subsidiary of Tata Steel Limited (TSL) including shareholding through its another subsidiary Tata Steel Mining Limited (TSML) (formerly known as T S Alloys Limited). The Company provides power to Tata Steel Limited and Tata Steel Mining Limited as per the terms of Power Purchase Agreement (PPA) with the customers. The Company also sells surplus power through Indian Energy Exchange (IEX) platform.

2. Compliance with Indian Accounting Standards (Ind AS)

The Financial Statements comply in all material aspects with Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013 (the Act) [Companies (Indian Accounting Standards) Rules, 2015] and other relevant provisions of the Act.

New and amended standards adopted by the Company

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

New and amended standards issued but not effective

The Ministry of Corporate Affairs has vide notification dated March 31, 2023 notified Companies (Indian Accounting Standards) Amendment Rules, 2023 (the 'Rules') which amends certain accounting standards which are effective from April 1, 2023.

The Rules predominantly amend Ind AS 12, Income taxes, and Ind AS 1, Presentation of financial statements. The other amendments to Ind AS notified by these rules are primarily in the nature of clarifications.

These amendments are not expected to have a material impact on the Company in the current or future reporting periods and on foreseeable future transactions.

3. Significant Accounting Policies

3.1 Basis of preparation and presentation

The Financial Statements have been prepared on the historical cost basis except for certain financial instruments that are measured at fair values at the end of each reporting period, as explained in the accounting policies below.

Historical cost is generally based on the fair value of the consideration given in exchange for goods and services.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique.

In addition, for financial reporting purposes, fair value measurements are categorized into Level 1, 2, or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as follows:

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

3.2 Current versus Non-Current Classification

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

An asset is treated as current when it is:

- expected to be realised or intended to be sold or consumed in normal operating cycle,
- held primarily for the purpose of trading,
- expected to be realised within twelve months after the reporting period, or
- cash or 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 classified as current when:

- it is expected to be settled in the normal operating cycle,
- it is held primarily for the purpose of trading,
- it is due to be settled within twelve months after the reporting period, or
- 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. Deferred tax assets and liabilities are classified as non-current.

Bhubaneshwar Power Private Limited

Notes forming part of the Financial Statements for the year ended March 31, 2023

3.3 Use of estimates and judgments

The preparation of these Financial Statements in conformity with the recognition and measurement principles of Ind AS requires the management of the Company to make judgements, estimates and assumptions that affect the reported balances of assets and liabilities (including contingent liabilities) as at the date of the Financial Statements and the reported amounts of income and expense for the periods presented.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revision to accounting estimate, if any, are recognised in the year in which the estimate are revised and future year are affected.

This Note provides an overview of the areas that involved a higher degree of judgement or complexity, and of items which are more likely to be materially adjusted due to estimates and assumptions turning out to be different than those originally assessed. Detailed information about each of these estimates and judgements is included in relevant notes together with information about the basis of calculation for each impacted line item in the Financial Statements.

The areas involving critical estimates or judgments are:

A. Employee Benefits (Estimation of Defined Benefit Obligation)

Post-employment benefits represent obligation that will be settled in the future and require assumptions to project benefit obligations. Post-employment benefit accounting is intended to reflect the recognition of future benefit cost over the employee's approximate service period, based on the terms of plans and the investment and funding decisions made. The accounting requires the company to make assumptions regarding variables such as discount rate, rate of compensation increase and future mortality rates. Changes in these key assumptions can have a significant impact on the defined benefit obligations funding requirements and benefit costs incurred.

B. Estimation of Expected Useful Lives and Residual Values of Property, Plant and Equipment

Management reviews its estimate of useful lives of property, plant and equipment at each reporting date, based on the expected utility of the assets. Uncertainties in these estimates relate to technical and economic obsolescence that may change the utility of Property, Plant and Equipment.

3.4 Revenue Recognition

Revenue from Sale of Energy

Revenue from sale of energy is recognised as per the power purchase agreement with the consumers to the extent that it is probable that the future economic benefits will flow to the Company and the revenue can be measured reliably, regardless of when the payment is being made. Revenue is measured at the fair value of the consideration received or receivable, taking into account contractually defined terms of payment and excluding taxes or duties collected on behalf of the Government.

Other Income

Interest Income from a financial asset is recognised when it is probable that the economic benefits will flow to the Company and the amount of income can be measured reliably. Interest Income is included under Other Income in the Statement of Profit and Loss.

3.5 Insurance Claims

Insurance claims are accounted for on the basis of claims admitted / expected to be admitted and to the extent that the amount recoverable can be measured reliably and it is reasonable to expect ultimate collection.

3.6 Borrowings

Borrowings are initially recognised at fair value, net of transaction costs incurred. Borrowings are subsequently measured at amortised cost. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognised in profit or loss over the period of the borrowings using the effective interest method. Fees paid on the establishment of loan facilities are recognised as transaction costs of the loan to the extent that it is probable that some or all of the facility will be drawn down. In this case, the fee is deferred until the draw down occurs. To the extent there is no evidence that it is probable that some or all of the facility will be drawn down, the fee is capitalised as a prepayment for liquidity services and amortised over the period of the facility to which it relates.

Borrowings are removed from the balance sheet when the obligation specified in the contract is discharged, cancelled or expired. The difference between the carrying amount of a financial liability that has been extinguished or transferred to another party and the consideration paid, including any non-cash assets transferred or liabilities assumed, is recognised in profit or loss as other gains/(losses).

Borrowings are classified as current liabilities unless the group has an unconditional right to defer settlement of the liability for at least 12 months after the reporting period. Where there is a breach of a material provision of a long-term loan arrangement on or before the end of the reporting period with the effect that the liability becomes payable on demand on the reporting date, the entity does not classify the liability as current, if the lender agreed, after the reporting period and before the approval of the financial statements for issue, not to demand payment as a consequence of the breach.

Bhubaneswar Power Private Limited

Notes forming part of the Financial Statements for the year ended March 31, 2023

Borrowing Costs

General and specific borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalised during the period of time that is required to complete and prepare the asset for its intended use or sale. Qualifying assets are assets that necessarily take a substantial period of time to get ready for their intended use or sale.

Investment income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalisation.

Other borrowing costs are expensed in the period in which they are incurred.

3.7 Employee Benefits

3.7.1 Short-term Obligations

Liabilities for wages and salaries, including non-monetary benefits that are expected to be settled wholly within 12 months after the end of the period in which the employees render the related service are recognised in respect of employees' services up to the end of the reporting period and are measured at the amounts expected to be paid when the liabilities are settled. The liabilities are presented as current employee benefit obligations in the balance sheet.

3.7.2 Defined Benefit Plans

The liability or asset recognised in the balance sheet in respect of defined benefit gratuity plans is the present value of the defined benefit obligation at the end of the reporting period less the fair value of plan assets. The defined benefit obligation is calculated annually by actuaries using the projected unit credit method.

The present value of the defined benefit obligation denominated in INR is determined by discounting the estimated future cash outflows by reference to market yields at the end of the reporting period on government bonds that have terms approximating to the terms of the related obligation. The estimated future payments which are denominated in a currency other than INR, are discounted using market yields determined by reference to high-quality corporate bonds that are denominated in the currency in which the benefits will be paid, and that have terms approximating to the terms of the related obligation.

The net interest cost is calculated by applying the discount rate to the net balance of the defined benefit obligation and the fair value of plan assets. This cost is included in employee benefit expense in the statement of profit and loss.

Remeasurement gains and losses arising from experience adjustments and changes in actuarial assumptions are recognised in the period in which they occur, directly in other comprehensive income. They are included in retained earnings in the statement of changes in equity and in the balance sheet.

Changes in the present value of the defined benefit obligation resulting from plan amendments or curtailments are recognised immediately in profit or loss as past service cost.

3.7.3 Defined Contribution Plans

The Company pays provident fund contributions to publicly administered provident funds as per local regulations. The Company has no further payment obligations once the contributions have been paid. The contributions are accounted for as defined contribution plans and the contributions are recognised as employee benefit expense when they are due.

3.7.4 Compensated Absences

The liabilities for earned leave are not expected to be settled wholly within 12 months after the end of the period in which the employees render the related service. They are therefore measured as the present value of expected future payments to be made in respect of services provided by employees up to the end of the reporting period using the projected unit credit method. The benefits are discounted using the appropriate market yields at the end of the reporting period that have terms approximating to the terms of the related obligation. Remeasurements as a result of experience adjustments and changes in actuarial assumptions are recognised in profit or loss. As per the leave policy of the Company, an employee is entitled to be paid the accumulated leave balance on separation. The Company presents provision for leave salaries as current and non-current based on actuarial valuation considering estimates of availment of leave, separation of employee etc.

3.8 Earnings per Share

(i) Basic Earnings per Share

Basic earnings per share is calculated by dividing:

- The profit attributable to owners of the group
- By the weighted average number of equity shares outstanding during the financial year, adjusted for bonus elements in equity shares issued during the year and excluding treasury shares (Refer Note 35).

(ii) Diluted Earnings per Share

Diluted earnings per share adjusts the figures used in the determination of basic earnings per share to take into account:

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

Bhubaneshwar Power Private Limited

Notes forming part of the Financial Statements for the year ended March 31, 2023

3.9 Taxation

The income tax expense or credit for the period is the tax payable on the current period's taxable income based on the applicable income tax rate for each jurisdiction adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses.

The current income tax charge is calculated on the basis of the Income tax Act, 1961 and other applicable tax laws enacted or substantively enacted at the end of the reporting period. Management periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulation is subject to interpretation. It establishes provisions where appropriate on the basis of amounts expected to be paid to the tax authorities.

Advance taxes and provisions for current income taxes are presented in the balance sheet after off-setting advance tax paid and income tax provisions arising in the same tax jurisdiction and where the relevant tax paying units intends to settle the asset and liability on a net basis.

Deferred income tax is provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. However, deferred tax liabilities are not recognised if they arise from the initial recognition of goodwill. Deferred income tax is also not accounted for if it arises from initial recognition of an asset or liability in a transaction other than a business combination that at the time of the transaction affects neither accounting profit nor taxable profit (tax loss). Deferred income tax is determined using tax rates (and laws) that have been enacted or substantively enacted by the end of the reporting period and are expected to apply when the related deferred income tax asset is realized or the deferred income tax liability is settled.

Deferred tax assets are recognised for all deductible temporary differences and unused tax losses only if it is probable that future taxable amounts will be available to utilize those temporary differences and losses.

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. Current tax assets and tax liabilities are offset where the entity has a legally enforceable right to offset and intends to either settle on a net basis, or to realise the asset and settle the liability simultaneously.

Current and deferred tax is recognised in the 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.

3.10 Financial Instruments

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

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

3.10.1 Financial assets at amortised cost

Financial assets are subsequently measured at amortised cost if these financial assets are held within a business whose objective is to hold these assets in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

3.10.2 Financial liabilities

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

3.11 Property, Plant and Equipment & Intangible Assets

All other items of property, plant and equipment are stated at historical cost less depreciation. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

Freehold land is carried at historical cost. All other items of property, plant and equipment are stated in the Balance Sheet at Historical cost less accumulated depreciation and accumulated impairment losses, if any. Cost includes purchase price, attributable expenditure incurred in bringing the asset to its working condition for the intended use and cost of borrowing till the date of capitalisation in the case of assets involving material investment and substantial lead time.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the group and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset is derecognised when replaced. All other repairs and maintenance are charged to profit or loss during the reporting period in which they are incurred.

Properties in the course of construction for production, supply or administrative purposes are carried at cost, less any recognised impairment loss. Depreciation of these assets, on the same basis as other property assets, commences when the assets are ready for their intended use.

Bhubaneshwar Power Private Limited

Notes forming part of the Financial Statements for the year ended March 31, 2023

Depreciation Methods, Estimated Useful Lives and Residual Value

Relevant provisions pertaining to providing of depreciation as per the Companies Act, 2013 which came in to effect from 1 April, 2014, provide inter-alia that such industries which are governed by specific statutes, can make provision for depreciation / amortization as prescribed under the relevant statutes, instead of adopting the methodology defined in Schedule-II of the Act.

As the Company's business is that of power generation and is governed by the Electricity Act, 2003, it has been decided by the management to provide for depreciation on straight line method at the rates prescribed under the guidelines issued by the Central Electricity Regulatory Commission ("CERC") from time to time, which are as under.

| | |
|------------------------------------|-------------|
| • Buildings | 25 years |
| • Buildings – temporary structures | Nil |
| • Plant and equipment | 18.94 years |
| • Office equipment | 15.80 years |
| • Furniture and fixtures | 15.80 years |
| • Vehicles | 18.94 years |
| • Computers | 6.67 years |
| • Computer software | 6.67 years |

Individual assets costing ₹ 5,000 or less are fully depreciated in the year of capitalization.

An item of property, plant and equipment is derecognized 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 is recognised in Statement of Profit and Loss.

3.12 Impairment

Financial Assets (other than at Fair Value)

The Company assesses at each date of balance sheet as per Ind AS 109 whether a financial asset or a group of financial assets is impaired and an impairment loss (if any) is recognised in the Statement of Profit and Loss.

Property, plant and equipment, Non Financial Assets and intangible assets with finite life are evaluated for recoverability whenever there is any indication that their carrying amounts may not be recoverable. If any such indication exists, the recoverable amount (i.e. higher of the fair value less cost to sell and the value-in-use) is determined on an individual asset basis unless the asset does not generate cash flows that are largely independent of those from other assets. In such cases, the recoverable amount is determined for the cash generating unit (CGU) to which the asset belongs.

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

3.13 Inventories

Inventories are valued at lower of cost, ascertained on "weighted average method", and the net realisable value after providing for obsolescence and other losses, where considered necessary. Cost includes all charges in bringing the goods to the point of sale / consumption, including octroi and other levies, transit insurance and receiving charges.

3.14 Cash and Cash Equivalents

For the purpose of presentation in the statement of cash flows, cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, 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, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities in the balance sheet.

3.15 Trade Receivables

Trade receivables are amounts due from customers for services rendered in the ordinary course of business and reflect the Company's unconditional right to consideration (that is, payment is due only on the passage of time). Trade receivables are recognised initially at the transaction price as they do not contain significant financing components. The Company holds the trade receivables with the objective of collecting the contractual cash flows and therefore measures them subsequently at amortised cost using the effective interest method, less loss allowance.

3.16 Trade and Other Payables

These amounts represent liabilities for goods and services provided to the group prior to the end of financial year which are unpaid. The amounts are unsecured and are usually paid within 30 days of recognition. Trade and other payables are presented as current liabilities unless payment is not due within 12 months after the reporting period. They are recognised initially at their fair value and subsequently measured at amortised cost using the effective interest method.

3.17 Provisions and Contingencies

A provision is recognized when Company has a present obligation as a result of past event and it is probable that an outflow of resources embodying economic benefit will be required to settle the obligation and in respect of which a reliable estimate can be made. Provisions are determined based on best estimate of the expenditure required to settle the obligation at the Balance Sheet date. These are reviewed at each Balance Sheet date and adjusted to reflect the current best estimates. Contingent liabilities are disclosed in the notes forming part of the Financial Statements.

Bhubaneswar Power Private Limited

Notes forming part of the Financial Statements for the year ended March 31, 2023

3.18 Offsetting Financial Instruments

Financial assets and liabilities are offset and the net amount is reported in the balance sheet where there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the group or the counterparty.

3.19 Contributed Equity

Equity shares are classified as equity. Incremental costs directly attributable to the issue of new shares are shown in equity as a deduction.

3.20 Leases

The Company's lease asset classes primarily consist of leases for premises. The Company assess whether a contract contains a lease, at inception of a contract. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified asset, the company assesses whether:

- (1) The contract involves the use of an identified asset;
- (2) The Company has substantially all the economic benefits from use of the asset through the period of the lease and
- (3) The Company has the right to direct the use of the asset.

At the date of commencement of the lease, The Company recognizes a right-of-use asset ("ROU") and a corresponding lease liability for all lease arrangements in which it is a lessee, except for leases with a term of twelve months or less (short-term leases) and low value leases. For these short-term and low value leases, The Company recognizes the lease payments as an operating expense on a straight-line basis over the term of the lease. Certain lease arrangements includes the options to extend or terminate the lease before the end of the lease term. ROU assets and lease liabilities includes these options when it is reasonably certain that they will be exercised.

The right-of-use assets are initially recognized at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or prior to the commencement date of the lease plus any initial direct costs less any lease incentives. They are subsequently measured at cost less accumulated depreciation and impairment losses.

Right-of-use assets are depreciated from the commencement date on a straight-line basis over the balance lease term of the underlying asset. Right of use assets are evaluated for recoverability whenever events or changes in circumstances indicate that their carrying amounts may not be recoverable.

The lease liability is initially measured at amortized cost at the present value of the future lease payments. The lease payments are discounted using the interest rate implicit in the lease or, if not readily determinable, using the incremental borrowing rates in the country of domicile of the leases. Lease liabilities are re-measured with a corresponding adjustment to the related right of use asset if the company changes its assessment if whether it will exercise an extension or a termination option.

Lease Liabilities and Right Of Use Assets have been separately presented in the Balance Sheet and lease payments have been classified as financing cash flows.

3.21 Rounding of amounts

All amounts disclosed in the financial statements and notes have been rounded off to the nearest lakhs as per the requirement of Schedule III, unless otherwise stated.

Bhubaneshwar Power Private Limited**Notes forming part of the Financial Statements for the year ended March 31, 2023****31. Commitments**

Estimated amount of contracts remaining to be executed on capital account not provided for, net of advances ₹ 279.98 Lakhs (March 31, 2023: ₹ 359.82 Lakhs).

32. Disclosures required under Section 22 of Micro, Small and Medium Enterprises Development Act, 2006 ("MSMED Act")

| Particulars | As at March 31, 2024 (₹ in lakhs) | As at March 31, 2023 (₹ in lakhs) |
|---|---|---|
| (1) The Principal amount and Interest due thereon remaining unpaid to any supplier at the end of the accounting year | 82.38 | 8.54 |
| - Principal | 82.38 | 8.54 |
| - Interest due there on | - | - |
| (2) The amount of interest paid by the buyer in terms of Section 16 of the MSMED Act, 2006 along with the amount of the payment made to the supplier beyond the appointed day during the year. | | |
| - Principal | - | - |
| - Interest due there on | - | - |
| (3) The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under this Act | | |
| - Principal | - | - |
| - Interest due there on | - | - |
| (4) The amount of interest accrued and remaining unpaid at the end of the accounting year. | | |
| (5) 'The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest due on above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under Section 23 of the MSMED Act, 2006. | | |

33. Employee Benefit Plans**33.1 Defined Contribution Plan**

The Company has recognised in the Statement of Profit and Loss under the head Employee Benefits Expense an amount of ₹ 42.60 Lakhs in expenses for the year ended March 31, 2024 (March 31, 2023: ₹ 38.47 Lakhs) towards defined contribution plans (Refer Note 27).

33.2 Defined Benefit Plans

The Company provided the following employee benefits

| Plan | Funding Status |
|---------------------|--|
| Gratuity | Funded by "New Group Gratuity Cash Accumulation Plan" with LIC |
| Compensated absence | Non Funded |

Gratuity Plan

| Reconciliation of Opening and Closing Balances of Obligation | As at March 31, 2024 (₹ in lakhs) | As at March 31, 2023 (₹ in lakhs) |
|--|---|---|
| Opening Defined Benefit Obligation | 98.06 | 66.20 |
| Current Service Cost | 11.80 | 7.30 |
| Interest Cost | 7.06 | 4.31 |
| Acquisitions Cost | - | - |
| Actuarial (Gains) / Losses | 8.63 | 21.95 |
| Benefits Paid | - | (1.70) |
| Closing Defined Benefit Obligation | 125.55 | 98.06 |

Bhubaneshwar Power Private Limited**Notes forming part of the Financial Statements for the year ended March 31, 2023**

| Change in Plan Assets (Reconciliation of Opening & Closing Balances) | As at March 31, 2024 (₹ in lakhs) | As at March 31, 2023 (₹ in lakhs) |
|---|--|--|
| Opening Fair Value of Plan Assets | 91.46 | 75.50 |
| Acquisition Adjustment | - | - |
| Interest Income | 6.92 | 5.32 |
| Contributions from the Employer | 9.26 | 12.01 |
| Benefits Paid | - | (1.70) |
| Return on Plan Assets excluding Interest Income above | -6.19 | 0.33 |
| Closing Fair Value of Plan Assets | 101.45 | 91.46 |

| Reconciliation of Fair Value Of Assets and Obligations | As at March 31, 2024 (₹ in lakhs) | As at March 31, 2023 (₹ in lakhs) |
|---|--|--|
| Present Value of Funded Defined Benefit Obligation | 125.55 | 98.06 |
| Fair Value of Plan Assets | (101.45) | (91.46) |
| Amount Recognised in Balance Sheet | 24.10 | 6.60 |

| Expense Recognized in the Year | For the Year ended March 31, 2024 (₹ in lakhs) | For the Year ended March 31, 2023 (₹ in lakhs) |
|---|---|---|
| Current Service Cost | 11.80 | 7.30 |
| Net Interest Expense / (Income) | (0.14) | (1.01) |
| Components of Defined Benefit Costs Recognised in Statement of Profit and Loss (Refer Note 27) | 11.66 | 6.29 |
| Actuarial (Gains) / Losses | 14.82 | 21.62 |
| Components of Defined Benefit Costs Recognised in Other Comprehensive Income | 14.82 | 21.62 |

The principal assumptions used for the purposes of the actuarial valuations were as follows:

| Particulars | For the Year ended March 31, 2024 (₹ in lakhs) | For the Year ended March 31, 2023 (₹ in lakhs) |
|--|---|---|
| Discount Rate | 7.00% | 7.20% |
| Rate of Escalation in Salary (per annum) | 9.00% | 9.00% |
| Attrition Rate | 5.00% | 5.00% |
| Mortality Rate | Indian Assured Lives Mortality (2006-08) Ultimate | |

| Sensitivity analysis - Impact on Defined Benefit Obligations | For the Year ended March 31, 2024 (₹ in lakhs) | For the Year ended March 31, 2023 (₹ in lakhs) |
|---|---|---|
| Discount rate + 100 basis points = Decrease by | (7.74) | (6.29) |
| Discount rate - 100 basis points = Increase by | 8.92 | 7.22 |
| Salary increase rate + 100 basis points = Increase by | 8.15 | 6.86 |
| Salary increase rate - 100 basis points = Decrease by | (7.58) | (6.25) |

Bhubaneshwar Power Private Limited**Notes forming part of the Financial Statements for the year ended March 31, 2023****33.3 Compensated Absences**

The accrual for unutilized leave is determined for the entire available leave balance standing to the credit of the employees at year end. The value of such leave balance eligible for carry forward, is determined by an independent actuarial valuation and charged to the Statement of Profit and Loss in the period determined. The Company records a provision for leave obligations in the year in which the employee renders the services that increases this entitlement. The total provision recorded by the Company towards this obligation was ₹ 48.05 Lakhs and ₹ 39.30 Lakhs as at March 31, 2024 and March 31, 2023 respectively. As per the leave policy of the Company, an employee is entitled to be paid the accumulated leave balance on separation. The Company presents provision for leave salaries as current and non-current based on actuarial valuation considering estimates of availment of leave, separation of employee, etc.

The key assumptions, as provided by an independent actuary, used in the computation of provision for compensated absences are as given below:

| Particulars | For the Year ended | |
|--|--|--------------------------------|
| | March 31, 2024 (₹ in lakhs) | March 31, 2023 (₹ in lakhs) |
| Discount Rate | 7.00% | 7.20% |
| Rate of escalation in salary (per annum) | 9.00% | 9.00% |
| Attrition rate | 5.00% | 5.00% |
| Mortality rate | Indian Assured Lives Mortality (2006-08) Ultimate | |

- 33.4** The Hon'ble Supreme Court in February 2019 pronounced its judgment in relation to the non exclusion of certain allowances from the definition of the basic wages of the relevant employees for the purpose of determining the contribution to provident fund under the Employees Provident Fund and Miscellaneous Provisions Act, 1952. The Company based on its assessment concluded that the judgment doesn't have a significant impact and accordingly no provision has been considered in the Financial Statements.

34. List of Related Parties and Relationship along with Particulars of Transactions with Related Parties during the Year and Balances Outstanding at Year-end

34.1 Name of the related parties and relationships

| Name of the Related Parties | Description of relationship |
|--|--|
| Tata Sons Private Limited | Company having significant influence in the Parent Company |
| Tata Steel Limited | Parent Company |
| Tata Steel Mining Limited | Fellow Subsidiary |
| Nilachal Ispat Nigam Limited | Fellow Subsidiary |
| Tata Steel Foundation | Fellow Subsidiary |
| mjunction services limited | Joint Venture of Tata Steel Limited |
| Tata AIG General Insurance Company Limited | Subsidiary of Tata Sons Private Limited |
| Key Managerial Personnel | |
| Sumitra Saha | Managing Director (from May 15, 2020) |
| Avneesh Gupta | Non-Executive Director (upto January 31, 2024) |
| Bibhudutta Nanda | Non-Executive Director |
| Amita Khurana | Non-Executive Director (from August 11, 2021) |
| Probal Ghosh | Non-Executive Director (from August 12, 2021) |
| Amit Bhartia | Chief Financial Officer |
| Susovita Tripathy | Company Secretary |

Bhubaneshwar Power Private Limited

Notes forming part of the Financial Statements for the year ended March 31, 2023

34.2 Transactions during the Year

| Particulars | For the Year ended | |
|---|--------------------------------|--------------------------------|
| | March 31, 2024 (₹ in lakhs) | March 31, 2023 (₹ in lakhs) |
| Sale of Energy | | |
| - Tata Steel Limited | 49,962.30 | 43,833.85 |
| - Tata Steel Mining Limited | 3,936.92 | 10,906.12 |
| - Nilachal Ispat Nigam Limited | 0.60 | - |
| Interest Expense - Inter Corporate Deposits | | |
| - Tata Steel Limited | 1,970.49 | 2,566.49 |
| Inter Corporate Deposit received | | |
| - Tata Steel Limited | - | - |
| Inter Corporate Deposit repaid | | |
| - Tata Steel Limited | 9,976.00 | 5,976.00 |
| Reimbursements of Expenses/ Purchases | | |
| - Tata Steel Limited | 22.01 | 14.27 |
| - Tata Steel Mining Limited | - | 0.26 |
| Consultancy Charges | | |
| - Tata Steel Limited | 303.51 | 213.56 |
| Other Services | | |
| - Mjunction services limited | 3.89 | 3.89 |
| - Tata AIG General Insurance Company Limited | - | 0.34 |
| Contribution towards Corporate Social Responsibility Expenditure | | |
| - Tata Steel Foundation | 34.70 | 15.00 |
| Remuneration of Key Managerial Personnel | | |
| - Sumitra Saha | 145.98 | 145.39 |
| - Amit Bhartia (paid to Tata Steel Limited as Deputation charges) | 95.35 | 85.89 |
| - Susovita Tripathy | 11.96 | 8.71 |

34.3 Balances Outstanding at the end of the Year

| Particulars | As at | |
|--|--------------------------------|--------------------------------|
| | March 31, 2024 (₹ in lakhs) | March 31, 2023 (₹ in lakhs) |
| Trade Receivables | | |
| - Tata Steel Limited | 4,419.16 | 3,571.16 |
| - Tata Steel Mining Limited | - | 907.82 |
| Trade Payables | | |
| - Tata Steel Limited | 31.05 | 31.35 |
| - Tata Sons Pvt Limited | 1.52 | |
| - mjunction services limited | 0.30 | 0.30 |
| Inter Corporate Deposit | | |
| - Tata Steel Limited | 22,811.00 | 32,787.00 |
| Interest Payable on Inter Corporate Deposit | | |
| - Tata Steel Limited | - | - |

34.4 Terms and Conditions of Transactions with Related Parties

- Remuneration was paid as per service contract.
- All transactions were made on normal commercial terms and conditions and at market rates.
- All outstanding balances are unsecured and are repayable in cash.
- No provision are held against receivable from Related Parties.

Bhubaneshwar Power Private Limited**Notes forming part of the Financial Statements for the year ended March 31, 2023****35. Earnings per Equity Share**

| Particulars | For the Year ended | |
|--|--------------------------------|--------------------------------|
| | March 31, 2024 (₹ in lakhs) | March 31, 2023 (₹ in lakhs) |
| (A) Basic | | |
| (i) Number of Equity Shares at the Beginning of the Year | 25,32,51,187 | 25,32,51,187 |
| (ii) Number of Equity Shares at the End of the Year | 25,32,51,187 | 25,32,51,187 |
| (iii) Weighted Average Number of Equity Shares Outstanding during the Year | 25,32,51,187 | 25,32,51,187 |
| (iv) Nominal value per share (in ₹) | 10.00 | 10.00 |
| (v) Profit after Tax Available for Equity Shareholders | | |
| Profit for the Year | 3,668.92 | 4,258.20 |
| (vi) Earnings Per Equity Share (₹) [(v)/(iii)] | 1.45 | 1.68 |
| (B) Diluted | | |
| (i) Dilutive Potential Equity Shares | - | - |
| (ii) Earnings Per Equity Share (₹) [Same as (A)(vi) above] | 1.45 | 1.68 |

36. Operating Segment

- 36.1** The operations of the Company are domiciled in India and comprises of only one reportable segment – i.e. the business of generating, distributing and supplying of power through thermal power plant.
The Management monitors the operating results of this segment for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on profit or loss and is measured consistently with profit or loss in the financial statements.

The Company has derived more than 90% of the revenue from 4 Customers of the company as below:

| Name of Customer | Location of Customer | Amount (₹ in lakhs) | % of Revenue from Operations |
|------------------------------|----------------------|------------------------|------------------------------|
| Tata Steel Limited | India | 49,962.30 | 90.80% |
| Tata Steel Mining Limited | India | 3,936.92 | 7.16% |
| Tata Power Trading Co. Ltd | India | 1,122.65 | 2.04% |
| Nilachal Ispat Nigam Limited | India | 0.60 | 0.00% |
| Others | India | - | - |
| Total | | 55,022.47 | 100.00% |

* Below the rounding off norm adopted by the Company.

- 36.2** All non-current assets (excluding Financial Assets) of the Company are located in India.

37. Financial Instruments**37.1 Capital Management**

The Company manages its capital to ensure that it will be able to continue as going concern while maximising the return to stakeholders through the optimisation of the Debt and Equity balance.

The capital structure of the Company comprises of net debt (borrowings reduced by cash and bank balances) and equity.

37.2 Gearing Ratio

Consistent with others in the industry, the Company monitors Capital on the basis of the following Gearing Ratio:

- Net Debt (Total Borrowings and Lease Liabilities, net of Cash and Cash Equivalents)
- Divided by Total 'Equity' (as shown in the Balance Sheet).

The Gearing Ratio as at March 31, 2024 and March 31, 2023 were as follows:

| Particulars | As at | |
|--|--------------------------------|--------------------------------|
| | March 31, 2024 (₹ in lakhs) | March 31, 2023 (₹ in lakhs) |
| Debt (₹ in Lakhs) | 22,811.00 | 32,787.00 |
| Cash and Bank Balances (₹ in Lakhs) | (169.16) | (288.12) |
| Net Debt (₹ in Lakhs) | 22,641.84 | 32,498.88 |
| Total Equity (Share Capital + Reserves) (₹ in Lakhs) | 40,232.20 | 36,578.10 |
| Net Debt to Equity Ratio | 0.56 | 0.89 |

Bhubaneshwar Power Private Limited**Notes forming part of the Financial Statements for the year ended March 31, 2023****37.3 Categories of Financial Instruments: (Carrying Amount & Fair Value)**

| Particulars | Level | Note No. | As at | |
|---------------------------|-------|----------|--------------------------------|--------------------------------|
| | | | March 31, 2024 (₹ in lakhs) | March 31, 2023 (₹ in lakhs) |
| Financial Assets- Current | | | | |
| Trade Receivables | 3 | 11 | 4,419.16 | 4,492.47 |
| Cash and Cash Equivalents | 1 | 12 | 169.16 | 288.12 |
| Investments | 1 | 13 | - | 769.19 |
| Other Financial Assets | 3 | 14 | 45.60 | 30.31 |

| Particulars | Level | Note No. | As at | |
|------------------------------------|-------|----------|--------------------------------|--------------------------------|
| | | | March 31, 2024 (₹ in lakhs) | March 31, 2023 (₹ in lakhs) |
| Financial Liabilities- Non-Current | | | | |
| Borrowings | 3 | 18(a) | 16,835.00 | 26,811.00 |
| Lease liabilities | 3 | 18(b) | 5.79 | 33.34 |
| Financial Liabilities- Current | | | | |
| Borrowings | 3 | 21 | 5,976.00 | 5,976.00 |
| Trade Payables | 3 | 22 | 2,368.15 | 2,358.35 |
| Other Financial Liabilities | 3 | 23 | 45.75 | 65.58 |
| Lease liabilities | 3 | 18(b) | 17.88 | 15.24 |

(i) Fair Value Hierarchy

This section explains the judgements and estimates made in determining the fair values of the financial instruments that are (a) recognised and measured at fair value and (b) measured at amortised cost and for which fair values are disclosed in the standalone financial statements. To provide an indication about the reliability of the inputs used in determining fair value, the Company has classified its financial instruments into the three levels prescribed under Ind AS. An explanation of each level follows below.

Level 1

Quoted prices in an active market (Level 1): This level of hierarchy includes financial assets that are measured by reference to quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2

Valuation techniques with observable inputs (Level 2): This level of hierarchy includes financial assets and liabilities, measured using inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices).

Level 3

Valuation techniques with significant unobservable inputs (Level 3): This level of hierarchy includes financial assets and liabilities measured using inputs that are not based on observable market data (unobservable inputs). Fair values are determined in whole or in part, using a valuation model based on assumptions that are neither supported by prices from observable current market transactions in the same instrument nor are they based on available market data. This level of hierarchy includes Company's investments in equity shares which are unquoted or for which quoted prices are not available at the reporting dates.

(ii) Valuation Technique Used to Determine Fair Value

Specific valuation techniques used to value financial instruments include:

- the use of quoted market prices or dealer quotes for similar instruments
- the fair value of the remaining financial instruments is determined using discounted cash flow analysis.

37.4 Interest Rate Sensitivity Analysis

As per the terms of Power Purchase agreement with the customers, Interest on Term Loan is passed to the customer as capacity charge on actual. Hence there is no impact on the Company due to changes in interest rate as at year end.

Since there is no debt instrument passing through FVTOCI, there would not be any impact of such change in interest rate, on OCI.

37.5 Liquidity Risk

Liquidity risk is the risk that the Company may not be able to meet its present and future cash and collateral obligations without incurring unacceptable losses. The Company's objective is to, at all times maintain optimum levels of liquidity to meet its cash and collateral requirements. The Company closely monitors its liquidity position and maintains adequate sources of financing.

Prudent risk liquidity management implies maintaining sufficient cash and cash equivalents and the availability of committed credit facilities to meet obligations when due.

Bhubaneswar Power Private Limited**Notes forming part of the Financial Statements for the year ended March 31, 2023**

Management monitors rolling forecasts of the company's liquidity position on the basis of expected cash flow. The Company has access to the following borrowing facilities at the end of the reporting period.

| Particulars | As at | |
|---|--------------------------------|--------------------------------|
| | March 31, 2024 (₹ in lakhs) | March 31, 2023 (₹ in lakhs) |
| Fund Based - Bank Overdraft, Cash Credit, etc. @ | - | 5,100.00 |
| Non Fund Based - Letter of Credit, Bank Guarantee, etc. # | - | 5,050.00 |
| Non Fund Based -Bank Guarantee, etc. * | 2,517.98 | |
| Total | 2,517.98 | 10,150.00 |
| @ Utilised - Cash Credit | - | - |
| # Utilised - Bank Guarantees | 2,517.98 | 2,157.22 |
| * Facility taken from Tata Steel One Treasury | | |

38. Contingent Liabilities

| Particulars | As at | |
|------------------------|--------------------------------|--------------------------------|
| | March 31, 2024 (₹ in lakhs) | March 31, 2023 (₹ in lakhs) |
| Goods and Services Tax | 32.66 | 32.66 |

It is not practicable for the Company to estimate the timings of cash outflows, if any, in respect of the above pending resolution of the respective proceedings.

39. Corporate Social Responsibility

| Particulars | For the Year ended | |
|--|--------------------------------|--------------------------------|
| | March 31, 2024 (₹ in lakhs) | March 31, 2023 (₹ in lakhs) |
| Gross Amount required to be spent as per Section 135 of the Act | 99.48 | 80.02 |
| Amount spent during the Year | | |
| (i) Construction/ acquisition of the asset | - | - |
| (ii) On purposes other than (i) above - in cash | 98.71 | 80.68 |
| Total | 98.71 | 80.68 |
| Details of excess CSR expenditure under Section 135(5) of the Act | | |
| Balance excess spent as at the Beginning of the Year | 0.80 | 0.14 |
| Amount spent during the Year | 98.71 | 80.68 |
| Amount required to be spent during the year | (99.48) | (80.02) |
| Balance excess spent as at the End of the Year | 0.03 | 0.80 |

40. Operating Leases

The company has entered into certain operating lease agreements and an amount of ₹ 6.39 Lakhs (March 31, 2023 ₹ 5.12 Lakhs) paid under such agreements have been charged to the statement of Profit and loss. These leases are generally cancellable and are renewable by mutual consent on mutually agreed terms. There are no restrictions imposed by such agreements.

41. Lease Liabilities & Right Of Use Assets**A) Movement in Lease Liabilities during the year ended March 31, 2024**

| Particulars | As at | |
|--------------------------------------|--------------------------------|--------------------------------|
| | March 31, 2024 (₹ in lakhs) | March 31, 2023 (₹ in lakhs) |
| Opening Balance | 48.58 | 6.53 |
| Additions during the Year | - | 65.39 |
| Finance cost accrued during the Year | 2.65 | 3.67 |
| Payment of Lease Liabilities | (27.56) | (27.01) |
| Closing Balance | 23.67 | 48.58 |

B) Amounts recognised in the Statement of Profit and Loss

| Particulars | For the Year ended | |
|--|--------------------------------|--------------------------------|
| | March 31, 2024 (₹ in lakhs) | March 31, 2023 (₹ in lakhs) |
| Depreciation Charge of Right Of Use Assets | 37.26 | 36.76 |
| Interest Expense (included in Finance Costs) | 2.65 | 3.67 |
| Total | 39.91 | 40.43 |

Total cash outflow for leases for the year ended March 31, 2024 was ₹ 27.56 Lakhs (March 31, 2023: ₹27.01 Lakhs)

Bhubaneshwar Power Private Limited

Notes forming part of the Financial Statements for the year ended March 31, 2023

42 Code on Social Security

The Code on Social Security, 2020 ('Code') relating to employee benefits during employment and post-employment received Indian Parliament approval and Presidential assent in September 2020. The Code has been published in the Gazette of India and subsequently on November 13, 2020 draft rules were published and invited for stakeholders' suggestions. However, the date on which the code will come into effect has not been notified. The Company will assess the impact of the Code when it comes into effect and will record any related impact in the period the Code becomes effective.

Bhubaneshwar Power Private Limited

Notes forming part of the Financial Statements for the year ended March 31, 2023

43 Core Investment Company

The Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. However, the Group, in which the Company belongs to, has five CICs which are registered with the Reserve Bank of India and one CIC which is not required to be registered with the Reserve Bank of India, as detailed below:

- Tata Sons Private Limited [Registered CIC]
- Tata Industries Limited [Registered CIC]
- Panatone Finvest Limited [Registered CIC]
- Tata Capital Limited [Registered CIC]
- TMF Holdings Limited [Registered CIC]
- T S Investments [Unregistered CIC]

44 A. Additional regulatory information required by Schedule III

(a) Details of Benami Property Held

No proceedings have been initiated on or are pending against the Company for holding benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.

(b) Wilful Defaulter

None of the entities in the Company have been declared wilful defaulter by any bank or financial institution or government or any government authority.

(c) Relationship with Struck Off companies

The Company has no transactions with the companies struck off under Companies Act, 2013 or Companies Act 1956.

(d) Companies with Number of Layers of Companies

The Company has complied with the number of layers prescribed under the companies Act, 2013.

(e) Companies with Approved Scheme(s) of Arrangements

The Company has not entered into any scheme of arrangement which has an accounting impact on current or previous financial year.

(f) Utilisation of Borrowed Funds and Share Premium

(i) The Company has not advanced or loaned or invested funds to any other person or entity, including foreign entity (Intermediary) with the understanding (whether recorded in writing or otherwise) that the Intermediary shall:

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

(ii) The Company has not received any fund from any person or entity, including foreign entity (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 Beneficiary) or
- b. provide any guarantee, security or the like on behalf of the Ultimate Beneficiary

(g) Undisclosed Income

There is no income surrendered or disclosed as income during the current or previous year in the tax assessments under the Income Tax Act, 1961, that has not been recorded in the books of account.

(h) Details of Crypto Currency or Virtual Currency

The Company has not traded or invested in crypto currency or virtual currency during the current or previous year.

(i) Valuation of Property, Plant and Equipment (including Right Of Use Assets) and Intangible Assets

The Company has not revalued its Property, Plant and Equipment (including Right Of Use Assets) or Intangible Assets or both during the current or previous year.

B. Financial Ratios

| Ratio | Numerator | Denominator | Current Year | Previous Year | % Variance | Reason For Variance |
|---------------------------------|--|------------------------------|--------------|---------------|------------|--|
| Current Ratio | Current Assets | Current Liabilities | 1.20 | 1.27 | -5.04% | Primarily due to decrease in Borrowings and increase in Trade Receivables |
| Debt Equity Ratio | Total Debt | Shareholder's Equity | 0.57 | 0.90 | -36.75% | Primarily due to Repayment of Borrowings |
| Debt Service Coverage Ratio | Earning Available for Debt Service | Debt Service | 0.90 | 0.95 | -5.49% | Primarily due to Repayment of Borrowings |
| Return on Equity Ratio | Net Profit after taxes | Average Shareholder's Equity | 9.55% | 12.36% | -22.71% | Lower Profit due to Higher O&M Cost & Lower Gain on IEX Sales |
| Inventory Turnover Ratio | Turnover | Average Inventory | 13.19 | 13.43 | -1.77% | |
| Trade Receivable Turnover Ratio | Net Credit Sales | Average Accounts Receivable | 12.35 | 14.88 | -17.01% | Lower Revenue due to Lower IEX Sales and Lower Energy Charges due to lower Spot Auction Coal. |
| Trade Payables Turnover Ratio | Net Credit Purchase (Fuel Consumed + Electricity Duty) | Average Trade Payables | 14.93 | 18.25 | -18.21% | Lower Coal Cost |
| Net Capital Turnover Ratio | Net Sales | Working Capital | 7.07 | 7.13 | -0.87% | Primarily due to increase in Working Capital (mainly decrease in Borrowings and increase in Trade Receivables) |
| Net Profit Ratio | Net Profit After Taxes | Net Sales | 6.67% | 7.13% | -6.48% | |
| Return on Capital Employed | Earning Before Interest and Taxes | Capital Employed | 10.12% | 11.32% | -10.56% | |
| Return on Investment | Earning Before Interest and Taxes | Average Total Assets | 9.37% | 10.62% | -11.80% | |

Bhubaneshwar Power Private Limited

Notes forming part of the Financial Statements for the year ended March 31, 2023

C. Other Regulatory Information

(a) Registration of charges or satisfaction with Registrar of companies.

There are no charges or satisfaction which are yet to be registered with the Registrar of Companies beyond the statutory period.

(b) Utilisation of borrowings availed from bank and financial institutions

The term loans obtained from banks / other parties have been applied for the purposes for which such loans were obtained.

In terms of our report attached

For Price Waterhouse & Co Chartered Accountants LLP

Firm Registration Number: 304026E/E-300009

For and on behalf of the Board of Directors

Gourab Bardhan

Partner

Membership Number: 131310

Sumitra Saha

Managing Director

DIN: 08742250

Bibhudutta Nanda

Director

DIN: 07531186

Amit Bhartia

Chief Financial Officer

Susovita Tripathy

Company Secretary

Place: Kolkata

Date:

Place: Bhubaneshwar

Date: