



## **INDEPENDENT AUDITORS' REPORT**

**To the Members of  
M/S MANDAR TRANSMISSION LIMITED**

### **Report on the Standalone Financial Statements**

#### **Opinion**

We have audited the accompanying standalone financial statements of **M/S MANDAR TRANSMISSION LIMITED ('the company')**, which comprise the Balance Sheet as at 31 March 2025, the Statement of Profit and Loss (including other comprehensive income), the Statement of Cash Flows and the statement of changes in Equity for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information (herein after referred to as "Standalone financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Standalone financial statements, give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India including the Ind As specified under section 133 of the Act;

- a) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2025;
- b) in the case of the Statement of Profit and Loss, profit for the year ended on that date;
- c) in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.
- d) in the case of Statement of Equity, the changes in equity for the year ended on that date

#### **Basis of Opinion**

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion



## Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the Ind. AS Financial Statements of the current period. These matters were addressed in the context of our audit of the Ind. AS financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. The following are the key audit matters identified:

- a) The Company is no more engaged in any business activity. The board of directors of the Holding Company had approved the striking off of the Company in its 109th board meeting held on dated 20th October, 2023 and 27<sup>th</sup> October, 2023. It has sought permission from Administrative Ministry (Ministry of Power, Govt. of India) for the same. Hence the Company is not a going concern.
- b) The ROC Fee and other administrative expenses are minimal and borne by the Holding company.
- c) The Equity Share Capital is totally wiped out with accumulated loss exceeding it.

## Responsibilities of Management and Those Charged with Governance for the Standalone Financial Statements.

The Company's Board of Directors is responsible for the matters in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation and presentation of these standalone financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified in the Companies (Indian Accounting Standards) Rules (as amended) under Section 133 of the Act, read with relevant rules issued thereunder. This responsibility also includes the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the Company and for preventing and detecting the frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial control, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Board of Directors is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the board of directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those Board of Directors are also responsible for overseeing the company's financial reporting process.



## **Auditor's Responsibility for the Audit of the Standalone Financial Statements**

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

As part of an audit in accordance with SAs, we exercise professional judgement and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risk, and to obtain audit evidence that is sufficient and appropriate to provide the basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omission, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedure that are appropriate in the circumstances, under section 143(3)(i) of the Companies Act,2013, we are also responsible for expression of our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and reasonableness of accounting estimate and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cashed significant doubt on the company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statement or, if such disclosures are inadequate, to modify our opinion. Our conclusion are based on the audit evidence obtained up to the date of auditor's report. However, future events or conditions may cause the company to cease to continue as going concern.
- Evaluate the overall presentation, structured and content of the Standalone financial statements, including the disclosure, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit finding, including any significant deficiencies in internal control that we identify during our audit,



We also provide those charged with governance with a statement that we have complied with relevant ethical requirement regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the standalone financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

### **Emphasis of Matter – Cessation of Operations**

We draw attention to Note 18.14 of the financial statements, which describes that the Company discontinued its business operations from the financial year 2020–21 and has not carried out any commercial activity since then. The Company currently retains only residual balances such as bank balances, payables to the holding company, and statutory liabilities.

Our opinion is not modified in respect of this matter.

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

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Act, we give in the "**Annexure A**" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by section 143(3) of the Act, we report that:
  - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - b) In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.
  - c) The Balance Sheet, the Statement of Profit and Loss (including other comprehensive income), and Statement of Cash Flows and the Statement of Changes in Equity dealt with by this Report are in agreement with the books of account.
  - d) In our opinion, the aforesaid standalone financial statements comply with the Indian Accounting Standards specified under Section 133 of the Act, read with relevant rules issued thereunder.
  - e) On the basis of written representations received from the directors as on 31 March, 2025, taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2025, from being appointed as a director in terms of Section 164(2) of the Act.





f) With respect to the adequacy of the internal financial controls over financial reporting of the company and the operating effectiveness of such controls, refer to our separate Report in **"Annexure B"**.

g) With respect to the other matters to be included in the Auditors' Report in accordance with Rule 11 of the Companies (Audit & Auditors) Rules, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us:

(i) The Company does not have any pending litigations which would impact its financial position except as mentioned in note.

(ii) The Company did not have any long-term contracts including derivatives contracts, for which there were any material foreseeable losses.

(iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

(iv) (a) The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(b) The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.

(v) The company has not declared or paid any dividend during the year.

(vi) Based on our examination which included test checks, the company has used an accounting software for maintaining its books of account for the financial year ended March 31, 2025 which has a feature of recording audit trail (edit log) facility as required under Rule 3(1) of the Companies (Accounts) Rules, 2014 and the same has been operated throughout the year for all relevant transactions recorded in the software's. Further, during the course of our audit we did not come across any instance of audit trail feature being tampered with and audit trail has been preserved by the Company as per the statutory requirements for record retention.



3. On the basis of such checks of the books and records of the Company, as we considered appropriate and according to the information and explanations given to us, we are enclosing our report in terms of Section 143(5) of the Act, on the directions and sub directions issued by the Comptroller and Auditor General of India in "Annexure C"

**For Khanna Gulati and Associates**

Chartered Accountants

Firm's Registration No.012190N



**(Mukesh Kumar Gupta)**

Partner

Membership No.096960

UDIN: 25096960BNFYUX8438



Place: New Delhi

Date: 30<sup>th</sup> April 2025

## **“Annexure A” to the Independent Auditors’ Report**

**Referred to in paragraph 1 under the heading ‘Report on Other Legal & Regulatory Requirement’ of our report of even date to the financial statements of the Company for the year ended March 31, 2025:**

Report on the Company (Auditor’s Report) Order, 2020 under clause(i) of sub-section 11 of Section 143 of the Companies Act,2013(“the Act”)

- (i) The Company do not have any Plant, Property and Equipment and Intangible asset on its name and there is no proceeding for holding any Benami property have been initiated against the company. Accordingly, the provision of Clause(i) of the order are not applicable to the company.
- (ii) The Company do not have any inventory and working capital loan during the year. Therefore, the given provision of the order is not applicable to the company.
- (iii) The Company has not made any investment in, provided any guarantee and security or granted any loans or advanced in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnership or any other parties during the year. Accordingly, the provision of Clause (iii)(a) to (iii)(f) of the order not applicable to the companies.
- (iv) In our opinion and according to the information and explanations given to us, the company has complied with the provisions of section 185 and 186 of the Companies Act, 2013 in respect of loans, investments, guarantees, and security.
- (v) As per explanations and information given to us, the Company has not accepted or renewed deposits from public during the year hence the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act 2013 and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.
- (vi) The Central Government has not prescribed the maintenance of cost records under sub section (1) of section 148 of The Companies Act 2013 for the industries the company belongs to, as per information and explanation provided by the management.
- (vii) According to the information and explanations given to us, in respect of statutory dues and other dues.
  - a) The Company is generally regular in depositing with appropriate authorities undisputed statutory dues, including provident fund, employees’ state Insurance, Income Tax, Goods and Services Tax, Customs Duty, cess and other material statutory dues applicable to it and there is no arrears as on 31, March 2025 for period of more than six months from the date they became payable.
  - b) According to the information and explanation given to us, there are no disputed statutory dues, which have not been deposited.



- (viii) According to the information and explanation given to us, company do not have any transaction which are not recorded in the books of account has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961(43 of 1961). Therefore, given provisions of the order are not applicable to the company.
- (ix)
- a. The Company has not defaulted in repayment of any loans or other borrowings from any lender. Hence reporting under clause 3(ix)(a) of the Order is not applicable.
  - b. The company has not been declared willful defaulter by any bank or financial institution or any other lender.
  - c. The term loan has been used for the object for which they were obtained.
  - d. The company has not used the fund raised for a short-term basis for long term purposes.
  - e. The company has not raised any money from any person or entity for the account of or to pay the obligations of its associates, subsidiaries or joint ventures.
  - f. The company has not raised any loans during the year by pledging securities held in their subsidiaries, joint ventures or associate company.
- (x) Based upon the audit procedures performed and the information and explanations given by the management, the company has not raised moneys by way of initial public offer or further public offer including debt instruments and term Loans. . Further the company has not made any Preferential allotment or private placement of share or convertible debentures during the year. Hence, the provisions of clause 3 (ix) of the Order are not applicable to the Company.
- (xi)
- a. According to the information and explanation given to us, no fraud by the company or on the company by its officers or employees has been noticed or reported during the course of our audit.
  - b. No report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and up to the date of this report.
  - c. No whistle blower complaints received by the company during the year, hence this clause is not applicable.
- (xii) In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause (xii) of the Order are not applicable to the Company.
- (xiii) In our opinion, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details have been disclosed in the Standalone Financial Statements as required by the applicable Indian Accounting Standards.
- (xiv) According to the information and based on our examination, the company does not have an internal audit system and is not required to have an internal audit system as per provisions of Section 138 of the Companies Act 2013.





- (xv) Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the provisions of clause 3 (xv) of the Order are not applicable to the Company and hence not commented upon.
- (xvi) In our opinion, the company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 or not conducted any Non-Banking Financial or Housing Finance activities or not fulfill the criteria of a Core Investment Company and accordingly, the provisions of clause 3 (xvi) of the Order are not applicable to the Company.
- (xvii) The company has not incurred any loss during the financial year. However, the company has incurred the cash loss of Rs. 83 thousand in the immediately preceding financial year.
- (xviii) There was no resignation of the statutory auditors during the year. Accordingly, the provision of Clause xviii is not applicable to the company.
- (xix) On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
- (xx) Provisions regarding the Corporate Social Responsibility are not applicable on the company. Therefore, the provisions of Clause xx of the order are not applicable to the company.

**For Khanna Gulati and Associates**

Chartered Accountants

Firm's Registration No.012190N

**(Mukesh Kumar Gupta)**

Partner

Membership No.096960

UDIN: 25096960BNFYUX8438



Place: New Delhi

Date: 30<sup>th</sup> April 2025

**“Annexure B” to the Independent Auditor’s Report of even date on the Standalone Financial Statements of M/s MANDAR TRANSMISSION LIMITED**

**Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 (“the Act”)**

We have audited the internal financial controls over financial reporting of M/S MANDAR TRANSMISSION LIMITED (“the Company”) as of March 31, 2025 in conjunction with our audit of the Standalone financial statements of the Company for the year ended on that date.

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

The Company’s management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the company considering the essential components of internal control stated in the guidance note on Audit of Internal Financial Controls over Financial Reporting issued by Institute of Chartered Accountants of India(‘ICAI’). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company’s policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

**Auditors’ Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the “Guidance Note”) and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor’s judgement, including the assessment of the risks of material misstatement of the Standalone financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company’s internal financial controls system over financial reporting.



## Meaning of Internal Financial Controls Over Financial Reporting

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

## Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

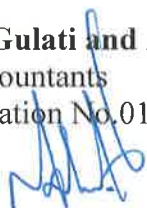
## Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2025, based on the internal Control over Financial Reporting criteria established by the company considering the essential components of internal control stated in the guidance note on audit of Internal Financial Control over Financial Reporting issued by the Institute of Chartered Accountants of India.

**For Khanna Gulati and Associates**

Chartered Accountants

Firm's Registration No.012190N



**(Mukesh Kumar Gupta)**

Partner

Membership No.096960

UDIN: 25096960BNFYUX8438



Place: New Delhi

Date: 30<sup>th</sup> April 2025

**“ANNEXURE C” TO INDEPENDENT AUDITOR’S REPORT** Directions issued by the Comptroller & Auditor General of India under Section 143(5) of the Companies Act, 2013 indicating the areas to be examined by the Statutory Auditors during the course of audit of annual accounts of M/s MANDAR TRANSMISSION LIMITED (Standalone) for the year 2024-25

| SI. No | Directions u/s 143(5) of the companies act 2013  | Auditor reply on action taken on the direction   | Impact on Financial statement |
|--------|--|--|-------------------------------|
| 1      | Whether the Company has system in place to process all the accounting transactions through IT system. If yes, the implications of processing of accounting transactions outside IT system on the integrity of the accounts along with the financial implications, if any may be stated.  | The company has a system to process all the accounting transaction through the IT System. The company is maintaining its accounts in tally prime (Edit Log) accounting software. All the transaction is made in an accounting package in the IT System through authorized access only. The company has not processed any accounting transaction outside through its IT system. | NIL                           |
| 2      | Whether there is any restructuring of an existing loan or cases of waiver / write off of debts / loans / interest etc. made by a lender due to the company’s inability to repay the loan? If yes, the financial impact may be stated. Whether such cases are properly accounted for? (In case, lender is a government company, then this direction is also applicable for statutory auditor of lender company) | There are no cases of restructuring of existing loan or case of waiver / writes off of debt / loans / Interest etc.<br>Hence this clause is not applicable.  | NIL                           |
| 3      | Whether funds (grants/subsidy etc.) received / receivable for specific schemes from Central / State Government or its agencies were properly accounted for /utilized as per its term and conditions? List the cases of deviation.  | There are no funds (grants/subsidies etc.) received / receivable for specific schemes from central / state government or agencies.<br>Hence this clause is not applicable.   | NIL                           |

**For Khanna Gulati and Associates**

Chartered Accountants

Firm’s Registration No.012190N

**(Mukesh Kumar Gupta)**

Partner

Membership No.096960

UDIN: 25096960BNFYUX8438



Place: New Delhi

Date: 30<sup>th</sup> April 2025



**Compliance Certificate**

We have conducted the annual accounts of M/s Mandar Transmission Limited for the year ended 31<sup>st</sup> March 2025 in accordance with the direction/ sub- directions issued by the C & AG of the India under section 143 (5) of the Companies' Act ,2013 and certify that we have complied with all the direction / sub direction issued to us

**For Khanna Gulati and Associates**

Chartered Accountants

Firm's Registration No.012190N



**(Mukesh Kumar Gupta)**

Partner

Membership No.096960

UDIN: 25096960BNFYUX8438

Place: New Delhi

Date: 30<sup>th</sup> April 2025



# MANDAR TRANSMISSION LIMITED

CIN U40101DL2018GOI331526

## Balance Sheet as at 31 March, 2025

(All amounts in ₹ thousands, unless stated otherwise)

| Particulars                           | Notes | As at<br>31 March, 2025 | As at<br>31 March, 2024 |
|---------------------------------------|-------|-------------------------|-------------------------|
| <b>ASSETS</b>                         |       |                         |                         |
| Non-current assets                    |       |                         |                         |
| Total non current assets              |       | -                       | -                       |
| Current assets                        |       |                         |                         |
| Financial assets                      |       |                         |                         |
| Cash and cash equivalents             | 4     | 20.00                   | 20.00                   |
| Total current assets                  |       | 20.00                   | 20.00                   |
| <b>TOTAL ASSETS</b>                   |       | <b>20.00</b>            | <b>20.00</b>            |
| <b>EQUITY AND LIABILITIES</b>         |       |                         |                         |
| Equity                                |       |                         |                         |
| Equity share capital                  | 5     | 500.00                  | 500.00                  |
| Other equity                          | 6     | (618.00)                | (559.00)                |
| Total equity                          |       | (118.00)                | (59.00)                 |
| Current liabilities                   |       |                         |                         |
| Financial liabilities                 |       |                         |                         |
| Other financial liabilities           | 7     | 133.00                  | 74.00                   |
| Other current liabilities             | 8     | 5.00                    | 5.00                    |
| Total current liabilities             |       | 138.00                  | 79.00                   |
| Total liabilities                     |       | 138.00                  | 79.00                   |
| <b>TOTAL EQUITY &amp; LIABILITIES</b> |       | <b>20.00</b>            | <b>20.00</b>            |

Summary of material accounting policies & other information 1 to 3

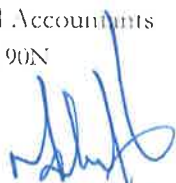
The accompanying notes from 4 to 18 are integral part of the financial statements.

These are the financial statements referred to in our report of even date.

For Khanna Gulati & Associates

Chartered Accountants

FRN: 012190N



Mukesh Kumar Gupta

Partner

Membership no: 096960

Date: 30/04/2025

Place: NEW DELHI



For and on behalf of Board of Directors of  
MANDAR TRANSMISSION LIMITED

N. Venkatesan

Venkatesan Narasimhalu

Director

DIN: 05294776

Date: 30.04.2025



Mohan Lal Kumawat

Director

DIN: 07682898

Date: 30.04.2025

# MANDAR TRANSMISSION LIMITED

CIN U40101DL2018GOI331526

Statement of Profit and Loss for the year ended 31 March, 2025

(All amounts in ₹ thousands, unless stated otherwise)

| Particulars   | Notes | For the Year ended<br>31 March, 2025 | For the Year ended<br>31 March, 2024 |
|---|-------|--------------------------------------|--------------------------------------|
| Revenue from discontinuing operations                                       |       |                                      |                                      |
| Other income  | 9     | -                                    | 18,829.83                            |
| <b>Total Income</b>   |       | -                                    | <b>18,829.83</b>                     |
| Expenses from discontinuing operations                                      |       |                                      |                                      |
| Other expenses  | 10    | 59.00                                | 59.00                                |
| <b>Total expenses</b>   |       | <b>59.00</b>                         | <b>59.00</b>                         |
| <b>Profit/(Loss) before tax from discontinuing operation</b>                |       | <b>(59.00)</b>                       | <b>18,770.83</b>                     |
| Tax expense   | 11    |                                      |                                      |
| Current tax   |       | -                                    | -                                    |
| Deferred tax expense/(credit)   |       | -                                    | -                                    |
| Earlier year taxes/(refunds)  |       | -                                    | -                                    |
| <b>Total tax expenses</b>   |       | <b>-</b>                             | <b>-</b>                             |
| <b>Net profit/(loss) for the year / period from discontinuing operation</b> |       | <b>(59.00)</b>                       | <b>18,770.83</b>                     |
| Other comprehensive loss  |       |                                      |                                      |
| Items that will not be reclassified to profit or loss                       |       |                                      |                                      |
| Re-measurement gains/(losses) on defined benefit plans                      |       | -                                    | -                                    |
| Income tax relating to these items  |       | -                                    | -                                    |
| <b>Other comprehensive income/(loss) for the year / period</b>              |       | <b>-</b>                             | <b>-</b>                             |
| <b>Total comprehensive income/(loss) for the year / period</b>              |       | <b>(59.00)</b>                       | <b>18,770.83</b>                     |
| Earnings/(Loss) per equity share  |       |                                      |                                      |
| Basic/diluted earnings/ (loss) per share (In ₹)                             | 12    | (1.18)                               | 375.42                               |

Summary of material accounting policies & other information 1 to 3

The accompanying notes from 4 to 18 are integral part of the financial statements.

These are the financial statements referred to in our report of even date.

For Khanna Gulati & Associates

Chartered Accountants

FRN: 012190N



Mukesh Kumar Gupta

Partner

Membership no: 096960

Date: 30 April 2025

Place: NEW DELHI

For and on behalf of Board of Directors of  
MANDAR TRANSMISSION LIMITED

N. Venkatesan  
Venkatesan Narasimhalu

Director

DIN: 05294776

Date: 30.04.2025

Mohan Lal Kumawat

Director

DIN: 01682898

Date: 30.04.2025

**MANDAR TRANSMISSION LIMITED**  
CIN U40101DL2018GOI331526  
**Statement of Cash Flows for the year ended 31 March, 2025**

(All amounts in ₹ thousands, unless stated otherwise)

| Particulars  | For the Year ended<br>31 March, 2025 | For the Year ended<br>31 March, 2024 |
|--|--------------------------------------|--------------------------------------|
| <b>A. CASH FLOW FROM DISCONTINUING OPERATING ACTIVITIES</b>  |                                      |                                      |
| Profit / (Loss) before tax   | (59.00)                              | 18,710.83                            |
| Adjustments for:   |                                      |                                      |
| ADD:-  |                                      |                                      |
| Reversal of Creditor to the extent of changes in Accounting Policy and due to reversal of GST Input in the Previous Year | -                                    | 3,454.09                             |
| <b>Discontinuing operating profit before working capital changes</b>   | <b>(59.00)</b>                       | <b>22,224.91</b>                     |
| <b>Changes in working capital:</b>   |                                      |                                      |
| <i>Adjustments for (increase) / decrease in discontinuing operating assets:</i>  |                                      |                                      |
| <i>Adjustments for increase / (decrease) in discontinuing operating liabilities:</i>                                     |                                      |                                      |
| Other financial liabilities (current)  | 59.00                                | (22,224.91)                          |
| Other financial liabilities (non current)  | -                                    | -                                    |
| Other current liabilities  | -                                    | -                                    |
| Movement in operating assets and liabilities   | 59.00                                | (22,224.91)                          |
| <b>Cash generated from discontinuing operations</b>  | <b>-</b>                             | <b>-</b>                             |
| Less: Tax paid   | -                                    | -                                    |
| <b>Net cash used in discontinuing operating activities (A)</b>   | <b>-</b>                             | <b>-</b>                             |
| <b>B. CASH FLOWS FROM INVESTING ACTIVITIES</b>   |                                      |                                      |
| Sale / (Purchase) of property, plant and equipment (including capital work-in-progress and intangibles)                  | -                                    | -                                    |
| <b>Net cash flow from investing activities (B)</b>   | <b>-</b>                             | <b>-</b>                             |
| <b>C. CASH FLOWS FROM FINANCING ACTIVITIES</b>   |                                      |                                      |
| Issue of share capital   | -                                    | -                                    |
| <b>Net cash flow from financing activities (C)</b>   | <b>-</b>                             | <b>-</b>                             |
| <b>Net increase/decrease in cash and cash equivalents (A+B+C)</b>  | <b>-</b>                             | <b>-</b>                             |
| Cash and cash equivalents at the beginning of the year / period  | 20.00                                | 20.00                                |
| Cash and cash equivalents at the end of the year / period  | 20.00                                | 20.00                                |
| <b>Reconciliation of cash and cash equivalents as per the cash flow statement</b>  | <b>-</b>                             | <b>-</b>                             |

Summary of material accounting policies & other information 1 to 3  
The accompanying notes from 4 to 18 are integral part of the financial statements.  
These are the financial statements referred to in our report of even date.

For Khanna Gulati & Associates  
Chartered Accountants  
FRN: 012190N

Mukesh Kumar Gupta

Partner

Membership no: 096960

Date: 30/ Apr / 2025

Place: NEW DELHI



For and on behalf of Board of Directors of  
**MANDAR TRANSMISSION LIMITED**

N. venkatesan

Venkatesan Narasimhalu

Director

DIN: 05294776

Date: 30.04.2025

Mohd. Farid Kumawat

Director

DIN: 07682898

Date: 30.04.2025

## MANDAR TRANSMISSION LIMITED

CIN U40101DL2018GOI331526

## Statement of changes in equity for the Year ended 31 March, 2025

(All amounts in ₹ thousands, unless stated otherwise)

## A Equity share capital

| Particular                                      | Amount |
|---|--------|
| Balance as at 1 April, 2023                     | 500.00 |
| Changes in equity share capital during the year |        |
| Balance as at 31 March, 2024                    | 500.00 |
| Balance as at 1 April, 2024                     | 500.00 |
| Changes in equity share capital during the year |        |
| Balance as at 31 March, 2025                    | 500.00 |

## B Other equity

|                              | Retained Earnings | Total       |
|------------------------------|-------------------|-------------|
| Balance as at 1 April, 2023  | (22,783.91)       | (22,783.91) |
| Profit / (Loss) for the year | 18,770.83         | 18,770.83   |
| Dividend                     |                   |             |
| Balance as at 31 March, 2024 | (4,013.08)        | (4,013.08)  |
| Balance as at 1 April, 2024  | (4,013.08)        | (4,013.08)  |
| Profit / (Loss) for the year | (59.00)           | (59.00)     |
| Dividend                     |                   |             |
| Balance as at 31 March, 2025 | (59.00)           | (59.00)     |

Summary of material accounting policies &amp; other information 1 to 3

The accompanying notes from 4 to 18 are integral part of the financial statements.

These are the financial statements referred to in our report of even date.

For Khanna Gulati &amp; Associates

Chartered Accountants

FIRN: 0121908



Mukesh Kumar Gupta

Partner

Membership no: 096960

Date: 30/Apr/2025

Place: NEW DELHI

For and on behalf of Board of Directors of  
MANDAR TRANSMISSION LIMITED

N. Venkatesan

Venkatesan Narasimhalu

Director

DIN: 05294776

Date: 30.04.2025



Mahan Lal Kumawat

Director

DIN: 07682898

Date: 30.04.2025

## MANDAR TRANSMISSION LIMITED

Summary of Significant accounting policies & other information for the period ending 31st March 2025  
(All amounts in Rupees Thousands, unless stated otherwise)

### 1. COMPANY OVERVIEW

MANDAR TRANSMISSION LIMITED ("the Company") having CIN U40101DL2018GOI331526 was incorporated on 26.03.2018 at New Delhi. The Company is a wholly owned subsidiary of REC Power Development & Consultancy Limited. The Company is a special purpose vehicle incorporated for "Selection of the developer for different transmission projects in different packages". The Government of Jharkhand vide notification no. 03/06/17/2648 dated 21 August 2017 has appointed RECPDCL as Bid Process Co-coordinator for selection of the developer for the project through tariff based competitive bidding process. On completion of the bid process, the successful bidder is to acquire one hundred percent (100%) of the equity shares of the company along with all its related assets and liabilities.

The Government of Jharkhand vide its letter dated 30.09.2020 has decided to reinstate the bidding process once all the approval are obtained. No further communication has been received from Government of Jharkhand. Hence the project has been kept abeyance w.e.f. 01.10.2020. Based On No more Development on this project since past three years, the Board of Directors of the holding company in its 109<sup>th</sup> meeting dated 20.10.2023 has approved the write off of receivables/investment pertains to this associate company. This company is now in process of strike off and approval from the Ministry of Power.

### 2. BASIS OF PREPERATION AND SIGNIFICANT ACCOUNTING POLICIES

#### 2.1 Basis of preparation and measurement

##### (i) Statement of compliance with Indian Accounting Standards (Ind AS)

The Company prepared its Standalone Financial Statements in accordance with the requirements of Indian Accounting Standards (referred to as "Ind AS") notified under the Companies (Indian Accounting Standards) Rules, 2015 (as amended). These Standalone Financial Statements comply with Ind AS notified under the Companies (Indian Accounting Standards) Rules, 2015 (as amended), applicable provisions of the Companies Act, 2013 and other applicable regulatory norms / guidelines.

The financial statements for the period ended 31st March, 2025 were authorized and approved by the Board of Directors on 30.04 2025.

Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in accounting policy hitherto in use.

#### 2.2 Significant accounting policies

##### (i) Going concern and basis of measurement

The Company has not carried on any business activities in the current as well as in the preceding two years. The Board of Directors of the Holding Company and the Ultimate Holding Company by resolution passed in their meeting held on October 20, 2023 & October 27, 2023 respectively have decided to apply to the Registrar of the Company for striking off the name of the Company and sought NOC of Ministry of Power vide letter dated November 8, 2023. NOC of Ministry of Power has not yet been received.





## MANDAR TRANSMISSION LIMITED

Summary of Significant accounting policies & other information for the period ending 31st March 2025  
(All amounts in Rupees Thousands, unless stated otherwise)

Due to above events, the going concern assumption is no longer appropriate and therefore, assets have been stated at their realizable value and liabilities have been stated at the amounts at which they are expected to be settled.

The financial statements have been prepared on a non-going concern basis under the historical cost convention on accrual basis except for certain financial assets and financial liabilities are measured at fair values at the end of each reporting period.

All assets and liabilities have been classified as current or non-current as per the criteria set out in the Companies Act, 2013. The Company has ascertained its operating cycle as 12 months for the purpose of current/non-current classification of assets and liabilities.

Till the finalization of striking off process, the Company's expenses would be funded by the Holding Company.

### (ii) Functional and presentation currency:

These financials have been presented in Indian Rupees (INR), which is also the Company's functional currency, all amounts have been rounded off to the nearest thousands (up to two digits), unless otherwise indicated.

### (iii) Revenue recognition

Revenue is recognized (as per the five step model laid down under Ind AS 115) to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.

- (i) Identify the contract(s) with customer;
- (ii) Identify separate performance obligations in the contract;
- (iii) Determine the transaction price;
- (iv) Allocate the transaction price to the performance obligations; and
- (v) Recognize revenue when a performance obligation is satisfied.

### (iv) Property, Plant and Equipment

Property Plant and Equipment are carried at cost less accumulated amortization and impairment losses, if any. Cost includes all expenses, direct and indirect, specifically attributable to its acquisition and bringing it to its working condition for its intended use. Incidental expenditure pending allocation and attributable to the acquisition of fixed assets is allocated/capitalized with the related assets. Subsequent expenditure is capitalized to the asset's carrying amount only when it is probable that future economic benefits associated with the expenditure will flow to the Company and the cost of the item can be measured reliably. All other repairs and maintenance costs are expensed when incurred.

### (v) Financial instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.



## MANDAR TRANSMISSION LIMITED

Summary of Significant accounting policies & other information for the period ending 31st March 2025  
(All amounts in Rupees Thousands, unless stated otherwise)

### Financial assets:

**Initial recognition and measurement** All financial assets are recognized initially at fair value plus, in the case of financial assets not recorded at fair value through profit or loss, transaction costs that are attributable to the acquisition of the financial asset. Transaction costs of financial assets carried at fair value through profit or loss are expensed in profit or loss. Purchases or sales of financial assets that require delivery of assets within a time frame established by regulation or convention in the market place (regular way trades) are recognized on the trade date, i.e., the date that the Company commits to purchase or sell the asset.

### Subsequent measurement

**Financial assets carried at amortized cost** – a financial asset is measured at the amortized cost if both the following conditions are met:

- The asset is held within a business model whose objective is to hold assets for collecting contractual cash flows, and
- Contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.

After initial measurement, such financial assets are subsequently measured at amortized cost using the effective interest rate (EIR) method. Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortization is included in interest income in the Statement of Profit and Loss.

### De-recognition of financial assets

Financial assets (or where applicable, a part of financial asset or part of a group of similar financial assets) are derecognized (i.e. removed from the Company's balance sheet) when the contractual rights to receive the cash flows from the financial asset have expired, or when the financial asset and substantially all the risks and rewards are transferred. Further, if the Company has not retained control, it shall also derecognize the financial asset and recognize separately as assets or liabilities any rights and obligations created or retained in the transfer.

### Impairment of financial assets

In accordance with Ind AS 109, the Company applies Expected Credit Loss (ECL) model for measurement and recognition of impairment loss on the following financial assets and credit risk exposure: a) Financial assets that are debt instruments, and are measured at amortized cost e.g., loans, debt securities, deposits, trade receivables and bank balance b) Financial guarantee contracts which are not measured at Fair value through profit & loss account. (FVTPL).

### Financial liabilities:

#### Initial recognition and measurement

Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss, loans and borrowings, payables, as appropriate.

All financial liabilities are recognized initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs.

The Company's financial liabilities include trade and other payables, loans and borrowings including financial guarantee contracts and derivative financial instruments.

#### Subsequent measurement

Subsequent to initial recognition, financial liabilities are measured at amortized cost using the effective interest method.



**De-recognition**

A financial liability is de-recognized when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the de-recognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognized in the statement of profit or loss.

**Offsetting of financial instruments**

Financial assets and financial liabilities are offset and the net amount is reported in the balance sheet if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously.

**(vi) Fair value measurement**

The Company measures financial instruments at fair value which 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. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability, or
- In the absence of a principal market, in the most advantageous market for the asset or liability.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

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

The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs. For assets and liabilities that are recognized in the balance sheet on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorization (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

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

**(vii) Taxation**

Tax expense recognized in profit or loss comprises the sum of deferred tax and current tax. It is recognized in Statement of Profit and Loss, except when it relates to an item that is recognized in Other comprehensive income (OCI) or directly in equity, in which case, the tax is also recognized in Other comprehensive income or directly in equity.



## MANDAR TRANSMISSION LIMITED

Summary of Significant accounting policies & other information for the period ending 31st March 2025  
(All amounts in Rupees Thousands, unless stated otherwise)

Current tax is determined as the tax payable in respect of taxable income for the year, using tax rates enacted or substantively enacted and as applicable at the reporting date, and any adjustments to tax payable in respect of previous years.

Deferred tax is recognized on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable income. Deferred tax on temporary differences associated with investments in subsidiaries and joint ventures is not provided if reversal of these temporary differences can be controlled by the Company and it is probable that reversal will not occur in the foreseeable future.

Deferred tax assets and liabilities are calculated, without discounting, at tax rates that are expected to apply to their respective period of realization, provided those rates are enacted or substantively enacted by the end of the reporting period. Deferred tax assets and liabilities are offset if there is a legally enforceable right to offset current tax liabilities and assets, and they relate to income taxes levied by the same tax authority.

Deferred tax liability is recognized for all taxable temporary differences. A deferred tax asset is recognized for all deductible temporary differences to the extent that it is probable that future taxable profits will be available against which the deductible temporary difference can be utilized. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realized.

Changes in deferred tax assets or liabilities are recognized as a component of tax income or expense in profit or loss, except where they relate to items that are recognized in other comprehensive income or directly in equity, in which case the related deferred tax is also recognized in other comprehensive income or equity, respectively.

### (viii) Provisions, Contingent Liabilities, and Contingent Assets

Provisions are recognized when the Company has a present legal or constructive obligation as a result of a past event; it is probable that an outflow of economic resources will be required from the Company and amounts can be estimated reliably. Timing or amount of the outflow may still be uncertain. Provisions are measured at the estimated expenditure required to settle the present obligation, based on the most reliable evidence available at the reporting date, including the risks and uncertainties associated with the present obligation. Provisions are discounted to their present values, where the time value of money is material.

A contingent liability is disclosed for:

- Possible obligations which will be confirmed only by future events not wholly within the control of the Company or
- Present obligations arising from past events where it is not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount of the obligation cannot be made.

In those cases, where the outflow of economic resources as a result of present obligations is considered improbable or remote, no liability is recognized or disclosure is made.

Any reimbursement that the Company can be virtually certain to collect from a third party concerning the obligation (such as from insurance) is recognized as a separate asset. However, this asset may not exceed the amount of the related provision.

Contingent assets are not recognized. However, when the inflow of economic benefits is probable, the related asset is disclosed.





**(ix) Earnings per share**

Basic earnings per share is calculated by dividing the net profit or loss for the period attributable to equity shareholders (after deducting attributable taxes) by the weighted average number of equity shares outstanding during the period.

To calculate diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

**(x) Cash and cash equivalents**

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

**(xi) Impairment of assets**

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

**(xii) Borrowing costs**

Borrowing costs that are directly attributable to the acquisition and/ or construction of a qualifying asset, till the time such a qualifying asset becomes ready for its intended use sale, are capitalized. Borrowing costs consist of interest and other costs that the Company incurred in connection with the borrowing of funds. A qualifying asset is one that necessarily takes a substantial period to get ready for its intended use. All other borrowing costs are charged to the Statement of Profit and Loss on an accrual basis as per the effective interest rate method.

**(xiii) Material prior period errors**

Material prior period errors are corrected retrospectively by restating the comparative amounts for the prior periods presented in which the error occurred. If the error occurred before the earliest period presented, the opening balances of assets, liabilities and equity for the earliest period presented, are restated.

**(xiv) Rates and taxes**

Overseas taxes on foreign assignments, indirect taxes, including Goods & Service Tax, professional tax, property tax, entry tax, labour cess, octroi and any other applicable taxes etc. paid/accrued in India or abroad for which credit are not available to the company are charged to the Statement of Profit and Loss.





### 2.3 Significant management judgment in applying accounting policies and estimation of uncertainty

The preparation of the Company's financial statements requires management to make judgment's, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the related disclosures. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Such estimates & assumptions are based on management evaluation of relevant facts & circumstances as on date of financial statements. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period; they are recognised in the period of the revision and future periods if the revision affects both current and future periods.

### 3. Significant estimates and judgment's

The preparation of the Company's financial statements requires management to make judgments, estimates, and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the related disclosures. Actual results may differ from these estimates.

#### *Significant management judgments*

**Recognition of deferred tax assets/ liability** – The extent to which deferred tax assets can be recognized is based on an assessment of the probability of the future taxable income against which the deferred tax assets can be utilized.

**Evaluation of indicators for impairment of assets** – The evaluation of the applicability of indicators of impairment of assets requires assessment of several external and internal factors which could result in deterioration of recoverable amount of the assets.

#### *Significant estimates*

**Useful lives of depreciable/amortizable assets** – Management reviews its estimate of the useful lives of depreciable/amortizable assets 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 assets.

**Fair value measurements** – Management applies valuation techniques to determine the fair value of financial instruments (where active market quotes are not available). This involves developing estimates and assumptions consistent with how market participants would price the instrument. In estimating the fair value of an asset or a liability, the Company uses market-observable data to the extent it is available. In case of non-availability of market-observable data, Level 2 & Level 3 hierarchy is used for fair valuation.

**Income Taxes** – Significant estimates are involved in determining the provision for income taxes, including amount expected to be paid/recovered for uncertain tax positions and also in respect of expected future profitability to assess deferred tax asset.



**MANDAR TRANSMISSION LIMITED**

Notes forming part of Financial Statements for the year ended 31st March, 2025

(All amounts in ₹ thousands, unless stated otherwise)

**4 Cash and cash equivalents**

| Particulars                     | As at<br>31 March, 2025 | As at<br>31 March, 2024 |
|---------------------------------|-------------------------|-------------------------|
| Balances with banks:            |                         |                         |
| - with bank in current accounts | 20.00                   | 20.00                   |
|                                 | <b>20.00</b>            | <b>20.00</b>            |

**5 Equity share capital**

| Particulars   | As at<br>31 March, 2025 | As at<br>31 March, 2024 |
|---|-------------------------|-------------------------|
| Authorized equity share capital<br>50,000 Equity shares of Rs 10 each                     | 500.00                  | 500.00                  |
|   | <b>500.00</b>           | <b>500.00</b>           |
| Issued, subscribed and paid up equity share capital<br>50,000 Equity shares of Rs 10 each | 500.00                  | 500.00                  |
|   | <b>500.00</b>           | <b>500.00</b>           |

**i) Terms & Right attached to equity shares:**

The Company has only one class of equity shares having par value of Rs.10 per share. Each holder of equity shares is entitled to one vote per share. In the event of the 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. The distribution will be in proportion to the number of equity shares held by the share holders. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing annual general meeting, except in case of interim dividend.

**ii) Reconciliation of equity shares outstanding at the beginning and at the end of the period**

|   | As at 31 March, 2025 |                 | As at 31 March, 2024 |                 |
|---|----------------------|-----------------|----------------------|-----------------|
|   | No. of shares        | (₹ in Thousand) | No. of shares        | (₹ in Thousand) |
| Equity share capital of ₹ 10 each fully paid up | 50,000               | 500.00          | 50,000               | 500.00          |
| Balance at the beginning of the year            |                      |                 |                      |                 |
| Add: Issued during the year                     |                      |                 |                      |                 |
| Balance at the end of the period                | 50,000               | 500.00          | 50,000               | 500.00          |

**iii) Shareholders holding more than 5% of shares of the Company as at balance sheet date:**

|   | As at 31 March, 2025 |           | As at 31 March, 2024 |           |
|---|----------------------|-----------|----------------------|-----------|
|   | No. of shares        | % holding | No. of shares        | % holding |
| 49,994 Equity Shares held by REC Power Development & Consultancy Limited (RECPDCL) and Balance 6 Equity Shares through other nominee of REC-PDCL. | 50,000               | 100.00%   | 50,000               | 100.00%   |

**iv) Shares held by Promotor:**

|   | As at 31 March, 2025 |           | As at 31 March, 2024 |           |
|---|----------------------|-----------|----------------------|-----------|
|   | No. of shares        | % holding | No. of shares        | % holding |
| 49,994 Equity Shares held by REC Power Development & Consultancy Limited (RECPDCL) and Balance 6 Equity Shares through other nominee of REC-PDCL. | 50,000               | 100.00%   | 50,000               | 100.00%   |

v) The Company has neither issued equity shares pursuant to contract without payment being received in cash or any bonus shares nor has there been any buy-back of shares since its incorporation.



**MANDAR TRANSMISSION LIMITED**

Notes forming part of Financial Statements for the year ended 31st March, 2025

(All amounts in ₹ thousands, unless stated otherwise)

**6 Other equity**

| Particulars  | As at<br>31 March, 2025 | As at<br>31 March, 2024 |
|--|-------------------------|-------------------------|
| Balance at the beginning of the period / year  | (559.00)                | (22,783.91)             |
| Add: Reversal of Creditor to the extent of changes due to reversal of GST Input Tax Credit & CWIP. | -                       | 3,454.09                |
| Add : Transferred from statement of profit and loss  | (59.00)                 | 18,770.83               |
| Closing Balance at the end of the period / year  | (618.00)                | (559.00)                |
|  |                         |                         |
| <b>Total other equity</b>  | <b>(618.00)</b>         | <b>(559.00)</b>         |

**7 Other financial liabilities (Current)**

| Particulars                 | As at<br>31 March, 2025 | As at<br>31 March, 2024 |
|-----------------------------|-------------------------|-------------------------|
| Payable to holding company* | 79.00                   | 20.00                   |
| Audit fees payable          | 54.00                   | 54.00                   |
|                             | <b>133.00</b>           | <b>74.00</b>            |

\* Refer note 13 on related party transactions

**8 Other current liabilities**

| Particulars                             | As at<br>31 March, 2025 | As at<br>31 March, 2024 |
|---|-------------------------|-------------------------|
| Statutory dues Payable<br>- TDS payable | 5.00                    | 5.00                    |
|   | <b>5.00</b>             | <b>5.00</b>             |

**9 Other income**

| Particulars                         | For the Year ended<br>31 March, 2025 | For the Year ended<br>31 March, 2024 |
|-------------------------------------|--------------------------------------|--------------------------------------|
| Liabilities/Provisions written back | -                                    | 18,829.83                            |
|                                     | <b>-</b>                             | <b>-</b>                             |



# MANDAR TRANSMISSION LIMITED

Notes forming part of Financial Statements for the year ended 31st March, 2025

(All amounts in ₹ thousands, unless stated otherwise)

## 10 Other expenses

| Particulars             | For the Year ended<br>31 March, 2025 | For the Year ended<br>31 March, 2024 |
|-------------------------|--------------------------------------|--------------------------------------|
| Auditors' remuneration* | 59.00                                | 59.00                                |
|                         | 59.00                                | 59.00                                |

\*Comprises of following:

|                              |       |       |
|------------------------------|-------|-------|
| As auditors- statutory audit | 59.00 | 59.00 |
|                              | 59.00 | 59.00 |

## 11 Tax expense

| Particulars                      | For the Year ended<br>31 March, 2025 | For the Year ended<br>31 March, 2024 |
|----------------------------------|--------------------------------------|--------------------------------------|
| Current tax                      |                                      |                                      |
| Tax pertaining to current period | -                                    | -                                    |
| Tax pertaining to earlier years  |                                      |                                      |
| Deferred tax expense/(credit)    |                                      |                                      |

|                                    | For the Year ended<br>31 March, 2025 | For the Year ended<br>31 March, 2024 |
|------------------------------------|--------------------------------------|--------------------------------------|
| Tax expense                        |                                      |                                      |
| (i) Current tax                    |                                      |                                      |
| Tax pertaining to current year     | 0.00                                 | 0.00                                 |
| Tax pertaining to earlier years    | 0.00                                 | 0.00                                 |
| (ii) Deferred tax expense/(credit) | 0.00                                 | 0.00                                 |
|                                    | 0.00                                 | 0.00                                 |

The major components of income tax expense and the reconciliation of expense based on the domestic effective tax rate of at 25.168% .

|  |         |           |
|--|---------|-----------|
| Accounting Loss before income tax                                      | (59.00) | 18,770.83 |
| At country's statutory income tax rate of 25.168%                      | 0.00    | 0.00      |
| Adjustments in respect of taxes earlier years                          |         |           |
| (i) Non-deductible expenses for tax purposes                           | 0.00    | 0.00      |
| (ii) Non-taxable incomes   | 0.00    | 0.00      |
| (iii) Earlier year taxes   | 0.00    | 0.00      |
| (iv) Deferred tax on allowable provisional expenditure of earlier year | 0.00    | 0.00      |
| (v) Deferred tax change due to rate change                             | 0.00    | 0.00      |
|  | 0.00    | 0.00      |

In accordance with the notified Indian Accounting Standard 12, "Income Taxes", deferred tax assets on carried forward losses, unabsorbed depreciation and other timing differences have not been accounted in the books.

## 12 Basic/diluted earnings/ loss per share

|   |         |           |
|---|---------|-----------|
| Net profit/(loss) for the year                                | (59.00) | 18,770.83 |
| Weighted average number of equity shares for EPS (in numbers) | 50,000  | 50,000    |
| Par value per share (in ₹)                                    | 10      | 10        |
| Earnings per share - Basic and diluted (in ₹)                 | (1.18)  | 375.42    |



**MANDAR TRANSMISSION LIMITED****Notes forming part of Financial Statements for the year ended 31st March, 2025**

(All amounts in ₹ thousands, unless stated otherwise)

**13 Related party transactions**

In accordance with the requirements of Indian Accounting Standard – 24 the names of the related parties where control/ability to exercise significant influence exists, along with the aggregate amount of transactions and year end balances with them as identified and certified by the management are given below:

**a. Details of related parties:**

| Description of relationship | Names of related parties                              |
|-----------------------------|---|
| Holding company             | REC Power Development & Consultancy Limited (RECPDCL) |
| Parent's Holding company    | REC Limited   |

**Key management personnel (KMP)**

The Company is a wholly owned subsidiary of REC Power Development & Consultancy Limited, which is further wholly owned by REC Limited. The Key Managerial Personnel of the Company are employees of REC Limited, deployed on part time basis. No managerial remuneration is paid to them by the Company. The details of such Key Managerial Personnel are as below.

| Name                                  | Designation                                  | Date of Appointment                          | Date of resignation |
|---------------------------------------|--|--|---------------------|
| VENKATESAN NARASIMHALU                | Chairman and Director                        | 16.10.2023                                   |                     |
| MOHAN LAL KUMAWAT                     | Director                                     | 26.03.2018                                   |                     |
| SAURABH RASTOGI                       | Director                                     | 25.03.2021                                   |                     |
| SANJAY SHILENDRAKUMAR KULSHRESTI      | Chairman and Director                        | 14.03.2018                                   | 16.10.2023          |
|                                       |  |  |                     |
| <b>KMP's / Directors Remuneration</b> | <b>For the Year ended<br/>31 March, 2025</b> | <b>For the Year ended<br/>31 March, 2024</b> |                     |
| Remuneration to KMP's                 | 0.00   | 0.00   |                     |

**b. Transactions with Holding Company (RECPDCL) are as under:**

|  | Name of Related Party     | For period ended 31 March, 2025 | Year Ended March 31, 2023 |
|--|---------------------------|---------------------------------|---------------------------|
| <b>(i) Transactions during the year</b>      |                           |                                 |                           |
| Reimbursement of expenses                    | Holding Company (RECPDCL) | 59.00                           |                           |
| Provision written back                       | Holding Company (RECPDCL) |                                 | 18,829.83                 |
| <b>(ii) Outstanding Balances at year end</b> |                           |                                 |                           |
| Payable to Holding Co.                       | Holding Company (RECPDCL) | 79.00                           | 20.00                     |

**14 Capital management policies and procedures**

The Company's capital includes issued share capital and all other distributable reserves (except for specific restricted reserves). The primary objective of the Company's capital management is to maximise shareholder value and to maintain an optimal capital structure to reduce the cost of capital. The Company does not have any non-current borrowings and all its capital needs are met by capital or shareholders only.





**MANDAR TRANSMISSION LIMITED**

Notes forming part of Financial Statements for the year ended 31st March, 2025

(All amounts in ₹ thousands, unless stated otherwise)

**15 Financial instruments****i) Financial instruments by category measured at amortized cost:**

|                                       | As at 31 March, 2025 | As at 31 March, 2024 |
|---------------------------------------|----------------------|----------------------|
| <b>Particulars</b>                    |                      |                      |
| <b>Financial assets</b>               |                      |                      |
| Cash and cash equivalents             | 20.00                | 20.00                |
| <b>Total</b>                          | <b>20.00</b>         | <b>20.00</b>         |
| <b>Financial liabilities</b>          |                      |                      |
| Other financial liabilities (Current) | 133.00               | 74.00                |
| <b>Total</b>                          | <b>133.00</b>        | <b>74.00</b>         |

The carrying amounts of financial assets and liabilities are considered a reasonable approximation of their fair values.

**ii) Fair values hierarchy**

The Company does not have any financial assets or financial liabilities carried at fair value.

The carrying amounts of other financial assets and financial liabilities measured at amortised cost in the financial statements are a reasonable approximation of their fair values.

**16 Financial risk management****i) Risk management**

The main types of risks to which the Company is exposed in relation to financial instruments are as follows:

**A) Credit risk**

The Company only possess cash and cash equivalents as financial asset as on closing dates, hence credit risk relating to cash and cash equivalents is considered to be negligible as counterparties are banks. The management considers the credit quality of deposits/balances with such banks to be good and reviews the banking relationships on an on-going basis.

**B) Liquidity risk**

Ultimate responsibility for liquidity risk management rests with the Board of Directors. The Company manages liquidity risk by maintaining adequate reserves and by continuously monitoring forecast and actual cash flows, and by anticipating the maturity profiles of financial liabilities. Management monitors rolling forecasts of the Company's liquidity position and cash and cash equivalents on the basis of expected cash flows. Further the Holding Company also incurs all the expenses on behalf of the Company and provides and unconditional liquidity support as an ongoing mechanism basis.

**Maturities of financial liabilities**

The Financial liabilities of the Company comprises of :

- Audit Fees payable - which is paid by Holding Co. on behalf of this Co. and
- Liabilities payable to Holding Co. - The same is discharged by the selected bidder( through TBCB process conducted by Holding Co) which purchases the company by taking over all assets and liabilities of the company .However expected date of the same is not determinable.

**C) Market risk**

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. It comprises of currency risk, interest rate risk and price risk.

**Currency risk**

The company does not have any foreign currency transactions, hence, it is not exposed to currency risk.

**Interest rate risk**

As the Company does not have any third party borrowings outstanding, it is not exposed to interest rate risk.

**Price risk**

The company does not have any financial instrument which exposes it to price risk.



**MANDAR TRANSMISSION LIMITED**

Notes forming part of Financial Statements for the year ended 31st March, 2025

(All amounts in ₹ thousands, unless stated otherwise)

**17 Ratios Analysis**

| Ratio         | 31 March, 2025 |             |        | 31 March, 2024 |             |        | Analysis   |                     |
|---------------|----------------|-------------|--------|----------------|-------------|--------|------------|---------------------|
|               | Numerator      | Denominator | Ratios | Numerator      | Denominator | Ratios | % Variance | Reason for Variance |
| Current Ratio | 20.00          | 138.00      | 0.14   | 20.00          | 79.00       | 0.25   | (42.75)    |                     |

1. Current ratio - Numerator includes current assets and Denominator includes current liabilities

2. Net Profit ratio, Return on Equity ratio and Return on capital employed are NA Due to discontinued operation there is no profit or return since FY 2020-21

Reasons for variation more than 25%

(a) Current ratio is decreased due to increase in Current Liabilities.

**18 Other notes to accounts**

18.1 There is no employee in the roll of the Company. Employees working for the Company are in the roll of the holding company i.e. RECPDCL and ultimate holding company i.e. REC Limited. The employee expenses including contributions in respect of liabilities for employee benefit expense towards leave, provident fund, superannuation and all other benefits as applicable are accounted for by the holding company and ultimate holding company. Hence, disclosure requirements under Ind AS 19 is not applicable.

18.2 The code on social security 2020 (Code) relating to employee benefit during employment and post employment benefit received presidential accent in September 2020. The code has been published in the Gazette of India. However, the date on which the code will come in to effect has not been notified. However, there are no employees on roll of company.

18.3 The Company is operating in a single segment and therefore disclosure requirements under Ind AS 108 is not applicable.

18.4 There has no transaction under section 248 of the companies Act, 2013 with stuck off companies during the year

18.5 The Companies does not have more than 2 layers as specified in sub rule (2) of companies (Restriction on number of layers) Rules, 2017.

18.6 The capital commitments, contingent liabilities and claims against the company not acknowledged as debt is Nil.

18.7 The company has no non material adjustment event after reporting period.

18.8 As per the provision of the companies Act, 2013, the figures have been rounded off to the nearest of Thousand and decimal thereof.

18.9 There are no foreign currency transactions during the year. Therefore no disclosures are required under Schedule III of the Companies Act, 2013.

18.10 The figures have been regrouped / rearranged / recast, wherever necessary, for better presentation to make them comparable.

18.11 Negative figures have been shown in bracket.

18.12 All the figures for current and previous year are for discontinued operations.

18.13 Other additional regulatory information are either Nil, or not applicable to the Company

18.14 The Company is a wholly owned subsidiary of REC Power Development & Consultancy Limited. The Company is a special purpose vehicle incorporated for "Selection of the developer for different transmission projects in different packages". The Government of Jharkhand has appointed RECPDCL as Bid Process Co-coordinator for selection of the developer for the project through tariff based competitive bidding process. On completion of the bid process, the successful bidder is to acquire one hundred percent (100%) of the equity shares of the company along with all its related assets and liabilities.

JUSNI, in FY 2020-21 informed RECTPCL (Now, RECPDCL) to cancel bidding process. Accordingly the Board of Directors of RECPDCL in Board Meetings held on October 20, 2023 have approved the proposal for strike off of the company and is now in process of strike off and approval from the Ministry of Power. No Objection Certificate from the Ministry of Power is under process.

For Khanna Gulati &amp; Associates

Chartered Accountants

FRN: 012190A

Mukesh Kumar Gupta

Partner

Membership no: 096960

Date: 30 Apr 2025

Place: New Delhi

For and on behalf of Board of Directors of  
MANDAR TRANSMISSION LIMITED

N. Venkatesan

Venkatesan Narasimhalu

Director

DIN: 05294776

Date: 30.04.2025

Mohan Lal Kumawat

Director

DIN: 07682898

Date: 30.04.2025