

KISHTWAR TRANSMISSION LIMITED
(A Wholly Owned Subsidiary of PFC Consulting Limited)

2ND ANNUAL REPORT
(2021-22)

CONTENTS

	Particulars	Page No.
❖	Corporate Information	1
❖	Notice of 2 nd Annual General meeting	2-4
❖	Board's Report	5-22
❖	Independent Auditor's Report	23-34
❖	Financial Statements	35-50
❖	Route Map for venue of AGM	51

Corporate Information

CIN	U40106DL2021GOI380131
Date of Incorporation	15th April, 2021
Share Capital	Authorized capital - INR 1,00,000 Paid Up Capital - INR 1,00,000
Registered Office	First Floor, Urjanidhi, 1- Barakhamba Lane, Connaught Place, New Delhi - 110001
Board of Directors	1. Shri Dharuman Manavalan : Chairman 2. Shri Sachin Shukla : Director 3. Shri Sanjay Nayak : Director
Statutory Auditor	M/s Satish K. Aggarwal & Co. Chartered Accountants
Banker's Name	ICICI Bank

KISHTWAR TRANSMISSION LIMITED

CIN: U40106DL2021GOI380131

Regd. Office: Urjanidhi, First Floor, 1, Barakhamba Lane, Connaught Place,
New Delhi-110001

NOTICE OF 01ST ANNUAL GENERAL MEETING

Notice is hereby given that the 01st Annual General Meeting of the members of **Kishtwar Transmission Limited**, will be held on **Thursday, the 22nd day of September, 2022 at 10:00 A.M.** at Urjanidhi, 1 Barakhamba Lane, Connaught Place, New Delhi-110001, to transact the following business(s):

ORDINARY BUSINESS

1. To receive, consider and adopt the Audited Financial Statements of the Company for the Financial Year ended March 31, 2022, along with the Report of the Board of Directors and Auditor's thereon.

Proposed Resolution:

"RESOLVED THAT the Audited Financial Statements of the Company for the financial year ended March 31, 2022 together with the Report of the Board of Directors and Auditors' thereon, be and is hereby received, considered and adopted."

2. To appoint a Director in place of Shri Sanjay Kumar Nayak (DIN: 08197193), who retires by rotation and being eligible, offers himself for re-appointment.

Proposed Resolution:

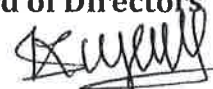
"RESOLVED THAT Shri Sanjay Kumar Nayak (DIN: 08197193), who retires by rotation, and being eligible offers himself for re-appointment, be and is hereby re-appointed as Director of the Company."

3. To authorize Board of Directors of the Company to fix remuneration of the Statutory Auditor(s) of the Company in terms of the provisions of Companies Act, 2013.

Proposed Resolution:

"RESOLVED THAT the Board of Directors of the Company be and is hereby authorized to decide and fix the remuneration of the Statutory Auditor(s) of the Company appointed/ to be appointed by Comptroller and Auditor General of India for the FY 2022-23, as may be deemed fit by the Board."

By order of the Board of Directors



(Sanjay Nayak)

Director

DIN No. 08197193

Place : **New Delhi**

Date : **30.08.2022**

NOTES

1. **A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT ONE OR MORE PROXIES TO ATTEND AND VOTE INSTEAD OF HIMSELF AND THAT THE PROXY NEED NOT BE A MEMBER OF THE COMPANY. PROXY FORM DULY COMPLETED SHOULD BE DEPOSITED AT THE REGISTERED OFFICE OF THE COMPANY, NOT LESS THAN 48 HOURS BEFORE THE SCHEDULED TIME OF THE MEETING.**

Pursuant to the provisions of the Companies Act, 2013 and the underlying rules, a person can act as proxy on behalf of members not exceeding fifty and holding in the aggregate not more than ten percent of the total share capital of the company carrying voting rights.

2. A Statement pursuant to Section 102 (1) of the Companies Act, 2013 in respect of the Special Business to be transacted at the Meeting is annexed.
3. A brief profile of Directors seeking appointment/re-appointment at the meeting is annexed hereto and forms part of Notice.
4. The Register of Directors and Key Managerial Personnel, Register of Contracts or arrangements in which directors are interested and other applicable registers shall be available for inspection at the venue to the members attending the meeting.
5. The documents referred to in the accompanying Notice, are open for inspection by Members, at the Registered Office of the Company during office hours, i.e., between 11:00 a.m. and 1:00 p.m., on all working days, except Saturday, Sunday and holiday(s), up to the date of the Annual General Meeting.
6. Pursuant to the relevant provisions of Companies Act, 2013 the Auditors of a Government Company are to be appointed or re-appointed by the Comptroller and Auditor General of India (C&AG) and in terms of Companies Act, 2013, their remuneration has to be fixed by the Company in Annual General Meeting. In terms of Companies Act, 2013, members may authorize the Board of Directors of the Company to fix an appropriate remuneration of auditors appointed by C&AG for the financial year 2022-23.
7. In accordance with the provisions of Companies Act, 2013 and SS-2- Secretarial Standard on General Meetings, the request for consenting to shorter notice of the members for calling the Annual General Meeting is enclosed with the Notice. Further, the Annual General Meeting of the company shall be held, if the consent is received from not less than ninety five percent of the Members entitled to vote thereat.

Details of directors seeking appointment/re-appointment at the forthcoming Annual
General Meeting as per Secretarial Standard-2

1. SHRI SANJAY KUMAR NAYAK	
Date of Birth	21-11-1972
Qualification	M. Tech. (Energy Management)
Experience	25 years
Remuneration sought to be paid/ Remuneration last paid	NIL
Date of First Appointment on the Board	15/04/2021
No. of shares held in the Company	100*
Relationship with other Directors, Managers and Key Managerial Personnel	NIL
Number of Board Meeting attended during the year	4
Directorship in other Companies	<ul style="list-style-type: none"> • Ananthpuram Kurnool Transmission Limited • Bhadla Sikar Transmission Limited • Kishtwar Transmission Limited • Shongtong Karcham-Wangtoo Transmission Limited (Under process of Striking Off) • Chhatarpur Transmission Limited • Fatehgarh IV Transmission Limited • Bhadla III Transmission Limited • Fatehgarh III Transmission Limited • Khandukhal Rampura Transmission Limited • Fatehgarh III Bewar Transmission Limited
Membership/Chairmanship of Committees of other Board	None

*Nominee of PFC Consulting Limited

Board's Report 2021-22

KISHTWAR TRANSMISSION LIMITED **(A Wholly Owned Subsidiary of PFC Consulting Limited)**

BOARD'S REPORT **(Financial Year 2021-22)**

To,
THE MEMBERS/SHAREOWNERS,

Your Directors take great pleasure in presenting the 1st Annual Report on the business and operations of your Company together with Audited Financial Statements and Auditors' Report thereon for the period commencing from 15th April, 2021 to 31st March, 2022.

CORPORATE PROFILE

The Company was incorporated on 15th April, 2021 under the Companies Act, 2013 as a wholly owned subsidiary of PFC Consulting Limited (PFCCL), (a wholly owned subsidiary of Power Finance Corporation Ltd, a Govt. of India Undertaking) for development of transmission system associated with "Transmission system for evacuation of power from Pakaldul HEP in Chenab valley HEPs-Connectivity System" through Tariff Based Competitive Bidding Process.

FINANCIAL PERFORMANCE

During the year under review, your Company has not started its commercial activities. However, during the period commencing from 15th April, 2021 to 31st March, 2022, the Company has spent an amount of INR 131.06 lakhs which mainly includes manpower charges, advertisement expenses, outsourcing expense, interest charges and etc. Further company received income of Rs. 30,00,000/- (Rupees Thirty Lakhs only) for sale of RFP. The net expenditure upto 31st March, 2022 is Rs. 101.06 lakhs.

OPERATIONAL HIGHLIGHTS

Your Company was incorporated on 15th April, 2021 as a wholly owned subsidiary of PFC Consulting Limited for development of transmission system associated with "Transmission system for evacuation of power from Pakaldul HEP in Chenab valley HEPs-Connectivity System".

The bid process was initiated with the issuance of RfP notification and Single Stage RFP documents on 04.02.2021 with the last date of submission on 12.04.2021 which has been extended up to 25.02.2022 due to various reasons.

RfP Bids comprising of Technical and Financial Bids were received from Four (04) Bidders.

Based on the e-reverse bidding process, 'Sterlite Grid 24 Limited' emerged as the successful Bidder with the lowest Levelised Transmission Charges of Rs. 388.46 Million per annum.

The Letter of Intent (LoI) to "Sterlite Grid 24 Limited", for the Project has been issued on 22.03.2022. Ministry of Power vide letter dated 04.04.2022 accorded approval for transfer of shares held by PFC Consulting Ltd. (a wholly owned subsidiary of PFC Ltd.) in "Kishtwar Transmission Limited" to "M/s Sterlite Grid 24 Limited", the Successful Bidder. The SPV will be transferred to the successful bidder after signing of the Transmission Service Agreement by the beneficiary.

Board's Report 2021-22

CORPORATE INFORMATION

- **Corporate Status**

The Company has status of a Subsidiary Company as defined under Section 2(87) (ii) of the Companies Act, 2013.

- **Financial Year**

The financial year is of a period commencing from April 15, 2021 to March 31, 2022.

- **Directors**

The present Board structure of the Company comprises of the following:

S. No	Name	Designation
1.	Shri Dharuman Manavalan	Chairman
2.	Shri Sachin Shukla	Director
3.	Shri Sanjay Nayak	Director & Project In-Charge

- **Number of Board Meetings**

The Directors of the Company met four (4) times during the period commencing from 15th April, 2021 to 31st March, 2022. The details of meetings alongwith attendance of Director(s) is as given below:

Date of Board Meeting	Attendance of each Director		
	Sh. Dharuman Manavalan	Sh. Sachin Shukla	Sh. Sanjay Nayak
04.06.2021	Yes	Yes	Yes
01.10.2021	Yes	Yes	Yes
18.01.2021	Yes	Yes	Yes
22.03.2022	Yes	Yes	Yes

- **Statutory Auditors**

M/s Shashi Verma & Company, Chartered Accountants, were appointed as Statutory Auditors of the Company for the period commencing from 15th April, 2021 to 31st March, 2022 vide Comptroller and Auditor General of India (C&AG) letter No. CA.V/COY/CENTRAL GOVERNMENT, KITRL (1)/1111 dated 26.08.2021.

- **Share Capital Structure**

The Share Capital of the Company is as follows:

<u>Authorized Capital</u>	INR 1,00,000 (10,000 Equity Shares of INR 10 each)
<u>Issued, Subscribed and Paid up Capital</u>	INR 1,00,000 (10,000 Equity Shares of INR 10 each)

Board's Report 2021-22

- **Personnel**

Your Company has not appointed any permanent employees during the year. Some of the employees of the main holding company i.e. Power Finance Corporation Ltd. have been assigned additional duty to carry out day to day work of the Company.

- **Official Language**

The use of Hindi in Company's official work is emphasized.

DISCLOSURE UNDER COMPANIES ACT, 2013

- **Extract of Annual Return**

The details forming part of the extract of the annual return is enclosed as **Annexure-II**.

- **Directors Responsibility Statement**

Pursuant to section 134(5) of the Companies Act 2013, it is confirmed that:

- a) in the preparation of annual accounts applicable accounting standards have been followed along with proper explanation relating to material departures;
- b) such accounting policies have been selected, applied consistently and judgments & estimates made are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit and loss of the Company for that period;
- c) proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- d) the annual accounts are prepared on a going concern basis;
- e) the company has devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

- **Explanations or comments by the Board on every qualification, reservation, or adverse remark or disclaimer made by Auditor in his report**

There is no adverse comment, observation or qualification in the Auditors' Report on the accounts of the Company.

- **Comptroller And Auditor General Review**

C&AG vide their letter dated 30th August, 2022 have decided not to conduct the supplementary audit of the financial statements of Kishtwar Transmission Limited for the year ended 31st March, 2022 and as such have no comments to make under Section 143(7)(a) of the Companies Act, 2013. A copy of the letter issued by C&AG in this regard is placed at **Annexure - I**.

Board's Report 2021-22

- **Particulars of loans, Investments and Guarantees made under Section 186 of the Companies Act, 2013**

The Company has not made any investments, given any Loans and Guarantees to other bodies corporate during the financial year as such no information is required to be furnished in terms of the provisions of clause (g) of sub-section (3) of section 134 of the Companies Act, 2013.

- **Particulars of Contracts or Arrangements with related parties as referred under Section 188 (1) of the Companies Act, 2013.**

All contracts/arrangements/transactions entered by the Company during the financial year with related parties were in the ordinary course of business and on arm's length basis. Information on transactions with related parties pursuant to Section 134(3)(h) of the Act read with rule 8(2) of the Companies (Accounts) Rules, 2014 are given in **Annexure-III** in Form AOC-2 and the same forms part of this report.

- **The State of Company Affairs**

The Company was established for development of transmission system associated with "Transmission system for evacuation of power from Pakaldul HEP in Chenab valley HEPs-Connectivity System."

After the completion of the bidding process and selection of the successful developer, the Letter of Intent (LoI) for the Project was issued to "Sterlite Grid 24 Limited" in due course of time.

- **Dividend / Transfer To Reserves**

The Board of Directors have not recommended any dividend for the period commencing from 15th April, 2021 to 31st March, 2022 and consequently no amount has been proposed to be carried on to any reserves.

- **Material changes and commitments occurred between the end of the financial year of the company to which the financial statements relate and the date of the report**

There have been no material changes and commitments that have occurred during the above specified period.

- **Conservation of Energy, technology absorption, foreign exchange earnings and outgo.**

S. No.	Particular	Disclosure
1	Conservation of Energy	There are no significant particulars relating to conservation of energy. However, energy conservation continues to receive priority attention at all levels. All efforts are made to conserve and optimize use of energy.
2	Technology Absorption	There are no significant particulars relating to technology absorption under the Companies (Accounts) Rules, 2014 as your Company does not

Board's Report 2021-22

		own any manufacturing related activity.
3	Foreign Exchange Earnings and Outgo	During the year under review, there is no foreign exchange earnings & outgo.

- **Statement Indicating development and implementation of a risk management policy for the Company including identification therein of elements of Risk, if any, which in opinion of Board may threaten the existence of the Company.**

The Company is a special purpose vehicle, incorporated for specific project and to undertake only preliminary activities viz. preparation of the route survey report and initiate the process of land acquisition and forest clearance, if required, and to undertake bidding process to select the successful bidder. As the company will be transferred to the successful bidder shortly, risk management is necessary only till such transfer takes place. However the management regularly identifies the probable risks associated during this phase and takes adequate steps for the risk management.

- **Details about the Policy developed and implemented by the Company on Corporate Social Responsibility initiatives taken during the year.**

Provisions of Section 135 of the Companies Act, 2013 are not applicable on the Company and hence the company has not developed and implemented Corporate Social Responsibility.

- **Change in the nature of business**

There has been no significant change in the nature of business during the period under review.

- **Director liable to retire by rotation at the ensuing Annual General Meeting**

Pursuant to Section 152(6) of the Companies Act, 2013, Shri Sanjay Kumar Nayak is liable to retire by rotation in the ensuing Annual General Meeting of the Company.

- **The Companies which have become or ceased to be its subsidiaries, joint ventures or associate companies during the year.**

The Company is wholly owned subsidiary of PFC Consulting limited (a Wholly Owned Subsidiary of Power Finance Corporation Limited). Since Incorporation, the Company has no subsidiary, associate or joint venture Company.

- **Details relating to deposits, covered under Chapter V of the Act and details of deposits which are not in Compliance with requirement of Chapter V of the Act;**

The Company has not accepted any Fixed Deposits from the Public during the period under review.

- **Details in respect of Employee Stock Options, Sweat Equity Shares and shares with differential Voting Rights issued by the Company.**

The Company does not have any Employee Stock Option Scheme, further company has not issues any sweat equity shares or shares with Differential Voting Rights during the year.

Board's Report 2021-22

- Details of significant and material order passed by regulators or courts, or tribunals impacting the going concern status and Company's operations in future.

There has been no significant and material order passed by regulators or courts, or tribunals impacting the going concern status and Company's operations in future.

Company's Policy on Director's appointment and remuneration including criteria for determining qualifications, positive attributes, independence of Director and other matters provided under sub section (3) of Section 178 and statement indicating the manner in which formal evaluation has been made by the Board of its own performance and that of its committees and individual Directors

The Ministry of Corporate Affairs (MCA) vide Notification dated June 5, 2015 has exempted Government Companies from the compliance relating to the above specified disclosure.

DISCLOSURE UNDER SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013

The Policy of the Ultimate Holding Company i.e. Power Finance Corporation Limited ensures compliance as per the Act for the subsidiary company.

PROVISIONS UNDER COMPANIES ACT, 2013 WHICH ARE NOT APPLICABLE TO THE COMPANY AND HENCE NOT FORMING PART OF THE BOARD'S REPORT

- ✓ Disclosure on Corporate Social Responsibility.
- ✓ Statement of declaration by Independent Director under sub section (6) of section 149.
- ✓ Particulars of Employees u/s 134 read with Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.
- ✓ Details of the Establishment of the Vigil Mechanism
- ✓ Secretarial Audit Report
- ✓ Explanation or comments by the Board on every qualification, reservation or adverse remark or disclaimer made by Company Secretary in Practice in his Secretarial Audit Report.

STATUTORY AND OTHER INFORMATION REQUIREMENTS

Other Information required to be furnished as per Companies Act, 2013, DPE Guidelines, and other statutory provisions is annexed to this report as under:

Particulars	Annexure
Comments of C&AG on the Financial Statements	I
Extract of Annual Return in form MGT-9	II
Form AOC-II	III

ACKNOWLEDGEMENT

The Directors place on record their gratitude to the Central Government, State Governments and their respective agencies for the assistance, co-operation and encouragement they extended to the Company. The Company, in particular, is thankful to PFC Consulting Limited,

Board's Report 2021-22

Power Finance Corporation Limited, Ministry of Power, Govt. of India, DPE, C&AG, Statutory Auditors, Bankers and Clients for their unstinted co-operation and guidance, without whose active support the achievements of the Company during the period under review would not have been possible.

For and on behalf of the Board of Directors



(Dharuman Manavalan)
Chairman

DIN: 08102722



Place: New Delhi

Date: 30.08.2022

Dr. P. K. Singh, Director General of Audit (Energy)

गोपनीय

भारतीय लेखापरीक्षा और लेखा विभाग
कार्यालय महा निदेशक लेखापरीक्षा (ऊर्जा)
नई दिल्ली
INDIAN AUDIT & ACCOUNTS DEPARTMENT
Office of the Director General of Audit (Energy)
New Delhi



Dated: 20/03/2022

मेरा पत्र

अध्यक्ष
किश्तवार ट्रांसमिशन लिमिटेड
नई दिल्ली

विषय: 31 मार्च 2022 को समाप्त अवधि के लिए किश्तवार ट्रांसमिशन लिमिटेड, नई दिल्ली के वार्षिक लेखाओं पर कम्पनी अधिनियम, 2013 की धारा 143(7)(b) के अन्तर्गत भारत के नियंत्रक-महालेखापरीक्षक की टिप्पणियाँ।

महोदय,

मैं, किश्तवार ट्रांसमिशन लिमिटेड, नई दिल्ली के 31 मार्च 2022 को समाप्त अवधि के लेखाओं पर कम्पनी अधिनियम, 2013 की धारा 143(7)(b) के अन्तर्गत भारत के नियंत्रक-महालेखापरीक्षक की टिप्पणियाँ अग्रोषित कर रहा हूँ।

कृपया इस पत्र की संलग्नकों सहित प्राप्त की पावती भेजी जाए।

भवदीय,

संलग्नक:- यथोपरि।

20/03/2022
(डी. के. शेखर)
महानिदेशक

COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA
UNDER SECTION 143(6)(B) OF THE COMPANIES ACT, 2013 ON THE FINANCIAL
STATEMENTS OF KISHTWAR TRANSMISSION LIMITED FOR THE PERIOD
ENDED 31 MARCH 2022.

The preparation of financial statements of Kishtwar Transmission Limited for the period ended 31 March 2022 in accordance with the financial reporting framework prescribed under the Companies Act, 2013(Act) is the responsibility of the management of the company. The statutory auditor appointed by the Comptroller and Auditor General of India under section 130(7) of the Act is responsible for expressing opinion on the financial statements on paragraph 143 of the Act based on independent audit in accordance with the standards on auditing prescribed under section 143(10) of the Act. This is stated to have been done by them vide their Audit Report dated 24 May 2022.

I, on behalf of the Comptroller and Auditor General of India, have decided not to conduct the supplementary audit of the financial statements of Kishtwar Transmission Limited for the period ended 31 March 2022 under Section 143(7)(a) of the Act.

For and on behalf of the
Comptroller & Auditor General of India



(D. K. Sekar)

Director General of Audit (Energy),
Delhi

Place: New Delhi

Dated: 20/08/2022

Board's Report 2021-22

Annexure-II

Form No. MGT-9

EXTRACT OF ANNUAL RETURN AS ON MARCH 31, 2022

[Pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014]

I. REGISTRATION AND OTHER DETAILS:

i.	CIN	U40106DL2021GOI380131
ii.	Registration Date	15/04/2021
iii.	Name of the Company	KISHTWAR TRANSMISSION LIMITED
iv.	Category/Sub-Category of the Company	Company limited by shares / Union Government Company
v.	Address of the Registered office and contact details	Urjanidhi, First Floor, 1, Barakhamba Lane Connaught Place, New Delhi- 110001 Ph: 011 23443900
vi.	Whether listed company	No
vii.	Name, Address and Contact details of Registrar and Transfer Agent, if any	N/A

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

All the business activities contributing 10% or more of the total turnover of the company shall be stated:-

S.No	Name and Description of main products/ services	NIC Code of the Product/ service	% to total turnover of the company
NIL			

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

S. No.	Name and Address of the Company	CIN/GLN	Holding/ Subsidiary /Associate	% of shares held	Applicable Section
1.	PFC Consulting Limited, Urjanidhi, First Floor, 1, Barakhamba Lane, Connaught Place, New Delhi-110001 011-23443900	U74140DL2008GOI175858	Holding	100	2 (46)

Board's Report 2021-22

IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

i. Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year (15/04/2021)				No. of Shares held at the end of the year (31/03/2022)				% Change during the year
	Dem at	Physica l	Total	% of Total Shares	Dem at	Physical	Total	% of Total Shares	
A. Promoter									
1) Indian									
a) Individual/HUF	-	600	600	6	-	600	600	6	NIL
b) Central Govt	-	0	0	0.00	-	0	0	0.00	
c) State Govt(s)	-	0	0	0.00	-	0	0	0.00	
d) Bodies Corp	-	9400	9400	94.00	-	9400	9400	94.00	NIL
e) Banks / FI	-	0		0.00	-	0	0	0.00	
f) Any Other	-	0	0	0.00	-	0	0	0.00	NIL
Sub-total(A)(1):	-	10,000	10,000	100	-	10,000	10,000	100	NIL
2) Foreign									
g) NRIs-Individuals	-	0	0	0.00	-	0	0	0.00	NIL
h) Other-Individuals	-	0	0	0.00	-	0	0	0.00	NIL
i) Bodies Corp.	-	0	0	0.00	-	0	0	0.00	NIL
j) Banks / FI	-	0	0	0.00	-	0	0	0.00	NIL
k) Any Other....	-	0	0	0.00	-	0	0	0.00	NIL
Sub-total(A)(2):-	-	0	0	0.00	-	0	0	0.00	NIL
B. Public Shareholding									
1. Institutions								0.00	
a) Mutual Funds	-	0	0	0.00	-	0	0	0.00	NIL
b) Banks / FI	-	0	0	0.00	-	0	0	0.00	NIL
c) Central Govt	-	0	0	0.00	-	0	0	0.00	NIL
d) State Govt(s)	-	0	0	0.00	-	0	0	0.00	NIL
e) Venture Capital	-	0	0	0.00	-	0	0	0.00	NIL

Board's Report 2021-22

Funds									
f) Insurance Companies	-	0	0	0.00	-	0	0	0.00	NIL
g) FII's	-	0	0	0.00	-	0	0	0.00	NIL
h) Foreign Venture Capital Funds	-	0	0	0.00	-	0	0	0.00	NIL
i) Others (specify)	-	0	0	0.00	-	0	0	0.00	NIL
Sub-total (B)(1)	-	0	0	0.00	-	0	0	0.00	NIL
2. Non Institutions									
a) Bodies Corp. (i) Indian (ii) Overseas	-	0	0	0.00	-	0	0	0.00	NIL
b) Individuals (i) Individual shareholders holding nominal share capital upto Rs. 1 lakh (ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	-	0	0	0.00	-	0	0	0.00	NIL
c) Others (Specify)	-	0	0	0.00	-	0	0	0.00	NIL
Sub-total(B)(2)	-	0	0	0.00	-	0	0	0.00	NIL
Total Public Shareholding (B)=(B)(1)+(B)(2)	-	0	0	0.00	-	0	0	0.00	NIL
C. Shares held by Custodian for GDRs & ADRs	-	0	0	0.00	-	0	0	0.00	NIL
Grand Total (A+B+C)	-	10,000	10,000	100*	-	10,000	10,000	100*	NIL

*PFC Consulting Limited, a wholly owned Subsidiary of Power Finance Corporation Limited holds entire share capital alongwith its nominees.

Board's Report 2021-22

V. Shareholding of Promoters

S. No	Shareholder's Name	Shareholding at the beginning of the year April 15, 2021			Shareholding at the end of the year March 31, 2022			% change in share holding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	
1.	PFC Consulting Limited	9400	94.00	0.00	9400	94.00	0.00	0.00
2.	Shri Manoj Kumar Rana*	100	1.00	0.00	100	1.00	0.00	0.00
3.	Shri Milind M. Dafade *	100	1.00	0.00	100	1.00	0.00	0.00
4.	Shri D. Manavalan*	100	1.00	0.00	100	1.00	0.00	0.00
5.	Shri Neeraj Singh*	100	1.00	0.00	100	1.00	0.00	0.00
6.	Shri Sanjay Nayak*	100	1.00	0.00	100	1.00	0.00	0.00
7.	Shri Sachin Shukla*	100	1.00	0.00	100	1.00	0.00	0.00
	Total	10,000	100	NIL	10,000	100	NIL	NIL

*As nominees of PFC Consulting Limited

VI. Change in Promoters' Shareholding (please specify, if there is no change)

Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
	No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
At the beginning of the year (April 15, 2021)	10,000	100	10,000	100
Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase/ decrease (e.g. allotment / transfer / bonus/ sweat equity etc.):	NO CHANGE DURING THE YEAR			
At the End of the year (March 31, 2022)	10,000	100	10,000	100

Board's Report 2021-22

VII. Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs):

PFC Consulting Limited, a wholly owned subsidiary of Power Finance Corporation Limited along with its nominees holds 100% shares of the company.

VIII. Shareholding of Directors and Key Managerial Personnel:

Sl. No	For each of the Directors and KMP	Shareholding		Date	Increase/Decrease in Shareholding	Reason	Cumulative Shareholding during the year (15-04-21 to 31-03-22)	
		No of Shares at the Beginning (15-04-21) / end of the year (31-03-22)	% of total Shares				Shares	% of total Shares of the company
1	Shri Dharuman Manavalan*	100	1.00	15.04.2021	NIL	N.A.	100	1.00
		100	1.00	31.03.2022				
2	Shri Sachin Shukla*	100	1.00	15.04.2021	NIL	N.A.	100	1.00
		100	1.00	31.03.2022				
3	Shri Sanjay Nayak *	100	1.00	15.04.2021	Nil	N.A.	100	1.00
		100	1.00	31.03.2022				

*As Nominees of PFC Consulting Limited

IX. INDEBTEDNESS

Indebtedness of the Company including interest outstanding/accrued but not due for payment

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	NIL	NIL	NIL	NIL
ii) Interest due but not paid	NIL	NIL	NIL	NIL
iii) Interest accrued but not due	NIL	NIL	NIL	NIL
Total (i+ii+iii)	NIL	NIL	NIL	NIL

Board's Report 2021-22

Change in Indebtedness during the financial year				
* Addition	NIL	1,15,21,653	NIL	1,15,21,653
* Reduction	NIL	NIL	NIL	NIL
Net Change	NIL	1,15,21,653	NIL	1,15,21,653
Indebtedness at the end of the financial year				
i) Principal Amount	NIL	1,09,15,661	NIL	1,09,15,661
ii) Interest due but not paid	NIL	NIL	NIL	NIL
iii) Interest accrued but not due	NIL	6,05,992	NIL	6,05,992
Total (i+ii+iii)	NIL	1,15,21,653	NIL	1,15,21,653

X. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Remuneration to Managing Director, Whole-time Directors and/or Manager

S. No	Particulars of Remuneration	Name of MD/WTD/ Manager	Total Amount
	Gross salary (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 (b) Value of perquisites u/s 17(2) Income-tax Act, 1961 (c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	NOT APPLICABLE AS THE COMPANY DOES NOT HAVE ANY MD/WTD/MANAGER	
	Stock Option		
	Sweat Equity		
	Commission - as % of profit - others, specify...		
	Others, please specify		
	Total (A)		
	Ceiling as per the Act		

B. Remuneration to other directors:

Sl. No.	Particulars of Remuneration	Name of Director(s)	Total Amount
1	Independent Directors • Fee for attending board committee meetings • Commission • Others, please specify	NOT APPLICABLE AS THE COMPANY DOES NOT HAVE ANY INDEPENDENT DIRECTOR	

Board's Report 2021-22

	Total(1)	0	0	0	0	0
21	Other Non-Executive Directors*					
	·Fee for attending board committee meetings	0	0	0	0	0
	·Commission	0	0	0	0	0
	·Others, please specify	0	0	0	0	0
	Total(2)	0	0	0	0	0
	Total(B)=(1+2)	0	0	0	0	0
	Total Managerial Remuneration	0	0	0	0	0
	Overall Ceiling as per the Act	NOT APPLICABLE				

*There are 3 Non-Executive Directors on the Board of the Company and no remuneration including sitting fee is paid to them.

C. Remuneration to Key Managerial Personnel Other Than MD /Manager /WTD

Sl. no.	Particulars of Remuneration	Key Managerial Personnel			
		CEO	Company Secretary	CFO	Total
	Gross salary (a)Salary as per provisions contained in section17(1)of the Income-tax Act,1961 (b)Value of perquisites u/s 17(2)Income-tax Act,1961 (c)Profits in lieu of salary under section 17(3)Income-tax Act,1961	NIL	NIL	NIL	NIL
	Stock Option	NIL	NIL	NIL	NIL
	Sweat Equity				
	Commission - as% of profit -others specify...	NIL	NIL	NIL	NIL
	Others, please specify	NIL	NIL	NIL	NIL
	Total	NIL	NIL	NIL	NIL

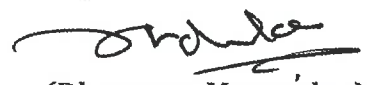
XI. PENALTIES/PUNISHMENT/COMPOUNDINGOFFENCES:

Type	Section of the companies Act	Brief description	Details of Penalty/ Punishment/ Compounding	Authority[RD /NCLT/Court]	Appeal made. If any(give details)

Board's Report 2021-22

			fees imposed		
A. Company					
Penalty	There were no penalties, punishment or compounding of offences during the year ended March 31, 2022.				
Punishment					
Compounding					
B. Directors					
Penalty	There were no penalties, punishment or compounding of offences during the year ended March 31, 2022.				
Punishment					
Compounding					
C. Other Officers In Default					
Penalty	There were no penalties, punishment or compounding of offences during the year ended March 31, 2022.				
Punishment					
Compounding					

For and on behalf of the Board of Directors


(Dharuman Manavalan)
Chairman
DIN: 08102722



Board's Report 2021-22

Annexure-III

FORM AOC-2

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

Form for disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto

1. Details of contracts or arrangements or transactions not at arm's length basis:

Kishtwar Transmission Limited has not entered into any contract or arrangement or transaction with its related parties which is not at arm's length basis during the period from 15th April, 2021 to 31st March, 2022.

2. Details of material contracts or arrangement or transactions at arm's length basis:

(a) Name(s) of the related party and nature of relationship:

Name of the Related Party	Nature of Relationship
PFC Consulting Limited	Holding Company

(b) Nature of contracts/arrangements/transactions: Consultancy Services & Fund Management

(c) Duration of the contracts / arrangements/transactions: Ongoing

(d) Salient terms of the contracts or arrangements or transactions including the value, if any:
N/A

Cost of employees working for developing Independent Transmission Projects are charged on cost to company basis/rate, as determined by the Company in proportion to the man days (as assessed by the management) spent on the respective projects.

(e) Date(s) of approval by the Board, if any: -N/A

(f) Amount paid as advances, if any: NIL

For and on behalf of the Board of Directors



(Dharuman Manavalan)
Chairman
DIN: 08102722



INDEPENDENT AUDITOR'S REPORT

To the Members of,

KISHTWAR TRANSMISSION LIMITED

Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the accompanying standalone financial statements of **KISHTWAR TRANSMISSION LIMITED** ("the Company"), which comprise the Balance Sheet as at 31st March 2022, the statement of Profit and Loss, the statement of changes in equity and the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information

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, of the state of affairs of the Company as at 31st March 2022, its loss, changes in equity and its cash flows for the year ended on that date.

Basis for 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 Act and the Rules made 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.

Responsibilities of Management and Those Charged with Governance for standalone the Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance (including other comprehensive income), changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards specified in the Companies (Indian Accounting Standards) Rules 2015 under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Phone : (+91-11) 29845477, 29831814

E-mail : solutions.svc@gmail.com ; solutions@svindia.co.in Website : www.svcindia.co.in

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.

The Board of Directors is also responsible for overseeing the company's financial reporting process.

Auditor's Responsibilities for the Audit of the Standalone Financial Statements

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

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

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

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

TSR

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements 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.

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-I" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. We are enclosing our report in terms of Section 143(5) of the Act, 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, in the "Annexure-II" on the directions and sub-directions issued by the Comptroller and Auditor General of India.
3. As required by Section 143(3) of the Act, we report that: -
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c) The Balance Sheet, the Statement of Profit and Loss, the Statement of Changes in Equity and the Cash Flow Statement 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.
 - e) Being a Government Company, pursuant to notification no. G.S.R. 463(E) dated 05.06.2015 issued by the Government of India, provisions of Section 164(2) of the Act, regarding disqualification of director is not applicable to the company.
 - 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 III".
 - g) Being a Government Company, pursuant to notification no. G.S.R. 463(E) dated 05.06.2015 issued by the Government of India, provisions of Section 197(16) of the Act, regarding managerial remuneration is not applicable to the company.
 - h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company does not have any pending litigations which would impact its financial position.

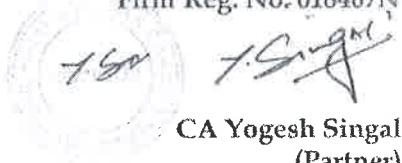
799

- ii. The Company did not have any long-term contracts including derivative 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 it's knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
- (b) The management has represented, that, to the best of it's knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been received by the company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and
- (c) Based on such audit procedures that 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. No dividend has been declared or paid by the company during the year, as such the compliance with section 123 of the Companies Act, 2013 is not applicable to the company.

Place: - New Delhi

Date: - 24/5/2022

For Shashi Verma & Company
Chartered Accountants
Firm Reg. No. 018467N



CA Yogesh Singal
(Partner)

M. No. 406249

ANNEXURE-I TO THE INDEPENDENT AUDITOR'S REPORT OF KISHITWAR TRANSMISSION LIMITED

The Annexure referred to in our report to the members of KISHITWAR TRANSMISSION LIMITED ('the Company') for the period ended 31st March 2022.

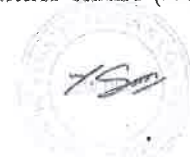
We report that: -

- (i) (a) The company has no item of Property, Plant and Equipment or intangible assets, other than Capital work in progress. Hence reporting under clause (i)(a), (b), (c) and (d) of the Order are not applicable to the company.
- (b) In our opinion and according to the information and explanations given to us, no proceedings have been initiated or are pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.
- (ii) (a) The Company does not hold any inventories, hence reporting under clause 3(ii)(a) of the Order is not applicable to the company.
- (b) The Company has not been sanctioned working capital limits in excess of ₹ 5 crore, in aggregate, at any points of time during the year, from banks or financial institutions on the basis of security of current assets, hence reporting under clause 3(ii)(b) of the Order is not applicable to the company.
- (iii) In our opinion and according to the information and explanations given to us, during the year the company has not made any investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties, hence reporting under clause 3(iii) of the Order is not applicable to the company.
- (iv) In our opinion and according to the information and explanations given to us, the company has not given any loans, investments, guarantees and security, therefore the reporting under clause 3(iv) of the Order for compliance of provisions of section 185 and 186 of the Companies Act are not applicable.
- (v) Based on our scrutiny of the company's records and according to the information and explanations given to us, in our opinion, the Company has not accepted deposit or amounts which are deemed to be deposits, hence reporting under clause 3(v) of the Order is not applicable.
- (vi) In our opinion and according to the information and explanations given to us, the maintenance of cost records has not been specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013, for any of the activities of the company, hence reporting under clause 3(vi) of the Order is not applicable.
- (vii) a). The company is regular in depositing undisputed statutory dues including Goods and Services Tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues applicable to it to the appropriate authorities. According to the information and explanations given to us there are no arrears of outstanding

750

statutory dues as on 31st March 2022 for a period of more than six months from the date they became payable.

- b). In our opinion and according to the information and explanations given to us, there are no statutory dues referred to in sub-clause (a) which have not been deposited on account of any dispute.
- (viii) In our opinion and according to the information and explanations given to us, there were no transactions which have not been recorded in the books of account and have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961).
- (ix) (a) In our opinion and according to the information and explanations given to us, the company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender during the year.
(b) The company has not been declared a wilful defaulter by any bank or financial institution or other lender.
(c) The company during the year has not taken any term loan other than loan from its holding company which has been applied for the purpose for which the loan was obtained.
(d) The company during the year has not raised funds on short term basis other than loan from its holding company.
(e) The company has no subsidiaries, associates or joint ventures, as such the reporting requirements for taking any funds from any entity or person on account of or to meet the obligations of subsidiaries, associates or joint ventures is not applicable to the company.
(f) As the company has no subsidiaries, associates or joint ventures, the reporting requirements whether the company has raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies is not applicable to the company.
- (x) (a) The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the period, hence reporting under clause 3(x)(a) of the Order is not applicable.
(b) The Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) during the year, hence reporting under clause 3(x)(b) of the Order is not applicable. However the company was incorporated during the year.
- (xi) (a) No fraud by the Company and no material fraud on the Company has been noticed or reported during the year, hence reporting under clause 3(xi)(a) of the Order is not applicable.
(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.
(c) According to the information and explanations given to us, the company has not received any whistle blower complaints during the year.
- (xii) The Company is not a Nidhi Company and hence reporting under clause (xii) of the Order is not applicable.



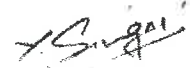
- (xiii) In our opinion, all transactions with the related parties are in compliance with sections 177 and 188 of Companies Act where applicable and the details have been disclosed in the financial statements, etc., as required by the applicable accounting standards.
- (xiv) In our opinion and based on our examination, the company is not required to have an internal audit system as per provisions of the Companies Act 2013.
- (xv) In our opinion during the year the Company has not entered into any non-cash transactions with its Directors or persons connected with him, hence reporting requirements for compliance of provisions of section 192 of the Companies Act, 2013 are not applicable to the company.
- (xvi) (a) In our opinion, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Hence, reporting under clause 3(xvi)(a) of the Order is not applicable.
(b) In our opinion, the company has not conducted any Non-Banking Financial or Housing Finance activities during the year.
(c) In our opinion, the company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India.
(d) In our opinion, there is no core investment company within the Group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016) and accordingly reporting under clause 3(xvi)(d) of the Order is not applicable.
- (xvii) The Company has not incurred any cash losses during the financial year covered by our audit, except cash losses of Rs.16,241 on account of company formation expenses etc.
- (xviii) There has been no resignation of the statutory auditors of the Company during the year.
- (xix) According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that 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) In our opinion and according to the information and explanations given to us, the provisions of corporate social responsibility as per section 135 of the Companies Act 2013 are not applicable on the company, hence reporting under clause (xx) of the Order is not applicable to the company.



(xxi) In our opinion and according to the information and explanations given to us, the company is not required to prepare consolidated financial statements, hence reporting under clause (xxi) of the Order regarding qualifications or adverse remarks by the respective auditors in the Companies (Auditor's Report) Order (CARO) reports of the companies included in the consolidated financial statements is not applicable to the company.

For Shashi Verma & Company
Chartered Accountants
Firm Reg. No. 018467N

Place: - New Delhi
Date: - 24/5/2022


CA Yogesh Singal
(Partner)
M. No. 406249

ANNEXURE-II TO THE INDEPENDENT AUDITOR'S REPORT OF KISHTWAR TRANSMISSION LIMITED

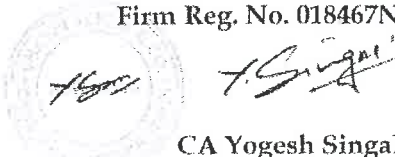
The Annexure referred to in our report to the members of KISHTWAR TRANSMISSION LIMITED ('the Company') for the year ended 31st March 2022.

Replies to the Directions issued by Comptroller & Auditor General of India to the Statutory Auditors under Section 143(5) of the Companies Act, 2013 for the year ended 31st March 2022

S. No	Particulars	Reply
1.	Whether the company has system in place to process all the accounting transaction 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.	Yes, the company has system in place to process all the accounting transactions through IT system i.e. Oracle. In our opinion and to the best of our information and according to the explanations given to us, the company has adequate control system to verify the correctness of the entries posted in Oracle.
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 to the Company 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 auditors of lender company).	There is no restructuring of an existing loan are no cases of waiver/write off of debts/loans/interest etc., hence this clause is not applicable.
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 terms and conditions? List the cases of deviation.	There are no funds (grants/subsidy etc.) received/receivable for specific schemes from Central/State government or agencies, hence this clause is not applicable.

Place: - New Delhi
Date: -

For Shashi Verma & Company
Chartered Accountants
Firm Reg. No. 018467N



CA Yogesh Singal
(Partner)

M. No. 406249

ANNEXURE-III TO THE INDEPENDENT AUDITOR'S REPORT OF KISHTWAR TRANSMISSION LIMITED

The Annexure referred to in our report to the members of KISHTWAR TRANSMISSION LIMITED ("the Company") for the period ended 31st March 2022.

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 **KISHTWAR TRANSMISSION LIMITED** ("the Company") as of 31st March, 2022 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 the Institute of Chartered Accountants of India ("ICAI"). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

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 Act, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the 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 judgment, including the assessment of the risks of material misstatement of the 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 authorisations 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 31st March, 2022, 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 the Institute of Chartered Accountants of India.

Place: - New Delhi

Date: - 24/05/2022

For Shashi Verma & Company
Chartered Accountants
Firm Reg. No. 018467N



Y. Singal

CA Yogesh Singal
(Partner)
M. No. 406249



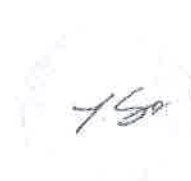
Compliance Certificate

We have conducted the audit of annual accounts of M/s **KISHIWAR TRANSMISSION LIMITED** for the period ended 31st March, 2022 in accordance with the directions/sub-directions issued by the C&AG of India under section 143(5) of the Companies Act, 2013 and certify that we have complied with all the Directions/ Sub-directions issued to us.

Place: - New Delhi

Date: - 24/05/2022

For Shashi Verma & Company
Chartered Accountants
Firm Reg. No. 018467N



CA Yogesh Singal
(Partner)
M. No. 406249

KISHTWAR TRANSMISSION LIMITED

(CIN:U40106DL2021GOI380131)

Balance Sheet as at March 31, 2022

(₹ in Hundreds)


Particulars		Note No.	As at March 31, 2022
(I)	Assets		
(1)	Non-current Assets		
	(a) Capital Work-In-Progress	3	101,067.44
(2)	Current Assets		
	(a) Financial assets		
	(i) Cash and Cash Equivalents	4	1,000.00
	(b) Other Current Assets	5	15,584.68
			16,584.68
	Total Assets		117,652.12
(II)	Equity and Liabilities		
(1)	Equity		
	(a) Equity Share Capital	6	1,000.00
	(b) Other Equity	7	(162.41)
			837.59
(2)	Liabilities		
(A)	Current Liabilities		
	(a) Financial Liabilities		
	(i) Borrowings	8	115,216.53
	(ii) Other Financial Liabilities	9	295.00
	(b) Other Current Liabilities	10	1,303.00
			116,814.53
	Total Equity and Liabilities		117,652.12

See accompanying notes to the Financial Statements

1-32

For and on behalf of Board of Directors


Sachin Shukla
(Director)
DIN:08613963


Sanjay Kumar Nayak
(Director)
DIN:08197193


D. Manavalan
(Chairman)
DIN:08102722


As per our report of even date

For and on behalf of

Shashi Verma & Company

Chartered Accountants

Firm Reg No. :018467N


CA Yogesh Singal
(Partner)
M.No. 406249

Place: New Delhi

Date: 24/05/2022

KISHTWAR TRANSMISSION LIMITED
(CIN:U40106DL2021GOI380131)

Statement of Profit and Loss for the period from 15th April 2021 to 31st March 2022

(₹ in Hundreds)


Particulars	Note No.	For the period from 15th April 2021 to 31st March 2022
Revenue from Operations		-
Other Income		-
Total Income (I)		-
Expenses		
Other Expenses	11	162.41
Total Expenses (II)		162.41
Profit/(Loss) before tax (I- II =III)		(162.41)
Tax expenses: (IV)		
Current tax		-
Deferred tax		-
Profit/(Loss) for the period (III - IV = V)		(162.41)
Other Comprehensive Income (VI)		-
Total Comprehensive Income for the period (V + VI =VII)		(162.41)
Earnings per equity share : (VIII)		
Basic and Diluted (in ₹) (Par value Rs. 10/- per share)	13	(1.62)


See accompanying notes to the Financial Statements

1-32

For and on behalf of Board of Directors


Sachin Shukla
(Director)
DIN:08613963


Sanjay Kumar Nayak
(Director)
DIN:08197193


D. Manavalan
(Chairman)
DIN:08102722


As per our report of even date

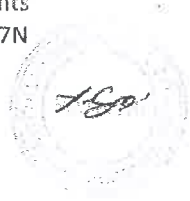
For and on behalf of

Shashi Verma & Company

Chartered Accountants

Firm Reg No. :018467N


CA Yogesh Singal
(Partner)
M.No. 406249



Place: New Delhi

Date: 24/05/2022



KISHTWAR TRANSMISSION LIMITED
(CIN:U40106DL2021GOI380131)

Statement of Cash Flows for the period ending 31st March 2022


Particulars	For the period from 15th April 2021 to 31st March 2022
A. Cash Flow from Operating Activities:	
Net profit/(loss) before tax	(162.41)
Adjustments for:	
Adjustments	-
Operating Profit before Working Capital changes	(162.41)
Adjustments for changes in Working Capital :	
- Increase/(decrease) in Other financial liabilities	295.00
- Increase/(decrease) in Other current liabilities	1,303.00
Cash Generated From Operating Activities	(14,149.09)
Income Taxes paid	-
Net Cash from Operating Activities	(14,149.09)
B. Cash Flow from Investing Activities:	
Addition in Capital work in Progress	(101,067.44)
Net Cash from Investing Activities	(101,067.44)
C. Cash Flow from Financing Activities:	
Increase in Borrowings	115,216.53
Issue of Share Capital	1,000.00
Net Cash from Financing Activities	116,216.53
Net Increase/(Decrease) in Cash & Cash Equivalents (A+B+C)	1,000.00
Cash and Cash Equivalents as at beginning	-
Cash and Cash Equivalents as at Closing (Note-4)	1,000.00
Cash and Cash Equivalents Comprising of:	
Balance with Bank in Current Account	1,000.00

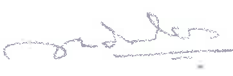
See accompanying notes to the Financial Statements

1-32

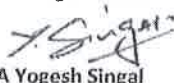
For and on behalf of Board of Directors


Sachin Shukla
(Director)
DIN:08613963


Sanjay Kumar Nayak
(Director)
DIN:08197193


D. Manavalan
(Chairman)
DIN:08102722

As per our report of even date
For & on behalf of
Shashi Verma & Company
Chartered Accountants
Firm Reg No. :018467N


CA Yogesh Singal
(Partner)
M.No. 406249



Place: New Delhi
Date: 24/05/2022



KISHTWAR TRANSMISSION LIMITED
(CIN:U40106DL2021GOI380131)

Statement of Changes in Equity for the period ended March 31, 2022

A. Equity share capital

(1) Current reporting period (FY 2021-22)

(₹ in Hundreds)

Balance as at 15th April 2021	Changes in Equity Share Capital due to prior period errors	Restated balance as at 15th April 2021	Changes in equity share capital during the current year	Balance at the 31st March 2022
-	-	-	1,000.00	1,000.00

B. Other Equity


(1) Current reporting period (FY 2021-22)

Particulars	Reserves and Surplus		Total
	Retained earnings	Others	
Balance as at 15th April 2021	-	-	-
Changes in accounting policy or prior period errors	-	-	-
Restated balance as at 15th April 2021	-	-	-
Total Comprehensive Income for the current year	(162.41)	-	(162.41)
Others	-	-	-
Balance as at 31st March 2022	(162.41)	-	(162.41)

See accompanying notes to the Financial Statements 1-32

For and on behalf of Board of Directors


Sachin Shukla
(Director)
DIN:08613963


Sanjay Kumar Nayak
(Director)
DIN:08197193


D. Manavalan
(Chairman)
DIN:08102722

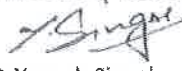
As per our report of even date

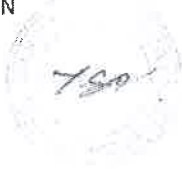
For and on behalf of

Shashi Verma & Company

Chartered Accountants

Firm Reg No. :018467N


CA Yogesh Singal
(Partner)
M.No. 406249



Place: New Delhi

Date: 24/05/2022





1 Corporate Information

Kishtwar Transmission Limited "the Company" was incorporated on **15th April 2021** under the Companies Act, 2013, as a wholly owned subsidiary of PFC Consulting Limited "PFCCCL", which is a wholly owned subsidiary of Power Finance Corporation Ltd (PFC Ltd), a Govt. of India undertaking. The registered office of the Company is located at 'Urjanidhi', 1, Barakhamba Lane, Connaught Place, New Delhi-110001. The company has been incorporated to develop power system network and Study, Investigate, collect information and data, preparation of survey report, forest clearance etc., if required for the purpose of transmission of electricity and to conduct bidding process etc. for the selection of transmission service provider. The company established for transmission system for evacuation of power from Pakaldul HEP in Chenab Valley HEBs- Connectivity System. The company will be transferred to developer selected as per tariff based competitive bidding guidelines for Transmission Service issued by Ministry of Power, Government of India.

2 Significant accounting policies

a. Basis of Preparation and Statement of Compliance

These Financial Statements have been prepared on historical cost and accrual basis of accounting and are in compliance with the Indian Accounting Standards (referred to as "Ind AS") notified under the Companies (Indian Accounting Standards) Rules, 2015 (as amended) and applicable provisions of the Companies Act, 2013. The Financial Statements have been prepared under Ind AS because Ind AS are applicable to its holding company PFCCCL.

The Company's financial statements are presented in Indian Rupees (INR), which is its functional currency.

Amounts in these financial statements have been rounded off to 'nearest hundreds upto two decimal points (unless otherwise indicated).

b. Use of Estimates

The preparation of the financial statements requires management to make estimates and assumptions that affect the reported amounts of revenue, expense, assets and liabilities and disclosures relating to contingent liabilities on the date of the financial statements. Actual results could differ from those estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revision to accounting estimates is recognised in the period in which the estimate is revised and in any future period affected.

c. Recognition of Income / Expenditure

Income and expenses (except otherwise stated) are accounted for on accrual basis.

d. Capital Work in Progress

Expenditure incurred on Consultancy /Administration /Interest /Manpower Charges/ Legal & Professional etc during construction period/setting up of project (net of incomes) is capitalized & treated as Capital Work In Progress.

e. Expenditure incurred by Holding Company

Expenditure incurred by the company for the Project is funded by the Holding Company (PFCCCL) and is considered as Borrowings and disclosed under the head Current Liabilities. Interest is charged by holding company (PFCCCL) as per rate applicable from time to time.

f. Preliminary Expenses

Preliminary expenses has been charged to the Statement of Profit & Loss in the year in which such expenditure has been incurred.

g. Borrowing Costs

Borrowing cost is charged to the Statement of Profit & Loss for the year in which it is incurred except for capital work in progress which is capitalized till the date of commercial use of the assets.



h. Provisions, Contingent Liabilities and Contingent Assets

- (i) Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, if it is probable that the Company will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at the end of the reporting period, taking into account the risks and uncertainties surrounding the obligation. When some or all of the economic benefits required to settle a provision are expected to be recovered from a third party, a receivable is recognised as an asset if it is virtually certain that reimbursement will be received and the amount of the receivable can be measured reliably.
- (ii) Where it is not probable that an outflow of economic benefits will be required or the amount cannot be estimated reliably, the obligation is disclosed as contingent liability in notes to accounts, unless the probability of outflow of economic benefits is remote.
- (iii) Contingent Assets are not recognised in the financial statements but are disclosed, where an inflow of economic benefit is probable.
- (iv) These are reviewed at each balance sheet date and are adjusted to reflect the current management estimate.

Cash & Cash Equivalents

Cash comprises cash on hand and demand deposits. The Company considers cash equivalents as all 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 an insignificant risk of changes in value.

j. Cash Flow Statement

Cash flow Statement is prepared in accordance with the indirect method, whereby net profit/(loss) before tax is adjusted for the effects of transactions of a non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the company are segregated.

k. Taxes on Income

Income Tax expense comprises of current and deferred tax. It is recognised in Statement of Profit and Loss, except when it relates to an item that is recognised in OCI or directly in equity, in which case, tax is also recognised in OCI or directly in equity.

Current tax is the expected tax payable on 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 recognised on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable income. Deferred tax is measured at the tax rates based on the laws that have been enacted or substantively enacted by the reporting date. 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.



Notes to the Financial Statements for the period ending 31st March 2022

A deferred tax liability is recognised for all taxable temporary differences. A deferred tax asset is recognized for all deductible temporary differences to the extent that it is probable that 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.

Additional Income Tax that arises from the distribution of dividend is recognized at the same time when the liability to pay dividend is recognized.

I. Financial Instruments

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

On initial recognition, financial assets and financial liabilities are recognised at fair value plus/ minus transaction cost that are attributable to the acquisition or issue of financial assets and financial liabilities. In case of financial assets and financial liabilities which are recognised at fair value through profit and loss (FVTPL), its transaction costs are recognised in Statement of Profit and Loss.

I.1 Financial Assets

All regular way purchases or sales of financial assets are recognised and derecognised on a settlement date basis.

After initial recognition, financial assets are subsequently measured in their entirety at either amortised cost or fair value, depending on the classification of the financial assets.

i) Classification and Measurement of Financial Assets (other than Equity instruments)

a) Financial Assets at Amortised Cost:

Financial assets that meet the following conditions are subsequently measured at amortised cost using Effective Interest Rate method (EIR):

- the asset is held within a business model whose objective is to hold assets in order to collect contractual cash flows; and
- the 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.

b) Financial Assets at Fair Value through Other Comprehensive Income (FVTOCI)

A financial asset is measured at FVTOCI if both the following conditions are met:

- The objective of the business model is achieved both by collecting contractual cash flows and selling the financial asset; and
- the 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.

c) Financial Assets at fair value through Profit or Loss (FVTPL)

A financial asset is measured at FVTPL unless it is measured at amortised cost or FVTOCI, with all changes in fair value recognised in Statement of Profit and Loss.

ii) Impairment of Financial Assets

a) Subsequent to initial recognition, the Company recognises expected credit loss (ECL) on financial assets measured at amortised cost. ECL on such financial assets, other than loan assets, is measured at an amount equal to life time expected losses.

The impairment requirements for the recognition and measurement of ECL are equally applied to Loan asset at FVTOCI except that ECL is recognised in other comprehensive income and is not reduced from the carrying amount in the balance sheet.



b) Impairment of Loan Assets and commitments under Letter of Comfort (LoC):

The Company measures ECL on loan assets at an amount equal to the lifetime ECL if there is credit impairment or there has been significant increase in credit risk (SICR) since initial recognition. If there is no SICR as compared to initial recognition, the Company measures ECL at an amount equal to 12-month ECL. When making the assessment of whether there has been a SICR since initial recognition, the Company considers reasonable and supportable information, that is available without undue cost or effort. If the Company measured loss allowance as lifetime ECL in the previous period, but determines in a subsequent period that there has been no SICR since initial recognition due to improvement in credit quality, the Company again measures the loss allowance based on 12-month ECL. ECL is measured on individual basis for credit impaired loan assets, and on other loan assets it is generally measured on collective basis using homogenous groups.

c) The impairment losses and reversals are recognised in Statement of Profit and Loss.

iii) De-recognition of Financial Assets

The Company derecognises a financial asset when the contractual rights to the cash flows from the asset expire, or when it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another party.

On de-recognition of a financial asset in its entirety, the difference between the asset's carrying amount and the sum of the consideration received and receivable, and the cumulative gain or loss that had been recognised in other comprehensive income and accumulated in equity, is recognised in Statement of Profit and Loss if such gain or loss would have otherwise been recognised in Statement of Profit and Loss on disposal of that financial asset.

1.2 Financial Liabilities

i) All financial liabilities other than derivatives and financial guarantee contracts are subsequently measured at amortised cost using the effective interest rate (EIR) method.

EIR is determined at the initial recognition of the financial liability. EIR is subsequently updated for financial liabilities having floating interest rate, at the respective reset date, in accordance with the terms of the respective contract.

ii) De-recognition of financial liabilities

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

(m) Earnings Per Share

Basic earnings per share are computed by dividing the net profit after tax by the weighted average number of equity shares outstanding during the period. Diluted earnings per shares is computed by dividing the profit after tax by the weighted average number of equity shares considered for deriving basic earnings per shares and also the weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares.

KISHTWAR TRANSMISSION LIMITED
(CIN:U40106DL2021GOI380131)

Notes forming part of the financial statements for the period ending March 31, 2022

3. Capital work in progress

(₹ in Hundreds)

Particulars	As at March 31, 2022
Opening Capital work in progress	-
Add: Transferred from Expenditure during construction period (Note no-12)	101,067.44
	101,067.44

3.1 CWIP aging schedule:

Particulars	Amount in CWIP for a period of			
	Less than 1 year	1-2 years	2-3 years	More than 3 years
As on 31.03.2022				
Projects in progress	101,067.44		-	-
Projects temporarily suspended	-	-	-	-
Total	101,067.44	-	-	-
As on 31.03.2021				
Projects in progress		-	-	-
Projects temporarily suspended	-	-	-	-
Total	-	-	-	-

3.2 As on the date of balance sheet, there are no capital work-in-progress projects whose completion is over due or has exceeded the cost, based on approved plan.



KISHTWAR TRANSMISSION LIMITED

(CIN:U40106DL2021GOI380131)

Notes to the Financial Statements for the period ending 31st March 2022

4. CASH AND CASH EQUIVALENTS

Particulars	As at March 31, 2022
Balance with Bank in Current Account	1,000.00
TOTAL	1,000.00

5. OTHER CURRENT ASSETS

Particulars	As at March 31, 2022
Balance with revenue authorities (Input Tax Credit-GST)	15,584.68
TOTAL	15,584.68



6. EQUITY SHARE CAPITAL

Particulars	As at March 31, 2022
Authorised Capital 10,000 Equity shares of Rs.10/- each (Previous year 10,000 Equity shares of Rs.10/- each)	1,000.00
Issued, Subscribed and Paid up 10,000 Equity shares of Rs.10/- each fully paid up (Previous year 10,000 Equity shares of Rs.10/- each fully paid up)	1,000.00
TOTAL	1,000.00

(i) Reconciliation of the number of Shares outstanding at the beginning and at the end of the period.

Particulars	As at 31st March 2022	
	No. of Shares	Amount
Outstanding as at the beginning of the period	-	-
Add: Addition during the period	10,000	1,000.00
Outstanding as at the end of the period	10,000	1,000.00

(ii) Rights, Preferences and restriction attached to Equity Shares

The Company has one class of equity shares having a par value of Rs 10 per share. Each shareholder is eligible for one vote per share held. 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. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

(iii) Equity Shares held by the Controlling Entity:

Particulars	As at 31st March 2022	
	No of shares	%
Equity Shares PFC Consulting Limited, the Holding Company *	10,000	100%

(iv) Details of shares held by each shareholder holding more than 5% shares in the Company:

Particulars	As at 31st March 2022	
	No of shares	%
Equity Shares PFC Consulting Limited, the Holding Company *	10,000	100%

* Equity shares are held by PFC Consulting Limited and through its nominees.

(v) Details of shareholding of Promoters:

Shares held by promoters at the end of the year		
Promoter name	Number of shares	% of total shares
As at 31.03.2022		
PFC Consulting Limited, the Holding Company	9,400	94.00%
Nominees of PFC Consulting Limited	600	6.00%

KISHTWAR TRANSMISSION LIMITED

(CIN:U40106DL2021GOI380131)

Notes to the Financial Statements for the period ending 31st March 2022

7. OTHER EQUITY

Particulars	As at March 31, 2022
Retained Earnings:	
Balance at the beginning of the Period	-
Add: Total Comprehensive Income for the period	(162.41)
Balance at the end of the period	(162.41)

8. BORROWINGS

Particulars	As at March 31, 2022
Financial Liabilities carried at Amortised Cost (Unsecured)	
Loans from related party (PFC Consulting Limited, holding company)	109,156.61
Interest accrued but not due on loans from related party	6,059.92
TOTAL	115,216.53

9. OTHER FINANCIAL LIABILITIES

Particulars	As at March 31, 2022
Expenses Payable	295.00
TOTAL	295.00

10. OTHER CURRENT LIABILITIES

Particulars	As at March 31, 2022
Statutory dues Payable	1,303.00
TOTAL	1,303.00

Notes to the Financial Statements for the period from 15th April 2021 to 31st March 2022

11. OTHER EXPENSES

(₹ in Hundreds)

Particulars	For the period from 15th April 2021 to 31st March 2022
Preliminary Expenses	162.41
TOTAL	162.41

12. EXPENDITURE DURING CONSTRUCTION PERIOD

(₹ in Hundreds)

Particulars	For the period from 15th April 2021 to 31st March 2022
Manpower Charges	107,918.44
Consultancy Charges	1,387.66
Outsourcing Expenses	2,503.41
Advertisement	5,292.49
Vehicle Hiring and Running Exp.	945.65
Rates & Taxes	376.76
Other Expenses	5,658.78
Interest Expenses	6,733.25
Legal and Filing Fees	1.00
Audit Fees	250.00
TOTAL	131,067.44
Less: Sale of RFP	30,000.00
TOTAL (Transferred to CWIP, Note-3)	101,067.44

13. EARNINGS PER SHARE

(₹ in Hundreds)

Particulars	For the period from 15th April 2021 to 31st March 2022
Basic and diluted Earning Per Share	
Face value per Equity Share (In ₹)	10.00
Net Profit / (Loss) after Tax as per Statement of Profit and Loss attributable to Equity Shareholders	(162.41)
Weighted Average number of Equity Shares used as denominator for calculating Basic & Diluted EPS	10,000
Basic and diluted Earning Per Share (in ₹)	(1.62)
There are no dilutive instruments issued by the company.	

14. STATEMENT OF TRANSACTIONS WITH RELATED PARTIES

14.1 Name of related parties and description of relationship:

Holding Company	
1	Power Finance Corporation Limited (PFCL)
Fellow Subsidiary	
1	PFC Consulting Limited (PFCL)
2	REC Limited (RECL)
3	REC Power Development and Consultancy Limited (formerly REC Power Distribution Company Limited)
Associate of Fellow Subsidiary	
1	Bijawar- Vidarbha Transmission Limited
2	Karur Transmission Limited transferred to Adani Transmission Limited on 10th January 2022
3	Shongtong Karcham- Wangtoo Transmssion Limited*
4	Nangalbibra Transmission Limited transferred to Sterlite Grid 26 Limited on 16th December 2021
5	Chhatarpur Transmission Limited incorporated on 25th Januray 2022
6	Mohanlalganj Transmission Limited incorporated on 8th June 2021
7	Ananthpuram Kurnool Transmssion Limited
8	Tanda Transmission Company Limited*
9	Sikar-II Aligarh Transmission Limited transferred to PGCIL on 08th June 2021
10	Khavda Bhuj Transmission Limited transferred to Adani transmission Limited on 18th January 2022
11	Khetri-Narela Transmission Limited
12	Bhadla Sikar Transmission Limited
13	Koppal-Narendra Transmission Limited transferred to Renew Transmission ventures Pvt Ltd on 13th December 2021
Associate through PFCL	
1	Coastal Maharashtra Mega Power Limited (through PFCL)*
2	Sakhigopal Integrated Power Company Limited (through PFCL)
3	Ghogarpalli Integrated Power Company Limited (through PFCL)
4	Coastal Karnataka Power Limited (through PFCL)
5	Orissa Integrated Power Limited (through PFCL)
6	Chhattisgarh Surguja Power Limited (through PFCL)*
7	Tatiya Andhra Mega Power Limited (through PFCL)*
8	Deoghar Mega Power Limited (through PFCL)
9	Deoghar Infra Limited (through PFCL)
10	Coastal Tamil Nadu Power Limited (through PFCL)
11	Bihar Infrapower Limited (through PFCL)
12	Odisha Infrapower Limited (through PFCL)
13	Jharkhand Infrapower Limited (through PFCL)
14	Bihar Mega Power Limited (through PFCL)
Associate through RECL	
1	SIKAR NEW TRANSMISSION LIMITED (incorporated on 2 June, 2020 and transferred to M/s power Grid Corporation of india Limited on 4 June, 2021)
2	MP POWER TRANSMISSION PACKAGE-II LIMITED (incorporated on 20 August, 2020 and transferred to M/s Adani Transmission Limited on 1
3	MP POWER TRANSMISSION PACKAGE-I LIMITED
4	RAJGARH TRANSMISSION LIMITED
5	KALLAM TRANSMISSION Limited (incorporated on 28 May, 2020 and transferred to M/s Indgrid 1 Limited (Lead Member) on 28 December, 2021)
6	GADAG TRANSMISSION Limited (incorporated on 2 June, 2020 and transferred to M/s Renew Transmission Ventures Private Limited on 17 March 2022)
7	BIDAR TRANSMISSION LIMITED
8	ER NER Transmission Limited (incorporated on 06.10.2021)
9	FATEHGARH BHADLA TRANSCO LIMITED (incorporated on 2 June, 2020 and transferred to M/s power Grid Corporation of india Limited on 4 June, 2021)
10	DINCHANG TRANSMISSION LIMITED (struck off from the RoC vide MCA letter dated 17.08.2021)
11	CHANDIL TRANSMISSION LIMITED
12	MANDAR TRANSMISSION LIMITED
13	DUMKA TRANSMISSION LIMITED
14	KODERMA TRANSMISSION LIMITED

Joint Venture through PFCL

1 Energy Efficiency Services Limited (through PFCL) up to 31.08.21

14.2 The Key Management Personnel of the Company are Employees of the ultimate Holding Company (PFC) and deployed on Part Time basis:

S. No	Name	Designation	Date of Appointment	Date of Cessation
1	Shri D. Manavalan	Chairman	15.04.2021	Continuing
2	Shri Sachin Shukla	Director	15.04.2021	Continuing
3	Shri Sanjay Kumar Nayak	Director	15.04.2021	Continuing

* Under process of striking off

14.3 Details of Transactions:

14.3.1 Transactions with Related Parties

(₹ in Hundreds)

Particulars	For the period from 15th April 2021 to 31st March 2022
<u>PFC Consulting Limited (Holding Company)</u>	
- Manpower charges	107,918.44
- Interest on borrowings	6,733.25
- Reimbursement of expenses	16,328.16
- Loans received (Net)	109,156.61

14.3.2 Outstanding Balances with Related Parties

(₹ in Hundreds)

Particulars	As at March 31, 2022
<u>PFC Consulting Limited (Holding Company)</u>	
- Borrowings	109,156.61
- Interest Accrued but not due on Borrowings	6,059.92

14.4 Compensation of Key Management Personnel:

The employees in the company are on contractual terms as per agreement entered with PFC/PFCCL. No sitting fees has been paid to the directors.

15. Financial Instruments

(i) Categories of Financial Instruments

Particulars	(₹ in Hundreds)
	As at March 31, 2022
Financial Assets:	
Measured at amortised cost	
(a) Cash and Cash Equivalents	1,000.00
Financial Liabilities:	
Measured at amortised cost	
(a) Borrowings	109,156.61
(b) Interest on Borrowings	4,091.12
(c) Other Financial Liabilities	295.00

(ii) Financial Risk Management Objectives

The Company's financial liabilities comprise of borrowings and other payables. The Company's financial assets comprise mainly of cash and cash equivalents. The Company is exposed to market risk (including currency risk, interest risk and other price risk), credit risk and liquidity risk.

The Company's management monitors and manages the financial risks relating to the operations of the Company by analysing exposures by degree and magnitude of risks. Since the entire operations of the company are in India, the currency risk is not applicable to the company.

(iii) Market Risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risks: interest rate risk, currency risk and other price risk. The Company has no exposure from the international market as the Company operations are in India only. Financial instruments affected by interest rate risk includes borrowings. The Company is not exposed to other price risk.

Market risk exposures are measured using sensitivity analysis.

There has been no change to the Company's exposure to market risks or the manner in which these risks are being managed and measured.

(iv) Interest Rate Risk Management

The Company is exposed to interest rate risk because it borrow funds at the floating rate of interest charged by Power Finance Corporation Limited (Ultimate Holding Company) under category of " State Sector Borrowers (Category 'A') as determined from time to time.

The Company's exposures to interest rates on financial assets and financial liabilities are detailed in the liquidity risk management section of this note.

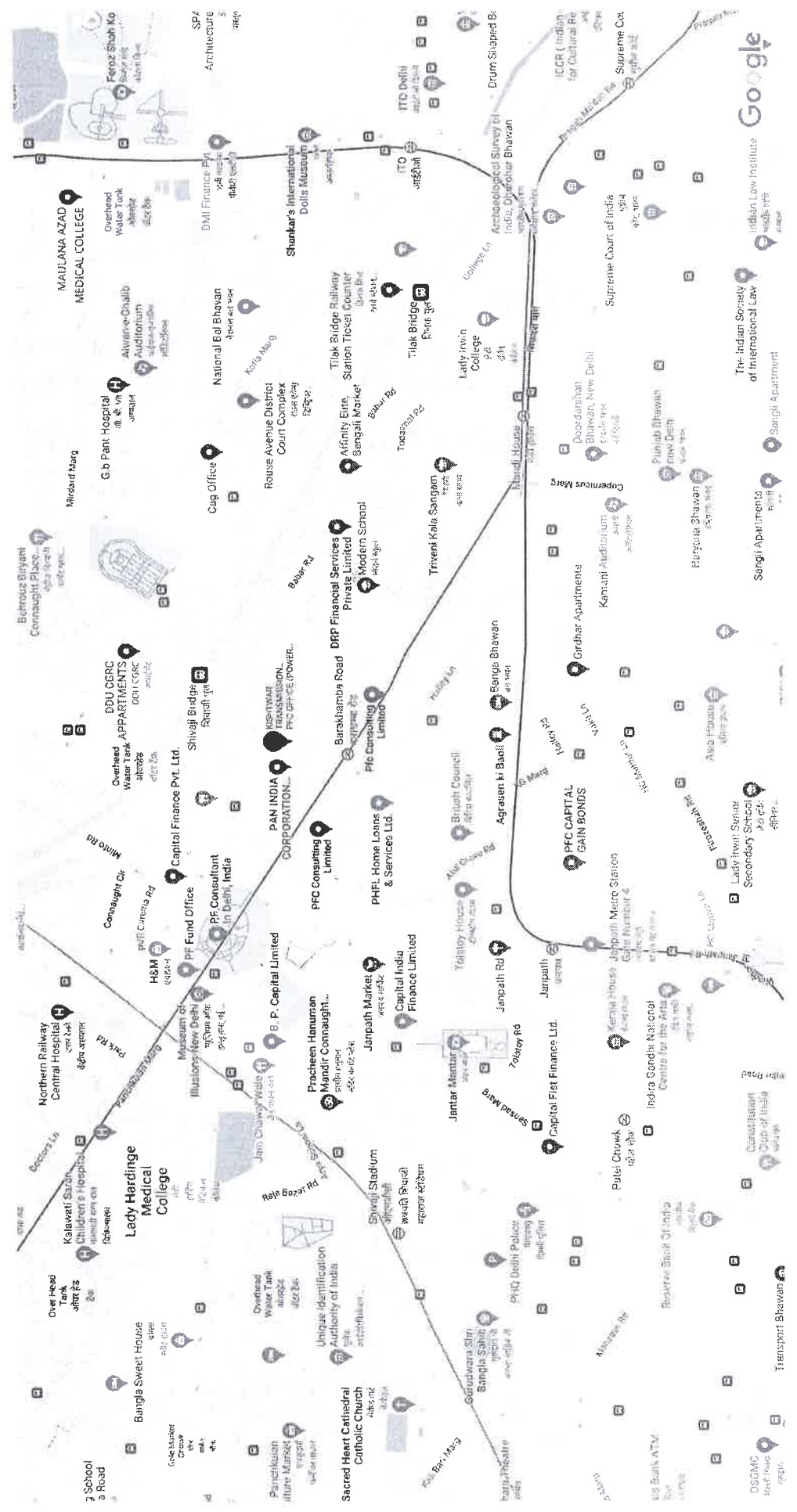
(v) Interest Rate Sensitivity Analysis

The sensitivity analysis below have been determined based on the exposure to interest rates at the end of the financial year. For floating rate liabilities, the analysis is prepared assuming the amount of the liability outstanding at the end of the financial year was outstanding for the whole year. A 50 basis point increase or decrease is used when reporting interest rate risk internally to key management personnel and represents management's assessment of the reasonably possible change in interest rates.

Sensitivity analysis for a 50 basis points fluctuation in interest and all other variables were held constant is explained below:



PFC OFFICE (POWER FINANCE CORPORATION LIMITED) KISHTWAR TRANSMISSION LIMITED

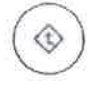


Map data ©2022 200 m

PFC OFFICE (POWER FINANCE CORPORATION LIMITED)

4.9 (7)

Government office · 17



Directions

