KPMC & ASSOCIATES
Chartered Accountants

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INDEPENDENT AUDITOR'S REPORT

To the Members of

PFC Consulting Limited

Report on the Audit of the Consolidated financial statements

Opinion

We have audited the accompanying consolidated financial statements of **PFC Consulting Limited"**(hereinafter referred to as the "PFCCL/the Holding Company/Company") and its associates (the holding company and its 7 associates together referred as "the group"), which comprise consolidated Balance Sheet as at 31st March 2022, the consolidatedStatement of Profit and Loss (including other comprehensive income), consolidatedStatement of changes in equity, and consolidated Cash Flow Statement for the year then ended, and Notes to the consolidated financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as 'the consolidated financial statements').

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated 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 Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) rule, 2015 as amended, ("Ind AS") and otheraccounting principles generally accepted in India, of the consolidated state of affairs of the group as at 31[st] March 2022 and its profit (including total comprehensive income) , change 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 Consolidated 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 consolidated financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical

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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.

Emphasis of Matter

We draw attention to Note No. 14.1 of the Consolidate Financial Statements which describes year wise detail of pending Income tax refunds amounting to Rs. 1,308.46 lakhs. Our opinion is not modified in respect of this matter.

Information Other than the Consolidated financial statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the management Discussion and analysis, Board's Report, but does not include the consolidated financial statements and auditor's report thereon.

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

In connection with our audit of the consolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements, or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance for the Consolidated 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 Consolidated financial statements that give a true and fair view of the consolidated financial position, consolidated financial performance, and consolidated cash flows of the Group in accordance with the accounting principles generally accepted in India, including the, Accounting Standards specified under section 133 of the Act read with Rule 7 of the Companies (Accounts) Rules, 2014. The respective Board of Directors of the companies included in the Group are responsible for maintenance of the adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group 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 consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error in preparing the Consolidated financial statements, the respective Board of Directors of the companies included the in the Group are responsible for assessing the Group'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 Group or to cease operations, or has no realistic alternative but to do so. Those Board of Directors are also responsible for overseeing the financial reporting process of the Group.

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Auditor's Responsibilities for the Audit of the Consolidated financial statements

Our objectives are to obtain reasonable assurance about whether the consolidated 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 consolidated financial statements.

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

• Identify and assess the risks of material misstatement of the Consolidated 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 the 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 Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to Consolidated financial statements in place and the operating effectiveness of such controls.

• Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

• Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt onthe 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 Consolidated 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 contents of the Consolidated financial statements, including the disclosures, and whether theConsolidated financial statements representing the underlying transactions and events in a manner that achieves fair representation.

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.

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.

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

Other Matters

(a) We did not audit the financial statements/financial information of 3 associates whose financial statements/financial information reflects total assets of Rs. 830.99 Lakhs, total revenue Rs. NILand Net cash flow amounting to Rs. 1.00Lakhs for the year ended on that date. As these companies have been treated as associates for the purpose of consolidation, they are consolidated based on equity method, these figures are not reflected in the consolidated financial statements.

These financial statements / financial information have been audited by other auditors whose reports have been furnished to us by the Management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of these associates, and our report in terms of sub-section (3) of Section 143 of the Act, in so far as it relates to the aforesaid associates, is based solely on the reports of the other auditors.

(b) The consolidated financial statements also include information of 4 associate whose financial statements/financial information reflects total assets of Rs. 588.36Lakhs, total revenue Rs. NILand Net cash flow amounting to Rs. 2.00Lakhs for the year ended on that date. Asthese companies has been treated as associate for the purpose of consolidation, it is consolidated based on equity method, these figures are not reflected in the consolidated financial statements.

Thesefinancial statements / financial information has not been audited by us. These financial statements / financial information is unaudited and have been furnished to us by the Management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of these associates, and our report in terms of sub-section (3) of Section 143 of the Act in so far as it relates to the aforesaid associates, is based solely on such unaudited financial statements / financial information. In our opinion and according to the information and explanations given to us by the Management, these financial statements / financial information is not material to the Group.

Reference is invited to Note no. 46regarding consolidation of these wholly owned subsidiaries of the company having been treated as associates for the purpose of consolidation and consolidated on Equity method whereby net profit or loss of the subsidiaries is adjusted in the carrying amount of investments.

Our opinion on the consolidated financial statements, and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors and the financial statements / financial information certified by the Management.

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Report on Other Legal and Regulatory Requirements

1. 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 of the aforesaid consolidated financial statements.

(b) In our opinion, proper books of account as required by law relating to preparation of the consolidated financial statementshave been kept so far as it appears from our examination of those books and the reports of the other auditors.

(c) The consolidatedBalance Sheet, the consolidatedStatement of Profit and Loss(including other comprehensive income),consolidatedStatement of Changes in equity and the consolidatedCash Flow statement dealt with by this Report are in agreement with the books of account and records maintained for the purpose of preparation of the consolidated financial statements.

(d) In our opinion, the aforesaid consolidated financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with relevant rules.

(e) In terms of notification No. GSR 463 (E) dated 05.06.2015 issued by Ministry of Corporate Affairs, Government of India, provisions of sub section 2 of Section 164 of the Act, are not applicable to the Company, being Government 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 "A"**.

(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 has disclosed the impact of pending litigations on its financial position in its consolidated financial statements – Refer Note 40to theconsolidated financial statements.

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 its knowledge and belief , 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 or entity, including foreign entities("intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediaries shall, whether directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(b) The Management has represented that, to the best of its knowledge and belief , no funds have been received by the company from any person or entity, including foreign entities("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that thecompany 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 Parties ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

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

v. The dividend declared and paid during the year by the company is in accordance with section 123 of the Companies Act 2013.

For **K P M C & Associates**
Chartered Accountants
FRN: 005359C

KPMC & ASSOCIATES FRN. 005359C Chartered Accountants

CA.Sanjay Mehra
(Partner)
(Membership No.075488)
Place: New Delhi
Date: 20/05/2022
UDIN: 22075488AJNWUU8327

Annexure "A" to the independent auditor's report of even date on the consolidated financial statements of PFC Consulting Ltd.

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

In conjunction with our audit of the consolidated financial statements of the company as of and for the year ended on 31st March 2022, we have audited the internal financial controls over financial reporting of **PFC Consulting Limited** (hereinafter referred to as "the Company") and its **7 associate companies** which are companies incorporated in India, as of that date.

Management's Responsibility for Internal Financial Controls

The respective Board of Directors of the Company and associate companies are responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the respective Companies 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 Companies Act, 2013.

Auditors' Responsibility

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

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

We believe that the audit evidence we have obtained and the audit evidence obtained by the other auditor in terms of their reports is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

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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 unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls 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, to the best of our information and according to the explanations given to us, the Company and its associate companies have, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 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.

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Other matters

Our aforesaid reports under section 143(3)(i) of the Act, on the internal financial controls with reference to consolidated financial statements in so far as it relates to three associate companies is based on the corresponding report of the auditors of such company and in respect of four associate companies, we have relied on the explanation provided by the management of the company in absence of report on Internal Financial Controls of such entity. In our opinion, the same is not considered material for the consolidated financial statements of the Group and its associate companies.

for **K P M C & Associates**
Chartered Accountants
FRN: 005359C

KPMC & ASSOCIATES FRN. 005359C Chartered Accountants

CA Sanjay Mehra
(Partner)
(Membership No. 075488
Place: New Delhi
Date: 20/05/2022
UDIN: 22075488AJNWUU8327

PFC CONSULTING LIMITED
(CIN: U74140DL2008GOI175858)
(A wholly owned subsidiary of Power Finance Corporation Limited)
Consolidated Balance Sheet as at 31 March 2022

(Rs. in lakh)

	Particulars	Note No.	As at 31 March 2022	As at 31 March 2021
(I)	**ASSETS**			
(1)	**Non-current assets**			
	(a) Property, plant and equipment	2	139.11	108.81
	(b) Capital Work in Progess	3	4,728.61	-
	(c) Right of use assets	4	975.50	63.40
	(d) Other intangible assets	5	-	0.14
	(e) Financial assets			
	(i) Other financial assets	6	1,487.01	1,606.52
	(e) Deferred tax assets (net)	7	343.25	312.29
	(f) Other non-current assets	8	14.66	-
	Total non-current assets		**7,688.14**	**2,091.16**
(2)	**Current assets**			
	(a) Financial assets			
	(i) Investments	9	-	-
	(ii) Trade receivables	10	3,107.50	2,743.50
	(iii) Cash and cash equivalents	11	5,234.16	3,103.63
	(iv) Bank balances other than cash and cash equivalents	12	1,098.62	665.92
	(v) Loans	13	0.09	0.09
	(vi) Other financial assets	6	1,163.21	990.00
	(b) Current tax assets (net)	14	1,606.09	1,308.46
	(c) Other current assets	15	1,647.47	362.65
	Total current assets		**13,857.14**	**9,174.25**
(3)	Assets classified as held for sale	16	1,507.17	1,934.20
	Total assets classified as held for sale		**1,507.17**	**1,934.20**
	Total assets		**23,052.45**	**13,199.61**
(II)	**EQUITY AND LIABILITIES**			
(1)	**Equity**			
	(a) Equity share capital	17	5.22	5.22
	(b) Other equity	18	11,135.06	8,722.42
	Total equity		**11,140.28**	**8,727.64**
(2)	**Liabilities**			
(A)	**Non-current liabilities**			
	(a) Financial liabilities			
	(i) Borrowings	19	952.23	-
	(ii) Lease liabilities	20	818.23	-
	Total non-current liabilities		**1,770.46**	-
(B)	**Current liabilities**			
	(a) Financial liabilities			
	(i) Borrowings	19	319.57	192.03
	(ii) Lease liabilities	20	204.80	72.57
	(iii) Trade payables	21		
	(A) total outstanding dues of micro enterprises and small enterprises; and		110.68	21.21
	(B) total outstanding dues of creditors other than micro enterprises and small enterprises		1,215.56	1,020.80
	(iv) Other financial liabilities	22	7,699.47	2,448.50
	(b) Other current liabilities	23	203.39	227.20
	(c) Provisions	24	388.24	448.36
(3)	Liabilities directly associated with assets classified as held for sale	16	-	41.30
	Total current liabilities		**10,141.71**	**4,471.97**
	Total equity and liabilities		**23,052.45**	**13,199.61**

See accompanying notes from S.No. 1 to 55 to the consolidated financial statements

For and on behalf of Board of Directors

21-7/9/22

(Manish Kumar Agrawal)	**(Manoj Kumar Rana)**	**(Rajiv Ranjan Jha)**	**(Parminder Chopra)**	**(Ravinder Singh Dhillon)**
Company Secretary	Chief Executive Officer	Director	Director	Chairman
M. No. F5048		(DIN 03523954)	(DIN 08530587)	(DIN 00278074)

As per our report of even date attached
For K P M C & Associates
Chartered Accountants
(Firm Registration No: 005359C)

(Sanjay Mehra)
Partner
M. No. 075488

KPMC & ASSOCIATES FRN. 005359C Chartered Accountants

Place: - New Delhi
Date: - 20-05-2022

PFC CONSULTING LIMITED
(CIN: U74140DL2008GOI175858)
(A wholly owned subsidiary of Power Finance Corporation Limited)
Consolidated Statement of Profit and Loss for the year ended 31 March 2022

(Rs. in lakh)

	Particulars	Note No.	For the year ended 31 March 2022	For the year ended 31 March 2021
	Income			
I.	Revenue from operations	25	8,513.76	6,785.26
II.	Other income	26	596.06	660.40
III.	**Total income (I+II)**		**9,109.82**	**7,445.66**
IV.	**Expenses**			
(a)	Consultancy services expense	27	1,174.49	1,383.85
(b)	Employee benefits expense	28	1,337.59	1,257.93
(c)	Finance Cost	29	97.83	23.90
(d)	Depreciation and amortisation expense	30	333.59	342.27
(e)	Corporate social responsibility expense	44	169.50	134.39
(f)	Other expenses	31	886.02	631.69
	Total expenses (IV)		**3,999.02**	**3,774.03**
V.	**Profit before tax (III-IV)**		**5,110.80**	**3,671.63**
VI.	**Tax expenses:**	35		
	Current tax		1,373.59	1,009.31
	Income tax adjustment for earlier years		0.62	6.80
	Deferred tax		(30.97)	(54.34)
	Total tax expenses (VI)		**1,343.24**	**961.77**
VII.	**Profit for the year (V-VI)**		**3,767.56**	**2,709.86**
VIII.	**Other comprehensive income**		-	-
IX.	**Total comprehensive income for the year (VII+VIII)**		**3,767.56**	**2,709.86**
X.	Earnings per equity share in Rs. : (face value Rs. 10/- each)			
	Basic	32	7,211.19	5,186.73
	Diluted		7,211.19	5,186.73

See accompanying notes from S.No. 1 to 55 to the consolidated financial statements

For and on behalf of Board of Directors

(Manish Kumar Agrawal)	**(Manoj Kumar Rana)**	**(Rajiv Ranjan Jha)**	**(Parminder Chopra)**	**(Ravinder Singh Dhillon)**
Company Secretary	Chief Executive Officer	Director	Director	Chairman
M. No. F5048		(DIN 03523954)	(DIN 08530587)	(DIN 00278074)

As per our report of even date attached
For K P M C & Associates
Chartered Accountants
(Firm Registration No: 005359C)

(Sanjay Mehra)
Partner
M. No. 075488

KPMC & ASSOCIATES FRN. 005359C Chartered Accountants

Place: - New Delhi
Date: - 20-05-2022

PFC CONSULTING LIMITED
(CIN: U74140DL2008GOI175858)
(A wholly owned subsidiary of Power Finance Corporation Limited)
Consolidated Cash Flow Statement for the year ended 31 March 2022

(Rs. in lakh)

	Particulars	For the year ended 31 March 2022	For the year ended 31 March 2021
A.	**Cash flow from operating activities:**		
	Profit before tax	5,110.80	3,671.63
	Adjustments for:		
	Depreciation and amortisation	333.59	342.27
	Interest income	(582.53)	(614.23)
	Provision for doubtful debts	184.22	104.29
	Interest Expense : Lease (Office Premises)	97.83	23.90
	Unwinding of discount on employees loans	-	(15.99)
	Gain on modification /termination of Lease as per Ind AS 116	(6.36)	-
	Unwinding of discount on security deposit	(4.14)	(5.53)
	Loss on Property, Plant and Equipments written off	3.27	1.12
	Loss on sale of property, plant and equipment	-	1.66
	Provision written back- for expenses	(2.48)	(17.89)
	Provision written back- for loss on shortage of PPE	-	(0.42)
	Operating profit before working capital changes	**5,134.21**	**3,490.80**
	Adjustments for changes in working capital :		
	- Increase/(decrease) in trade payables	284.23	333.42
	- Increase/(decrease) in current provisions	(60.12)	154.28
	- Increase/(decrease) in other current liabilities	(21.33)	95.51
	- Increase/(decrease) in financial liabilities	5,250.97	708.21
	- (Increase)/decrease in trade receivables	(513.46)	(189.15)
	- (Increase)/decrease in non current loans	-	205.39
	- (Increase)/decrease in current loans	-	48.58
	- (Increase)/decrease in other current financial Assets	(149.51)	(102.88)
	- (Increase)/decrease in other current assets	(1,257.40)	(195.89)
	- (Increase)/decrease in other non current assets	(10.52)	78.88
	- (Increase)/decrease in assets and liabilities held for sale	400.13	(1,020.46)
	Cash generated from / (used in) operating activities	**9,057.20**	**3,606.69**
	Income taxes paid (net)	(1,671.84)	(1,345.80)
	Net cash generated from / (used in) operating activities	**7,385.36**	**2,260.89**
B.	**Cash flow from investing activities:**		
	Addition in property, plant and equipment	(141.03)	(80.48)
	Addition in CWIP	(4,728.61)	-
	Increase/(decrease) other non current financial Assets	119.51	(163.65)
	Increase/(decrease) other Bank Balances	(432.70)	237.62
	Proceeds from sale of property plant and equipment	14.13	42.32
	Interest received	509.67	414.14
	Net cash generated from/ (used in) Investing activities	**(4,659.03)**	**449.95**
C.	**Cash flow from financing activities:**		
	Dividend paid	(1,354.92)	-
	Increase in long term borrowings	952.23	-
	Increase in short term borrowings	100.12	187.94
	Payment of lease liability	(293.23)	(293.23)
	Net cash generated from/ (used in) financing activities	**(595.80)**	**(105.29)**
	Net increase/ (decrease) in cash and cash equivalents (A+B+C)	**2,130.53**	**2,605.55**
	Cash and cash equivalents at the beginning of the year	**3,103.63**	**498.08**
	Cash and cash equivalents at the end of the year (refer note 11)	**5,234.16**	**3,103.63**
	Cash and cash equivalents comprises :		
	Balance with banks		
	- in current accounts	6.76	2.49
	- in deposit accounts with original maturity upto 3 months	5,227.40	3,101.14
		5,234.16	**3,103.63**

See accompanying notes from S.No. 1 to 55 to the consolidated financial statements

For and on behalf of Board of Directors

(Manish Kumar Agrawal)	**(Manoj Kumar Rana)**	**(Rajiv Ranjan Jha)**	**(Parminder Chopra)**	**(Ravinder Singh Dhillon)**
Company Secretary	Chief Executive Officer	Director	Director	Chairman
M. No. F5048		(DIN 03523954)	(DIN 08530587)	(DIN 00278074)

As per our report of even date attached
For K P M C & Associates
Chartered Accountants
(Firm Registration No: 005359C)

(Sanjay Mehra)
Partner
M. No. 075488

KPMC & ASSOCIATES FRN. 005359C Chartered Accountants

Place: - New Delhi
Date: -20-05-2022

PFC CONSULTING LIMITED
(CIN: U74140DL2008GOI175858)
(A wholly owned subsidiary of Power Finance Corporation Limited)
Consolidated Statement of changes in equity for the year ended 31 March 2022

A. Equity share capital

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

(Rs. in lakh)

Balance as at 1st April 2021	Changes in Equity Share Capital due to prior period errors	Restated balance as at 1st April 2021	Changes in equity share capital during the current year	Balance at the 31st March 2022
5.22	-	5.22	-	5.22

(2) Previous reporting period (FY 2020-21)

Balance as at 1st April 2020	Changes in Equity Share Capital due to prior period errors	Restated balance as at 1st April 2020	Changes in equity share capital during the Previous year	Balance at the 31st March 2021
5.22	-	5.22	-	5.22

B. Other Equity

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

Particulars	Reserves and Surplus		Total
	Capital Reserves	Retained earnings	
Balance as at 1st April 2021	9.78	8,712.64	8,722.42
Changes in accounting policy or prior period errors	-	-	-
Restated balance as at 1st April 2021	9.78	8,712.64	8,722.42
Total Comprehensive Income for the current year	-	3,767.56	3,767.56
Dividends	-	(1,354.92)	(1,354.92)
Balance as at 31st March 2022	**9.78**	**11,125.28**	**11,135.05**

(2) Previous reporting period (FY 2020-21)

Particulars	Reserves and Surplus		Total
	Capital Reserves	Retained earnings	
Balance as at 1st April 2020	9.78	6,002.78	6,012.56
Changes in accounting policy or prior period errors	-	-	-
Restated balance as at 1st April 2020	9.78	6,002.78	6,012.56
Total Comprehensive Income for the previous year	-	2,709.86	2,709.86
Dividends	-	-	-
Balance as at 31st March 2021	**9.78**	**8,712.64**	**8,722.42**

See accompanying notes from S.No. 1 to 55 to the consolidated financial statements

For and on behalf of Board of Directors

(Manish Kumar Agrawal)
Company Secretary
M. No. F5048

(Manoj Kumar Rana)
Chief Executive Officer

(Parminder Chopra)
Director
(DIN 08530587)

(Rajiv Ranjan Jha)
Director
(DIN 03523954)

(Ravinder Singh Dhillon)
Chairman
(DIN 00278074)

As per our report of even date attached
For K P M C & Associates
Chartered Accountants
(Firm Registration No: 005359C)

KPMC & ASSOCIATES FRN. 005359C Chartered Accountants

(Sanjay Mehra)
Partner
M. No. 075488

Place: - New Delhi
Date: - 20-05-2022

PFC CONSULTING LIMITED
(CIN: U74140DL2008GOI175858)
(A wholly owned subsidiary of Power Finance Corporation Limited)
Notes to the Consolidated Financial Statements for the year ending 31 March 2022

1 Corporate Information and Significant Accounting Policies

1.1 Corporate Information

PFC Consulting Limited ("the Company" or "PFCCL") is a public company incorporated under the Companies Act 1956 on 25th March 2008, domiciled in India and limited by shares (CIN: U74140DL2008GOI175858). The registered office of the Company is located at First Floor, Urjanidhi, 1, Barakhamba Lane, Connaught Place, New Delhi -110001 and the corporate office of the company is located at 9th Floor, Statesman House, Barakhamba Lane, Connaught Place, New Delhi -110001.
The Company is a wholly owned subsidiary of Power Finance Corporation Limited (PFC) (a listed company with majority shareholding held by the Government of India (GoI). The Company provides consultancy services to power sector including being the nodal agency for implementing GoI schemes relating to Independent Transmission Projects (ITPs) and PFC being the Nodal agency for development of Ultra Mega Power Projects (UMPPs) has entrusted all the work related to UMPPs to PFCCL.The consolidated financial statements comprise the financial statements of the Company and its associates (collectively referred to as " the Group".

1.2 Statement of Compliance and basis of preparation and presentation

i) These Consolidated financial statements of the company comply with the Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 and subsequent amendments thereto, the Companies Act, 2013 to the extent applicable.

ii) These Consolidated financial statements were approved by Board of Directors (BoD) on 20th May 2022.

iii) Impact assessment of COVID-19 Global Pandemic outbreak
Currently, there is no major impact of COVID-19 on the Consolidated Financial Statements of the Company. However, the extent to which impact this pandemic will impact the Company's financial statements continue to be dependent on future developments relating to duration & severity of COVID-19, and any further actions by the Government & Regulatory bodies to contain its impact on the power sector. The Company shall also continue to closely monitor any material changes arising of uncertain future economic conditions and potential impact on its financial statements.

1.3 Significant Accounting Policies

The significant accounting policies applied in preparation of the financial statements are as given below:

i) Basis of Preparation and Measurement

These Consolidated financial statements of the company have been prepared on going concern basis following accrual system of accounting. The assets and liabilities have been measured at historical cost or at amortised cost or at fair value at the end of each reporting period.
All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria as set out in the Division II of Schedule III to the Companies Act, 2013. Based on the nature of services and the time between acquisition of assets for processing and their realisation in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of current or non-current classification of assets and liabilities.
Amount in the financial statements are presented in Rs. Lakhs (upto two decimals) except for per share data and as other-wise stated.

ii) Use of Estimates

The preparation of financial statements requires management to make judgments, estimates and assumptions in the application of accounting policies that affect the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. Continuous evaluation is done on the estimation and judgments based on historical experience and other factors, including expectations of future events that are believed to be reasonable. Revisions to accounting estimates are recognised prospectively.
Key source of estimation of uncertainty at the date of the financial statements, which may cause a material adjustment to the carrying amounts of assets and liabilities within the next year, is in respect of valuation of trade receivables and provisions for taxation.

iii) Revenue recognition

(i) Revenue from consulting services, in connection with development of Independent Transmission Projects (ITP) and Ultra Mega Power Projects (UMPP) taken up as per the directions from the Ministry of Power, Government of India, is recognized when the ITP /UMPP created for the project is transferred to a successful bidder evidenced by share purchase agreement. The expenses incurred on development of these projects which are not recovered as direct costs are recovered through billing manpower charges at agreed charge out rates decided by the company.

(ii) Income from other consulting services rendered is recognised based on the terms of agreements/ arrangements with reference to the stage of completion of contract at the reporting date. Income from Smart Metering services are recognised when bills for meter rent is raised to the clients and right to receive such income is established. Income from project development management agency charges (PDMA) during project implementation period is recognised over the period of contract.

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(iii) Interest income is recognized on time proportion basis taking into account the amount outstanding and rate applicable. Interest income, on the financial assets subsequently measured at amortized cost, is recognized using the effective interest rate (EIR) method. The effective interest rate is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount on initial recognition.

(iv) Interest income, on the financial assets subsequently measured at fair value through profit and loss, is recognized on accrual basis in accordance with the terms of the respective contract.

(v) The income from sale of Request for qualification (RFQ) documents for Independent Transmission Projects (ITPs) and Ultra Mega Power Project (UMPPs) are accounted for when received.

(vi) Income from short /Medium term bidding of power, Pilot scheme and Coal flexibility scheme is recognised when letter of award (LOA) is issued to the successful bidder.

(vii) Other income and expenses are accounted on accrual basis, in accordance with the terms of the respective contract.

(viii) Prepaid expenses are not recognized if prepaid amount is less than Rs. one lakh.

iv) Property, Plant and Equipment (PPE) and Depreciation

i. Items of PPE are initially recognised at cost. Subsequent measurement is done at cost less accumulated depreciation and accumulated impairment losses, if any. An item of PPE retired from active use and held for disposal is stated at lower of the book value or net realizable value.

ii. Depreciation is recognised so as to write-off the cost of assets less their residual values as per written down value method, over the estimated useful lives that are similar to as prescribed in Schedule II to the Companies Act, 2013, except for cell phones where useful life has been estimated by the Company as 2 years instead of 5 years as per Schedule II to the Companies Act, 2013. Residual value is estimated as 5% of the original cost of PPE. The Company reviews the estimated useful life, residual values and depreciation method of property, plant and equipment at the end of each financial year and changes in estimates, if any are accounted prospectively.

iii. Capital expenditure directly attributable for Smart metering project are initially shown in capital work in progress (net of contribution from client) and capitalised as PPE when it is ready for use. Depreciation on items of PPE in smart metering project is recognised on pro-rata basis on Straight Line Method over the useful life of assets not exceeding project implementation period of 9 years.

iv. Depreciation on additions to/deductions from PPE during the year is charged on pro-rata basis from/up to the date in which the asset is available for use/disposed.

v. An item of PPE is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on de-recognition of an item of PPE is determined as the difference between the net disposal proceeds and the carrying amount of the asset and is recognised in the Statement of Profit and Loss.

vi. The expenditure incurred on improvement of leasehold premises is recognised at cost and is shown as "Leasehold Improvements" under property, plant and equipment. These Leasehold Improvements are amortised on straight-line method basis over the period of lease or their useful lives whichever is lower.

vii. Items of PPE costing up to Rs. 5000/- each are fully depreciated, in the year of purchase.

v) Intangible Assets

i. Intangible assets with finite useful lives that are acquired separately are recognised at cost. Cost includes any directly attributable incidental expenses necessary to make the assets ready for its intended use. Subsequent measurement is done at cost less accumulated amortisation and accumulated impairment losses, if any. Amortisation is recognised on a straight-line basis over useful life of the assets.

ii. Estimated useful life of the intangible assets with finite useful lives has been estimated by the Company as 36 months.

iii. An intangible asset is derecognised on disposal, or when no future economic benefits are expected from use or disposal. Gains or losses arising from de-recognition of an intangible asset, measured as the difference between the net disposal proceeds and the carrying amount of the asset are recognised in the Statement of Profit and Loss when the asset is derecognised.

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vi) Basis of Consolidation

The Consolidated Financial Statements incorporate the standalone financial statements of the Company, and its investments in associates are accounted using equity method.

The financial statements of associates are drawn up to the same reporting date as of the Group for the purpose of Consolidation.
An associate is an entity over which the Parent has significant influence. Significant influence is the power to participate in the financial and operating policy decisions of the investee but is not control or joint control over those policies.

The associates have been consolidated in these financial statements using the equity method of accounting, except when the investment, or a portion thereof, is classified as held for sale, in which case it is measured at lower of their carrying amount and fair value less cost to sell. Under the equity method, an investment in an associate is initially recognised in the consolidated balance sheet at cost and adjusted thereafter to recognise the Group's share of the profit or loss and other comprehensive income of the associate. Distributions received from an associate reduce the carrying amount of the investment.

After application of the equity method of accounting, the Group determines whether there is any evidence of impairment as a result of one or more events that occurred after the initial recognition of the net investment in an associate and that event (or events) has an impact on the estimated future cash flows from the net investment that can be reliably estimated. If there exists such an evidence of impairment, then the Group recognises impairment loss equal to the excess of its carrying amount over the recoverable amount of the respective asset. Recoverable amount is the fair value less cost to sell of the respective asset.

Upon loss of joint control over the Joint Venture or significant influence over the Associate, the Group measures and recognises any retained investment at its fair value. Any difference between a) the carrying amount of the Joint Venture or Associate upon loss of joint control or significant influence respectively and b) the fair value of the retained investment and proceeds from disposal is recognised in Statement of Profit and Loss.

vii) Cash and 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.

viii) Income Taxes

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 Other Comprehensive Income (OCI) or directly in equity, in which case, tax is also recognised in OCI or directly in equity.

(i) Current Tax

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.
Current tax assets and liabilities are offset when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle the asset and liability on a net basis.

(ii) Deferred Tax

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable income. Deferred tax is measured at the tax rates based on the laws that have been enacted or substantively enacted by the reporting date, based on the expected manner of realisation or settlement of the carrying amount of assets / liabilities. Deferred tax assets and liabilities are offset when there is a legally enforceable right to set off current tax assets against liabilities, and they relate to income taxes levied by the same tax authority.

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

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ix) Employee Benefits

(i) Leave Encashment, Provident Fund, Pension benefits, Gratuity and other post retirement benefits

The employees of the Company are on deputation from the Holding Company (Power Finance Corporation Limited) and NTPC Limited. Employee benefits include provident fund, pension, gratuity, post-retirement medical facilities, leave encashment, long service award, economic rehabilitation scheme and other terminal benefits. In terms of the arrangement with the Holding Company and NTPC Limited, the Company is required to make a fixed percentage contribution of the aggregate of basic pay and dearness allowance for the period of service rendered in the Company. Accordingly, these employee benefits are treated as defined contribution schemes.

(ii) Short Term Employee Benefits

Short term employee benefits such as salaries and wages are recognised in the Statement of Profit and Loss, in the period in which the related service is rendered at the undiscounted amount of the benefits expected to be paid in exchange for that service.

(iii) Loan to employees at concessional rates

Loans given to employees at concessional rate are initially recognized at fair value and subsequently measured at amortised cost. The difference between the initial fair value of such loans and transaction value is recognised as deferred employee cost upon release of Loan, which is amortised on a straight-line basis over the expected remaining period of the Loan. In case of change in expected remaining period of the Loan, the unamortised deferred employee cost on the date of change is amortised over the updated expected remaining period of the Loan on a prospective basis.

x) Material Prior Period Errors

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

xi) Provisions and contingent liabilities

(i) Provisions are recognised when the Company has a present legal or constructive obligation 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.

(ii) 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.

(iii) 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.

(iv) 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.

xii) Leases

The Company at inception of a contract assesses, whether the contract is, or contains, a lease. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified asset, the Company assesses whether (a) the Company has substantially all of the economic benefits from use of the asset through the period of the lease, and (b) the Company has the right to direct the use of the identified asset.

The Company at the inception of the lease contract recognizes a Right-of-Use (RoU) asset at cost and a corresponding lease liability, except for leases with term of less than twelve months (short term) and low-value assets which are recognised as an operating expense on a straight-line basis over the term of the lease.

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Certain lease arrangements includes the options to extend or terminate the lease before the end of the lease term. RoU assets and lease liabilities includes these options when it is reasonably certain that they will be exercised.

The right-of-use assets (RoU) are initially recognized at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or before the inception date of the lease plus any initial direct costs, less any lease incentives received. They are subsequently measured at cost less any accumulated depreciation and accumulated impairment losses. The right-of-use assets is depreciated using the straight-line method from the commencement date over the shorter of lease term or useful life of right-of-use assets.

The lease liability is initially measured at amortised cost at the present value of future lease payments. The lease payments are discounted using the interest rate implicit in the lease or, if not readily determinable, using the company's incremental borrowing rates in the country of domicile of the leases.

Lease liabilities are re-measured with a corresponding adjustment to the related right-of-use asset (RoU) if the company changes its assessment if whether it will exercise an extension or a termination option.

Lease liability and RoU asset have been separately presented in the Balance Sheet. Interest expense on lease liability is presented separately from depreciation on right of use asset as a component of finance cost in the Statement of Profit & Loss. Lease payments have been classified as Cash flow used in financing activities.

xiii) Business Combination under Common Control

A business combination involving entities or businesses under common control is a business combination in which all of the combining entities or businesses are ultimately controlled by the same party or parties both before and after the business combination and that control is not transitory.

Business combinations involving entities or businesses under common control are accounted for using the pooling of interest method as follows:

• The assets and liabilities of the combining entities are reflected at their carrying amounts.

• No adjustments are made to reflect fair values, or recognize new assets or liabilities. Adjustments are made only to harmonize significant accounting policies.

• The financial information in the financial statements in respect of prior periods is restated as if the business combination has occurred from the beginning of the preceding period in the financial statements, irrespective of the actual date of the combination.

The balance of the retained earnings appearing in the financial statements of the transferor is aggregated with the corresponding balance appearing in the financial statements of the transferee. The identity of the reserves is preserved and the reserves of the transferor become the reserves of the transferee.

The difference, if any, between the amounts recorded as share capital issued plus any additional consideration in the form of cash or other assets and the amount of share capital of the transferor is transferred to capital reserve and is presented separately from other capital reserves.

xiv) 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), it's transaction costs are recognised in Statement of Profit and Loss.

1 Financial assets

All regular way purchases or sales of financial assets are recognised and derecognised on a settlement date basis. Regular way purchases or sales are purchases or sales of financial assets that require delivery of assets within the time frame established by regulation or convention in the marketplace.

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.

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Effective Interest Rate (EIR) method

The effective interest rate method is a method of calculating the amortised cost of financial asset and of allocating interest income over the expected life. The company while applying EIR method, generally amortises any fees, points paid or received, transaction costs and other premiums or discount that are integral part of the effective interest rate of a financial instrument.

Income is recognised on an effective interest rate basis for financial assets other than those classified as at FVTPL.

EIR is determined at the initial recognition of the financial asset. EIR is subsequently updated at every reset, in accordance with the terms of the respective contract.

Once the terms of financial assets are renegotiated, other than market driven interest rate movement, any gain / loss measured using the previous EIR as calculated before the modification, is recognised in the Statement of Profit and Loss in period during which such renegotiations occur.

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.

All fair value changes are recognised in Other Comprehensive Income (OCI) and accumulated in Reserve.

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

Subsequent to initial recognition, the Company recognises expected credit loss (ECL) on financial assets especially on trade receivables other than related parties.

ECL is recognised at 100% on the trade receivables due for more than 2 years and 50% on the trade receivables due for more than one year and less than 2 years.

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.

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.

xv) Earnings per share

Basic earnings per equity share is calculated by dividing the net profit or loss attributable to equity shareholders of the company by the weighted average number of equity shares outstanding during the financial year.

Diluted earnings per equity share is calculated by dividing the net profit or loss attributable to equity shareholders of the company by the weighted average number of equity shares considered for deriving basic earnings per share and also the weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares.

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xvi) Dividends

Final dividends are recorded as a liability on the date of approval by the shareholders and interim dividends are recorded as a liability on the date of declaration by the Board of Directors of the Company.

xvii) Foreign Currency Transactions and Translations

The reporting and functional currency of the Company is Indian Rupees. Foreign currency transactions are translated into the functional currency using exchange rates at the date of the transaction.

At the end of each reporting period, monetary items denominated in foreign currency are translated using exchange rates prevailing on the last day of the reporting period. Exchange differences on monetary items are recognised in the Statement of Profit and Loss in the period in which they arise.

xviii) Borrowing costs

Borrowing Costs that are attributable to the acquisition, construction of property, plant and equipment which take substantial period of time to get ready for its intended use are capitalized as part of the cost of such assets to the extent they relate to the period till such assets are ready to be put to use. Borrowing cost incurred for the projects for clients which are subsequently recoverable from clients are shown as part of such receivable and shown as recovered as and when the same is received from the clients. Other borrowing costs are charged to Statement of Profit and Loss in the year in which they are incurred.

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FRN. 005359C
Chartered Accountants

PFC CONSULTING LIMITED
(CIN: U74140DL2008GOI175858)
(A wholly owned subsidiary of Power Finance Corporation Limited)
Notes to the Consolidated Financial Statements for the year ending 31 March 2022

2 Property, plant and equipment

(Rs. in lakh)

Particulars	Computer Equipments	Furniture and Fixtures	Office Equipment	Leasehold Improvements	Total
Gross Block					
Balance as at 1st April 2020	**129.56**	**118.62**	**98.04**	**165.65**	**511.88**
Additions	21.15	21.42	38.33	-	80.90
Deductions/Adjustment	29.31	15.14	30.58	-	75.02
As at 31 March 2021	**121.40**	**124.90**	**105.80**	**165.65**	**517.75**
Additions	33.03	37.93	70.07	-	141.03
Deductions/Adjustment	14.26	26.56	43.51	-	84.33
As at 31 March 2022	**140.17**	**136.27**	**132.36**	**165.65**	**574.44**
Accumulated Depreciation					
Balance as at 1 April 2020	**110.76**	**63.17**	**59.34**	**117.08**	**350.35**
Charge for the year	11.92	15.91	24.55	36.14	88.51
Deductions/Adjustment	18.88	1.95	9.09	-	29.92
As at 31 March 2021	**103.79**	**77.13**	**74.80**	**153.22**	**408.93**
Charge for the year	20.95	21.89	38.07	12.43	93.33
Deductions/Adjustment	11.03	19.79	36.12	-	66.93
As at 31 March 2022	**113.71**	**79.23**	**76.75**	**165.65**	**435.33**
Net Block					
As at 31 March 2022	**26.46**	**57.04**	**55.61**	**-**	**139.11**
As at 31 March 2021	**17.61**	**47.77**	**31.00**	**12.43**	**108.81**

Notes:

i) In view of the nature of assets held by the company and the rate of depreciation charged thereon, no provision for impairment of Property, Plant and Equipment is required.

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3 Capital Work in Progress

(Rs. in lakh)

Particulars	As at 31 March 2022	As at 31 March 2021
Smart Metering Project	4,728.61	-
Closing Balance	**4,728.61**	-

3.1 The Company has been awarded the Smart metering project by HPSEB Ltd for installing, project implementation, O&M of these meters in Shimla & Dharamshala town of Himachal Pradesh. As per terms of Letter of award, total Capex is Rs. 8303 lakhs (excluding GST) out of which Rs. 1955 lakhs (excluding GST) has to be contributed by HPSEB Ltd and for balance amount debt has to be arranged by PFCCL. The capex cost alongwith interest and PDMA charges during O&M period will be paid by HPSEB Ltd by way of monthly meter rent. As on balance sheet date the company has incurred capital expenditure of Rs.4728.61 lakhs for acquisition of smart meters and related infrastructure (net of HPSEB contribution). The net amount has been shown as CWIP since the project is under implementation phase. The company has availed loan from PFC against this project and the same is shown in note no.19 in balance sheet.

3.2 CWIP aging schedule:

Particulars	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
As on 31.03.2022					
Projects in progress	4,728.61	-	-	-	4,728.61
Projects temporarily suspended	-	-	-	-	-
Total	**4,728.61**	-	-	-	**4,728.61**
As on 31.03.2021					
Projects in progress	-	-	-	-	-
Projects temporarily suspended	-	-	-	-	-
Total	-	-	-	-	-

3.3 As on the date of the balance sheet,there is no capital work in progress projects whose completion is overdue or has exceeded the cost based on approval plan.

4 Right of Use Assets

(Rs. in lakh)

Particulars	As at 31 March 2022	As at 31 March 2021
Lease - Office Premises		
Opening Balance	63.40	317.01
Additions	1,194.49	-
	1,257.89	317.01
Less: Adjustment of Lease termination/modification	42.26	
Less: Amortisation for the year	240.12	253.61
Closing Balance	**975.50**	**63.40**

- Refer Note 38- Leases

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5 Other Intangible assets

(Rs. in lakh)

Particulars	Amount
Computer software	
Gross Block	
Balance as at 1 April 2020	**32.32**
Additions	-
Deductions/Adjustment	-
As at 31 March 2021	**32.32**
Additions	-
Deductions/Adjustment	-
As at 31 March 2022	**32.32**
Amortisation	
Balance as at 1 April 2020	**32.02**
Charge for the year	0.16
Deductions/Adjustment	-
As at 31 March 2021	**32.18**
Charge for the year	0.14
Deductions/Adjustment	-
As at 31 March 2022	**32.32**
Net Block	
As at 31 March 2022	**-**
As at 31 March 2021	**0.14**

Notes:

i) In view of the nature of assets held by the Company and the amortisation thereon, no provision for impairment of Intangible assets is required.

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(Rs. in lakh)

6 Other financial assets

Particulars	As at 31 March 2022	As at 31 March 2021
Non current		
(a) Security deposit (Rent)	48.64	68.20
(b) Bank deposits with more than 12 months maturity (including accrued interest)*	1,438.37	1,538.32
Total	**1,487.01**	**1,606.52**

* includes Rs. 256.15 lakh (as at 31 March 2021 Rs. 230.97 lakh) held as margin money against the bank guarantee issued to customer and Rs. 74.89 lakhs (as at 31 March 2021 Rs. Nil) in unspent CSR fund account.

Particulars	As at 31 March 2022	As at 31 March 2021
Current		
(a) Advances (Unsecured, considered good)		
Advances to supplier/contractors	1.49	35.17
Advances to employees	-	2.27
Total (a)	**1.49**	**37.44**
(b) Advances (Unsecured, credit impaired)		
Advances to supplier/contractors	36.10	1.64
Impairment allowance for doubtful advances	(36.10)	(1.64)
Total (b)	-	-
(c) Others (Unsecured, considered good)		
(i) Security deposit (Rent)	5.59	3.00
(ii) Amount receivable from associates of Power Finance Corporation Limited (UMPPs) including accrued interest **	1,061.81	949.56
(iii) Amount receivable from PFC	94.32	-
Total (c)	**1,161.72**	**952.56**
Total (a+b+c)	**1,163.21**	**990.00**

** Amount receivable of Rs. 1061.81 lakhs (as at 31 March 2021 Rs. 949.56 lakhs) is on account of bills raised on UMPPs for expenses incurred on their behalf by the Company based on costs incurred. Prior to financial year 2018-19, these receivables were paid by PFC from their own funds/commitment advance paid by procurers of UMPPs. However, from financial year 2018-19, this amount was paid by respective UMPPs from the commitment advance to be paid/payable by procurers, since commitment advance paid earlier by procurers has been exhausted in some UMPPs. During the year interest amounting to Rs. 123.60 lakhs (previous year Rs.104.80 lakh) has been charged on these receivables. A formal agreement in this regard is pending to be entered between the parties. Since the amounts due to the company will be recovered from UMPP's, there is no impairment in the receivables from UMPPs and the provision for expected credit loss is not required.

- For disclosure of fair values in respect of financial assets measured at amortised cost Refer Note 37- "Financial instruments.

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7 Deferred Tax Assets (net)

(Rs. in lakh)

Particulars	**As at 31 March 2022**	**As at 31 March 2021**
Deferred tax assets in relation to:		
Property, plant and equipment and other intangible assets	58.94	67.47
Provisions for bad and doubtful trade receivables	234.65	197.49
Provision for impairment in the value of investments	1.76	1.76
Provision for employee benefits	30.74	42.79
Provision for expenses	0.14	0.33
Lease expense impact under Ind AS 116	17.02	2.44
Deferred tax assets	**343.25**	**312.29**
Deferred tax liability in relation to:		
Lease expense impact under Ind AS 116	-	-
Deferred tax liability	-	-
Deferred tax assets (net)	**343.25**	**312.29**

The following is the analysis of deferred tax assets presented in the balance sheet:

(Rs. in lakh)

Particulars	**As at 1 April 2021**	**Credit/ (charge) to profit and loss**	**Credit/ (charge) to OCI**	**As at 31 March 2022**
Recognised in profit or loss				
Deferred tax (liabilities)/assets in relation to				
Property, plant and equipment and other intangible assets	67.47	(8.53)	-	58.94
Provisions for bad and doubtful trade receivables	197.49	37.16	-	234.65
Provision for impairment in the value of investments	1.76	-	-	1.76
Lease expense impact under Ind AS 116	2.44	28.30	-	30.74
Provision for employee benefits	42.79	(42.65)	-	0.14
Provision for expenses	0.33	16.69	-	17.02
Total	**312.29**	**30.97**	-	**343.25**

8 Other non- current assets

(Rs. in lakh)

Particulars	**As at 31 March 2022**	**As at 31 March 2021**
Unamortised security deposit (Rent)	14.66	-
Shortage in property, plant and equipment pending reconciliation	0.57	0.57
Less : Provision for loss of shortage in property, plant and equipment	(0.57)	(0.57)
Total	**14.66**	-

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9 Investments

(Rs. in lakh)

Particulars	Number of shares and Face Value per share	Proportion of ownership interest	As at 31 March 2022	As at 31 March 2021
Unquoted Equity Instruments - Current (fully paid up-unless otherwise stated, at cost)				
Associates under striking off				
Tanda Transmission Company Limited	50000 shares of Rs. 10 each (31st March 2021, 50000 shares)	100%	-	-
Less : Impairment Allowance			-	-
Shongtong Karcham-Wangtoo Transmission Limited	10000 shares of Rs. 10 each (31st March 2021, 10000 shares)	100%	-	-
Less : Impairment Allowance			-	-
Bijawar-Vidarbha Transmission Limited	10000 shares of Rs. 10 each (31st March 2021, 10000 shares)	100%	-	0.81
Less : Impairment Allowance			-	(0.81)
Sub total (a)			-	-
Total investment carrying value			-	-
Aggregate amount of unquoted investments			-	**0.81**
Aggregate amount of impairment in the value of unquoted investments			-	(0.81)

Notes:

1 Two associates namely Tanda Transmission Company Limited and Shongtong Karcham-Wangtoo Transmission Limited have been de-notified by Ministry of Power (MoP) and these companies are required to be wound up. Necessary documents have been filed with MCA for striking off of these companies during the year. The final entry for writing off investment with impairment allowance will be passed on approval by MCA.Bijawar-Vidarbha Transmission Limited has been recommended for closure/de-notification by National Committee on Transmission (NCT). Therefore, in the FY 2019-20, the Company has created provision for the expenditure incurred on these companies to the extent not considered recoverable and realisable value of investment in equity shares were considered as Rs. Nil.

2 The Company has been appointed as bid process co-ordinator for transmission schemes by Ministry of Power, Government of India. Accordingly, the Company has incorporated wholly owned associates as Special Purpose Vehicle in respect of Independent Transmission Project (ITPs).

3 The assumptions made for provisions relating to current period are consistent with those in the earlier years. The assumptions and estimates used for recognition of such provisions are qualitative in nature and their likelihood could alter in next financial year. It is impracticable for the Company to compute the possible effect of assumptions and estimates made in recognizing these provisions.

4 In compliance with Ind AS 105 "Non-current Assets Held for Sale and Discontinued Operations" and to align with uniform accounting practices of the holding company, during the previous financial year the company has reclassified few of the ITP companies being associate companies as assets held for sale (refer note- 16) since these companies are held for sale in near future.

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10 Trade Receivables

(Rs. in lakh)

Particulars	As at 31 March 2022	As at 31 March 2021
Current		
Trade Receivables considered good - Unsecured	3,107.50	2,743.50
Trade Receivables - credit impaired-Unsecured	896.24	746.78
Less: Allowance for credit impairment	(896.24)	(746.78)
Total	**3,107.50**	**2,743.50**

10.1 **Trade Receivables ageing schedule as at 31 March 2022:**

S.No.	Particulars	Outstanding for following periods from due date of payment*					
		Less than 6 months	6 months - 1 year	1-2 Years	2-3 years	More than 3 years	Total
(i)	Undisputed Trade receivables – considered good	1,290.99	396.97	419.42	318.68	681.44	3,107.50
(ii)	Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(iii)	Undisputed Trade Receivables – credit impaired	-	-	109.98	127.08	659.18	896.24
(iv)	Disputed Trade Receivables–considered good	-	-	-	-	-	-
(v)	Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(vi)	Disputed Trade Receivables – credit impaired	-	-	-	-	-	-
	Total	1,290.99	396.97	529.39	445.76	1,340.62	4,003.74
Less:	Allowance for credit impairment	0.00	0.00	109.98	127.08	659.18	896.24
	Total Trade receivables	1290.99	396.97	419.42	318.68	681.44	3,107.50

10.2 **Trade Receivables ageing schedule as at 31 March 2021:**

S.No.	Particulars	Outstanding for following periods from due date of payment*					
		Less than 6 months	6 months - 1 year	1-2 Years	2-3 years	More than 3 years	Total
(i)	Undisputed Trade receivables – considered good	1,289.70	367.65	85.49	319.21	681.44	2,743.50
(ii)	Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(iii)	Undisputed Trade Receivables – credit impaired			87.45	96.92	562.41	746.78
(iv)	Disputed Trade Receivables–considered good	-	-	-	-	-	-
(v)	Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(vi)	Disputed Trade Receivables – credit impaired	-	-	-	-	-	-
	Total	1,289.70	367.65	172.94	416.13	1,243.85	3,490.28
Less:	Allowance for credit impairment	-	-	87.45	96.92	562.41	746.78
	Total Trade receivables	1289.70	367.65	85.49	319.21	681.44	2,743.50

* Date of accounting entry in the books of accounts is considered as due date of payment

10.3 Expected Credit loss is recognised at 100% on the trade receivables due for more than 2 years and 50% on the trade receivables due for more than one year and less than 2 years. Refer note 37 - Financial Instruments

10.4 Trade receivables include Rs. 1355.15 Lakhs (Rs. 1310.09 lakhs as at 31 March 2021) billed as manpower charges to Ultra Mega Power Projects (UMPPs) which are associates of PFC (Holding Company). Prior to financial year 2018-19, these receivables were payable by PFC from their own funds/commitment advance paid by procurers of UMPPs. However, from financial year 2018-19 this amount was paid by respective UMPPs from the commitment advance to be paid/payable by procurers, since commitment advance paid earlier by procurers has exhausted in some UMPPs. A formal agreement in this regard is pending to be entered between the parties. Since the amounts due to the Company will be recovered from UMPP's, there is no impairment in the amount receivable from UMPPs and the provision for expected credit loss is not required.

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11 Cash and cash equivalents

(Rs. in lakh)

Particulars	As at 31 March 2022	As at 31 March 2021
(a) Balances with banks		
- Current accounts	6.76	2.49
(b) Deposits with banks with maturity upto 3 months (including autosweep deposits and accrued interest)	5,227.40	3,101.14
Total	**5,234.16**	**3,103.63**

12 Bank balances other than cash and cash equivalents

Particulars	As at 31 March 2022	As at 31 March 2021
Deposits with original maturity of more than 3 months but less than 12 months (including accrued interest)	1,098.62	665.92
Total	**1,098.62**	**665.92**

13 Loans

(Rs. in lakh)

	Particulars	As at 31 March 2022	As at 31 March 2021
a)	**Loans to related parties (Unsecured, credit impaired)**		
	Loans to associates (ITPs) including accrued interest*	0.09	37.64
	Less : Allowances for bad and doubtful loans	-	(37.55)
	Total (a)	**0.09**	**0.09**

* During the year loan amount recoverable from associate (ITP) i.e. Bijawar-Vidarbha Transmission Limited has been written off from the books of accounts with approval of board Rs.37.84 lakhs. Loans to two other associate companies under striking off i.e. Tanda Transmission Company Limited and Shongtong Karcham-Wangtoo Transmission Limited has already been written off in the books with due approval of board in previous years.

Notes-

i) For disclosure of fair values in respect of financial assets measured at amortised cost - refer note 37 - "Financial instruments".

ii) The Company has categorised all loans at amortised cost only in accordance with the requirements of Ind AS 109 "Financial Instruments".

iii) Interest on loans to associates is accounted for on accrual basis at the Power Finance Corporation Limited's rate of interest applicable for project loan/scheme (Transmission) to State sector borrower (category A) as applicable from time to time.

iv) **Loans in the case of ITP's:**

The following amounts are due from ITP's which are associates of the company.

(Rs. in lakh)

Particulars	As at 31 March 2022	As at 31 March 2021
Loans – Considered Good	0.09	0.09
Loans – Considered doubtful	-	37.55
Total	**0.09**	**37.64**

The ITP's are generally sold to bidders between a period of 12 to 18 months (refer note 16). However, sometimes the ITP's are denotified by the Ministry of Power and the loss is absorbed by the Company.

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14 Current tax assets (Net)

(Rs. in lakh)

Particulars	As at 31 March 2022	As at 31 March 2021
Advance income tax / tax deducted at source (TDS)	2,979.68	2,317.78
Less: Provision for Income Tax	(1,373.59)	(1,009.31)
Total	**1,606.09**	**1,308.46**

Notes:

14.1 The year wise details of income tax refund is as under:

Financial Year	As at 31 March 2022	As at 31 March 2021
2008-09	13.12	13.12
2009-10	30.62	30.62
2012-13	24.73	24.73
2013-14	63.13	63.14
2015-16	19.27	19.27
2016-17	0.68	0.68
2017-18	105.79	105.79
2018-19	51.99	51.99
2019-20	566.45	566.45
2020-21	429.27	429.27
2021-22	297.63	-
FBT /others	3.41	3.41
Total	**1,606.09**	**1,308.46**

14.2 Above income tax refund claimed by company is unpaid by income tax department due to mismatch in tax credit data/technical reasons and therefore creating demands for some financial years which has subsequently adjusted by refunds. However these mismatch in tax credit data have now been corrected or explained and in view of the company all the refunds are legally tenable for which regular follow ups are being done with the department and therefore no provision for impairment is required in this regard.

15 Other current assets

(Rs. in lakh)

	Particulars	As at 31 March 2022	As at 31 March 2021
	Secured, considered good		
(a)	Advance to contractors/suppliers (secured against Bank Guarantees)	120.53	142.95
	Unsecured, considered good		
(a)	Advance to contractors/suppliers/others/prepaid amount	1.63	0.74
(b)	Unamortised employee cost	-	-
(c)	Unamortised Security Deposit (Rent)	4.74	0.45
(d)	Expenditure for UT Corporatisation/Privatisation (Note 15.1)	503.70	208.40
(e)	Recoverable from Government Authorities (GST ITC etc.)	1,016.87	10.10
	Total	**1,647.47**	**362.65**

15.1 In connection with Aatma Nirbhar Bharat Abhiyan of Govt of India, Power Departments/ Utilities in Union Territories has to be Corporatized/privatised. MoP through PFCL has conveyed to provide hand-holding support and the services of a transaction advisor to the UTs and to fund the expenditure incurred in this regard which will be recoverable from the successful bidder/MoP alongwith interest. PFCL has appointed PFCCL as the nodal agency for this work. The company during the FY 2020-21 & FY 2021-22 has incurred expenditure on this project for which funding has been done by PFCL. The expenditure on this project alongwith interest is appearing in above Note 15 and amount funded by PFC alongwith interest is appearing in Note 19 financial liabilities-borrowings. Interest rate on such funded amount is 9.5% p.a. As per MoP letter dated 8.06.2020 the provision for funding of consultancy/transaction fees is being made in the new reforms linked scheme and until the same is approved under the scheme, recovery of the same can be made from the successful bidder. Further MoP vide OM dated 20.07.2021 has issued a Revamped Reforms Based and Results Linked Distribution Sector Scheme and the consultancy support provided by MoP to UTs will also be funded out of this component. The company is taking up the matter with MoP for recovery of its outstanding dues.

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16 Disposal Group

(Rs. in lakh)

	Particulars	As at 31 March 2022	As at 31 March 2021
	Assets classified as held for sale		
(a)	Investment (refer note - 16.5)	6.00	6.00
(b)	Loans to associates (ITPs) including accrued interest (refer note- 16.6)	1,398.74	1,902.72
(c)	Amount receivable from ITP under Incorporation (Note 16.4)	102.43	25.48
	Total (A)	**1,507.17**	**1,934.20**
	Liabilities directly associated with assets classified as held for sale		
	Amount payable to ITP under Incorporation (Note 16.4)	-	(41.30)
	Total (B)	**-**	**(41.30)**
	Net Disposal group (A-B)	**1,507.17**	**1,892.90**

Notes:

16.1 These entities are incorporated as per the guidelines of Ministry of Power (MoP), through bid process subscribed by ministry of power with a view to sell in near future. There is no possibility that management will have benefits from these entities other than selling them off, hence all these investment (along with related assets and liabilities) has been considered as held for sale.

16.2 The above investment are managed as per the mandate from Government of India (GoI) and the company does not have practical ability to direct the relevant activities of these companies unilaterally. The Company therefore considers its investment in respective companies as Associates having significant influence despite the company holding 100% of their paid-up equity share capital.

16.3 The Investments in equity shares of associates which are not categorised as assets held for sale are shown under Note 9 "Investments".

16.4 During the financial year 2021-22 the company has incurred Rs. 102.43 lakhs (31 March 2021 Rs. 25.48 lakhs) on the behalf of the wholly owned subsidiaries (ITPs) which are under the process of incorporation. Further the company has received Rs Nil (31 March 2021 Rs. 41.30 Lakhs) towards sale of RFP documents on the behalf of the these ITPs under incorporation. These ITP companies have been incorporated after balance sheet date of 31 March and the amount receivable and payable have been transferred to respective ITP.

16.5 Equity Investments Held for Sale

(Rs. in lakh)

Particulars	Number of shares and Face Value per share	Proportion of ownership interest	As at 31 March 2022	As at 31 March 2021
Koppal-Narendra Transmission Limited	As at 31st March 2022 NIL shares (31st March 2021, 10000 shares)	100%	-	1.00
Karur Transmission Limited	As at 31st March 2022 NIL shares (31st March 2021, 10000 shares)	100%	-	1.00
Sikar-II Aligarh Transmission Limited	As at 31st March 2022 NIL shares (31st March 2021, 10000 shares)	100%	-	1.00
Khetri-Narela Transmission Limited	10000 shares of Rs. 10 each (31st March 2021, 10000 shares)	100%	1.00	1.00
Ananthpuram Kurnool Transmission Limited	10000 shares of Rs. 10 each (31st March 2021, 10000 shares)	100%	1.00	1.00
Bhadla Sikar Transmission Limited	10000 shares of Rs. 10 each (31st March 2021, 10000 shares)	100%	1.00	1.00
Chhatarpur Transmission Limited	10000 shares of Rs. 10 each (31st March 2021, Nil shares)	100%	1.00	-
Mohanlalganj Transmission Limited	10000 shares of Rs. 10 each (31st March 2021, Nil shares)	100%	1.00	-
Kishtwar Transmission Limited	10000 shares of Rs. 10 each (31st March 2021, Nil shares)	100%	1.00	-
Total			**6.00**	**6.00**

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16.6 **Loans to associates (ITPs) held for sale including accrued interest** **(Rs. in lakh)**

Particulars	As at 31 March 2022	As at 31 March 2021
Vapi II-North Lakhimpur Transmission Limited	-	-
Koppal-Narendra Transmission Limited	-	426.58
Karur Transmission Limited	-	307.77
Sikar-II Aligarh Transmission Limited	-	435.55
Khetri-Narela Transmission Limited	442.10	268.17
Ananthpuram Kurnool Transmission Limited	82.04	71.47
Bhadla Sikar Transmission Limited	435.75	393.17
Kishtwar Transmission Limited	115.22	-
Mohanlalganj Transmission Limited	295.45	-
Chhatarpur Transmission Limited	28.18	-
	1,398.74	**1,902.72**

Notes:

1 Interest on loans to associates is accounted for on accrual basis at the Power Finance Corporation Limited's rate of interest applicable for project loan/scheme (Transmission) to State sector borrower (category A) as applicable from time to time.

2 The Company has been appointed as bid process co-ordinator for transmission schemes by Ministry of Power, Government of India. Accordingly, the Company incorporates wholly owned associates as Special Purpose Vehicle in respect of Independent Transmission Project (ITPs).

3 Company spent amount on behalf of the ITPs and same is shown as loan to ITPs. As per the requirement of IND AS 105, loan amount is to be shown under as "Assets held for Sale".

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17 Equity share capital

(Rs. in lakh)

Particulars	As at 31 March 2022	As at 31 March 2021
Authorised share capital:		
11,00,000 Equity shares of Rs.10 each (as at 31 March 2021 11,00,000 Equity shares of Rs.10 each)	110.00	110.00
Issued, subscribed and fully paid up shares :		
52,246 equity shares of Rs.10 each (as at 31 March 2021 52,246 Equity shares of Rs.10 each)	5.22	5.22
Total	5.22	5.22

a) The Company has only one class of equity shares having a par value Rs. 10/- per share. The holders of the equity shares are entitled to receive dividends as declared from time to time and are entitled to voting rights proportionate to their share holding at the meeting of shareholders.

b) Reconciliation of the shares outstanding at the beginning and at the end of the financial year:

(Rs. in lakh)

Particulars	For the year ended 31 March 2022		For the year ended 31 March 2021	
	Number of shares	Amount	Number of shares	Amount
Opening balance	52,246	5.22	52,246	5.22
Issued during the year	-	-	-	-
Closing balance	**52,246**	**5.22**	**52,246**	**5.22**

c) Shares held by holding company

(Rs. in lakh)

Name of shareholder	As at 31 March 2022		As at 31 March 2021	
	No. of shares held	Amount	No. of shares held	Amount
Power Finance Corporation Limited, the Holding Company *	52,246	5.22	52,246	5.22

d) Details of shareholders holding more than 5% of the aggregate shares in the Company

Particulars	As at 31 March 2022		As at 31 March 2021	
	No. of shares held	% of holding	No. of shares held	% of holding
Power Finance Corporation Limited, the Holding Company *	52,246	100%	52,246	100%

* Equity shares are held by Power Finance Corporation Limited and through its nominees.

e) Details of shareholding of Promoters:

Shares held by promoters at the end of the year			% change during the year
Promoter name	**Number of shares**	**% of total shares**	
As at 31.03.2022			
Power Finance Corporation Limited, the Holding Company	51,546	98.66%	-
Nominees of Power Finance Corporation Limited	700	1.34%	-
As at 31.03.2021			
Power Finance Corporation Limited, the Holding Company	51,546	98.66%	
Nominees of Power Finance Corporation Limited	700	1.34%	

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f) Aggregate number and class of shares allotted as fully paid up without payment being received in cash.
(i) Current year - NIL (Previous year NIL)
(ii) During the financial year 2018-19, pursuant to amalgamation of PFC Capital Advisory Limited (PFCCAS) with the Company, 2246 shares were issued to the shareholder of PFCCAS.

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18 Other equity (Rs. in lakh)

Particulars	As at 31 March 2022	As at 31 March 2021
Reserve and Surplus		
(a) Capital Reserve (Note i)	9.78	9.78
(b) Retained earnings (Note ii and 18.1)	11,125.28	8,712.64
Total	**11,135.06**	**8,722.42**

Notes:

i Capital reserve: During amalgamation of PFCCAS with the PFCCL, the excess of net assets taken, over the cost of consideration paid has been treated as capital reserve. There is no movement in Capital reserve balance during the year. This amount will be utilised as per the provisions of the Companies Act 2013.

ii Retained Earnings: Retained earnings are the profits that the Company has earned till date, less any transfers to general reserve, dividends or other distributions paid to shareholders. This will be utilised for the purposes as per the provisions of the Companies Act 2013.

(Rs. in lakh)

18.1 Retained Earnings	As at 31 March 2022	As at 31 March 2021
Balance at the beginning of the year	8,712.64	6,002.78
Profit for the year	3,767.56	2,709.86
Payment of dividends	(1,354.92)	-
Balance at the end of the period	**11,125.28**	**8,712.64**

19 Financial liabilities-Borrowings (Rs. in lakh)

Particulars	As at 31 March 2022	As at 31 March 2021
Non Current		
Secured		
Funds from PFC for HPSEB Project including interest accrued (Note 19.1)	952.23	-
	952.23	-
Current		
Unsecured		
Funds from PFC for UT privatisation (including interest accrued)(Note 15.1)	319.57	192.03
	319.57	**192.03**
Total	**1,271.80**	**192.03**

19.1 The Company has obtained long term loan from its holding company for funding of smart metering project in Himachal Pradesh. The loan is secured against hypothecation of project assets and charge on PFCCL's receivable from HPSEB.The total sanctioned loan amount is Rs. 63.48 Crore. The loan is repayable after 12 months from commencement of the Project in 28 quarterly instalments. The charge against this loan is to be registered with MCA as the PFC has given 3 months time for creation of security from date of first disbursement.

20 Financial liabilities-Lease liabilities (Rs. in lakh)

Particulars	As at 31 March 2022	As at 31 March 2021
Non Current		
Lease liability - Office Premises*	818.23	-
Total	**818.23**	-
Current		
Lease liability - Office Premises*	204.80	72.57
Total	**204.80**	**72.57**

* Refer note 38- Leases.

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21 Trade payables

(Rs. in lakh)

Particulars	As at 31 March 2022	As at 31 March 2021
Current		
Total outstanding dues of micro enterprises and small enterprises; and	110.68	21.21
Total outstanding dues of creditors other than micro enterprises and small enterprises	1,215.56	1,020.80
Total	**1,326.24**	**1,042.01**

21.1 Trade Payables aging schedule as on 31.03.2022:

S.No.	Particulars	Outstanding for following periods from due date of payment*				
		Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i)	MSME	110.68	-	-	-	110.68
(ii)	Others	1,208.83	1.93	4.81	-	1,215.56
(iii)	Disputed dues – MSME	-	-	-	-	-
(iv)	Disputed dues - Others	-	-	-	-	-
	Total	1,319.51	1.93	4.81	-	1,326.24

21.2 Trade Payables aging schedule as on 31.03.2021:

S.No.	Particulars	Outstanding for following periods from due date of payment*				
		Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i)	MSME	21.21	-	-	-	21.21
(ii)	Others	1,016.0	4.81			1,020.80
(iii)	Disputed dues – MSME	-	-	-	-	-
(iv)	Disputed dues - Others	-	-	-	-	-
	Total	1,037.21	4.81	-	-	1,042.01

* Date of accounting entry in the books of accounts is considered as due date of payment.

- Refer note no. 42 for disclosure under MSME Act 2006
- The Company has financial risk management policies in place to ensure that all payables are paid within the pre-agreed credit terms.

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22 Other financial liabilities

(Rs. in lakh)

Particulars		As at 31 March 2022	As at 31 March 2021
Current			
(a)	Security deposit	3.96	35.07
(b)	Payable to successful developer (ITPs)	261.46	123.83
(c)	Amount received for short term bidding of power (e-DEEP) (Note 22.1)	4,669.61	2,169.44
(d)	Amount payable to Power Finance Corporation Limited	-	98.33
(e)	Payable for Capital Expenditure	2,747.45	-
(f)	Other payables	16.99	21.82
	Total	**7,699.47**	**2,448.50**

22.1 The Company has been selected as nodal agency for facilitating short term power requirements through competitive bidding as per MoP guidelines dated 30th March 2016. As per the guidelines, every bidder is required to deposit with the Company the requisite fees of Rs. 500 per MW plus applicable taxes for the maximum capacity a bidder is willing to bid. Only successful Bidder(s) will have to pay the fees to the Company for the quantum allocated to each bidder after completion of activity and the balance amount will be refunded to the bidder.

23 Other current liabilities

(Rs. in lakh)

Particulars		As at 31 March 2022	As at 31 March 2021
(a)	Statutory dues payable	203.39	227.20
	Total	**203.39**	**227.20**

24 Provisions

(Rs. in lakh)

Particulars		As at 31 March 2022	As at 31 March 2021
Current			
(a)	Provision for employee bonus/incentive	313.35	343.80
(b)	Provision for CSR Expenditure (refer note 44)	74.89	104.56
	Total	**388.24**	**448.36**

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25 Revenue from operations

(Rs. in lakh)

Particulars	For the year ended 31 March 2022	For the year ended 31 March 2021
Sale of services:		
Consultancy	8,233.08	6,776.83
Other operating revenue:		
-Sale of Request for Qualification (RFQ/RFP)*	280.00	8.00
-Processing fee	0.68	0.42
Total	**8,513.76**	**6,785.26**

*During the year as per amendments in Standard Bidding Documents/guidelines, two stage bidding documents viz. RFQ/RFP have been merged into single stage bidding documents (RFP) and the proceeds of RFP are being retained by PFCCL as Bid Process Coordinator(BPC) as per amended guidelines.

26 Other Income

Particulars	For the year ended 31 March 2022	For the year ended 31 March 2021
Interest from financial assets at amortised cost		
-On bank deposits	287.11	359.42
-On receivables from associate companies of holding company	123.60	104.80
Interest on loan to associate companies	171.82	150.01
Unwinding of discount on employees loans	-	15.99
Unwinding of discount on security deposit	4.14	5.53
Interest on Income Tax Refund	-	6.33
Gain on modification /termination of Lease as per Ind AS 116	6.36	-
Miscellaneous Income	0.56	-
Other non-operating income:		
Provisions no longer required written back:		
- for expenses	2.48	17.89
-for loss of shortage in property, plant and equipment	-	0.42
Total	**596.06**	**660.40**

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27 Consultancy Service Expense

(Rs. in lakh)

Particulars	For the year ended 31 March 2022	For the year ended 31 March 2021
Sub consultancy charges	1,171.74	1,381.26
Advertisement expenses	2.75	2.59
Total	**1,174.49**	**1,383.85**

28 Employee benefits expenses

Particulars	For the year ended 31 March 2022	For the year ended 31 March 2021
Salaries and wages	1,047.31	1,016.22
Contribution to provident and other funds	159.84	139.91
Staff welfare expenses	130.44	63.57
Deferred employee benefits written off	-	38.24
Total	**1,337.59**	**1,257.93**

Notes:

a) The Employee benefits include Rs. 103.54 lakh (previous year Rs 94.99 lakh) towards Company's contributions paid / payable to the holding company and are towards above stated employee benefits.

b) Salaries and wages is net off reversal of PRP for preceding year of Rs. 104.19 lakhs.

29 Finance Cost

Particulars	For the year ended 31 March 2022	For the year ended 31 March 2021
Interest Expense : Lease (Office Premises)	97.83	23.90
Total	**97.83**	**23.90**

- Refer to Note 38- Leases

30 Depreciation and amortisation expense

Particulars	For the year ended 31 March 2022	For the year ended 31 March 2021
On property, plant and equipment (Note 2)	93.33	88.51
On right of use - Office Premises (Note 4)	240.12	253.61
On other Intangible assets (Note 5)	0.14	0.16
Total	**333.59**	**342.27**

31 Other expenses

(Rs. in lakh)

Particulars	For the year ended 31 March 2022	For the year ended 31 March 2021
Payments to auditor:		
As Auditor	5.00	5.00
Tax audit fee	1.25	1.25
Certification fee etc	0.10	-
Advertisement expenses	3.39	-
Property, Plant and Equipments written off	3.27	1.12
Diwali Expenses	9.49	5.17
Electricity and water charges	23.42	18.91
Entertainment expenses	0.19	21.10
Interest paid on TDS and Income tax	0.21	0.11
Legal and professional expenses	6.16	5.44
Loss on sale of property, plant and equipment	-	1.66
Meeting expenses	1.07	0.27
Miscellaneous expenses	23.59	10.10
Office maintenance expenses	73.13	38.87
Office rent	13.33	12.28
Outsourcing expenses	432.97	350.91
Printing and stationery	7.50	7.13
Rates and Taxes	3.02	5.26
Telephone expenses	17.04	14.87
Training expenses	-	12.63
Travelling and conveyance	63.90	7.65
Vehicle hiring and running expenses	13.76	7.66
Allowances for doubtful debts and advances	184.22	104.29
Total	**886.01**	**631.68**

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32 Disclosure as per Ind AS 33 "Earnings per Share"

(Rs. in lakh)

Particulars	For the year ended 31 March 2022	For the year ended 31 March 2021
Net Profit after tax used as numerator (Rs. in lakh)	3,767.56	2,709.86
Weighted average number of Equity shares used as denominator (basic and diluted)	52,246	52,246
Earning per equity share, face value Rs. 10 each (basic and diluted) (Rs.)	7,211.19	5,186.73

33 Segment information

The Group is engaged in providing consultancy services to power sector including development of Integrated Transmission Projects (ITP) taken up as per the directions from the Ministry of Power, Government of India. Company has operations in India only. Hence, the reporting requirements for segment disclosure as prescribed by Ind AS 108 "Operating Segments" are not applicable.

34 Information about major customers

The following customers contributed 10% or more to Company's revenue:

Particulars	For the year ended 31 March 2022	For the year ended 31 March 2021
Bikaner-II Bhiwadi Transco Limited	-	1,658.17
Vapi-II North Lakhimpur Transmission Ltd.	-	831.90
Khavda Bhuj Transmission Limited	1,469.80	-
Koppal Narendra Transmission Limited	802.70	-
Nangalbibra-Bongaigaon Transmission Limited	837.36	-
Sikar-II Aligarh Transmission Limited	1,625.64	-
West Bengal State Electricity Distribution Co. Ltd.	662.96	909.45
	5,398.46	**3,399.52**

- No other single customer contributed 10% or more to the company's revenue for both financial year 2021-22 and 2020-21.

35 Tax Expense

Particulars	For the year ended 31 March 2022	For the year ended 31 March 2021
Current tax	1,373.59	1,009.31
Income tax adjustment for earlier years	0.62	6.80
	1,374.21	**1,016.11**
Deferred tax		
In respect of the current year (refer note 7)	(30.97)	(54.34)
	(30.97)	**(54.34)**
Total tax expense recognised in the Statement of profit and loss	**1,343.24**	**961.77**

The income tax expense for the year can be reconciled to the accounting profit as follows:		
Profit before tax	5,110.80	3,671.63
Applicable Tax Rate	25.168%	25.168%
Calculated income tax expense	1,286.29	924.08
Tax effect of :		
Non-deductible expenses	55.16	32.88
Tax exempt income	(2.64)	(5.42)
Income tax adjustment for earlier years	0.62	6.80
Others	3.81	3.42
Income tax expense recognised in profit or loss	**1,343.24**	**961.77**

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36 **Related Party Disclosures**

36.1 **Name of related parties and description of relationship:**

Holding Company			
1	Power Finance Corporation Limited (PFCL)		
Fellow Subsidiary Companies			
1	REC Limited (RECL)	2	REC Power Development and Consultancy Limited (Formely REC Power Distribution Company Limited)
Associate Companies			
1	Tanda Transmission Company Limited*	2	Shongtong Karcham-Wangtoo Transmission Limited*
3	Bijawar-Vidarbha Transmission Limited	4	Khetri-Narela Transmission Limited
5	Ananthpuram Kurnool Transmission Limited	6	Nangalbibra Transmission Limited transferred to Sterlite Grid 26 Limited on 16th December 2021
7	Kishtwar Transmission Limited incorporated on 15th April 2021	8	Chhatarpur Transmission Limited incorporated on 25th Januray 2022
9	Bhadla Sikar Transmission Limited	10	Sikar-II Aligarh Transmission Limited transferred to PGCIL on 08th June 2021
11	Mohanlalganj Transmission Limited incorporated on 8th June 2021	12	Koppal-Narendra Transmission Limited transferred to Renew Transmission ventures Pvt Ltd on 13th December 2021
13	Khavda Bhuj Transmission Limited transferred to Adani transmission Limited on 18th January 2022	14	Karur Tansmission Limited transferred to Adani transmission Limited on 18th January 2022
Associate of PFCL			
1	Coastal Maharashtra Mega Power Limited*	2	Sakhigopal Integrated Power Company Limited
3	Orissa Integrated Power Limited	4	Ghogarpalli Integrated Power Company Limited
5	Coastal Karnataka Power Limited	6	Tatiya Andhra Mega Power Limited*
7	Coastal Tamil Nadu Power Limited	8	Deoghar Mega Power Limited
9	Chhattisgarh Surguja Power Limited*	10	Cheyyur Infra Limited
11	Deoghar Infra Limited	12	Odisha Infrapower Limited
13	Bihar Infrapower Limited	14	Bihar Mega Power Limited
15	Jharkhand Infrapower Limited		
Associate of 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 November, 2021)
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 Indigrid 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 of PFCL			
1	Energy Efficiency Services Limited (upto 31.08.2021)		

*under process of striking off

Key Managerial Persons (KMP)		
S. No.	**Name**	**Designation**
1	Shri. Ravinder Singh Dhillon (Director w.e.f 12-Jun-2019 upto 31-May-2020) (Chairman w.e.f. 01-Jun-2020)	Chairman
2	Smt. Parminder Chopra (w.e.f. 01-Jul-2020)	Director
3	Shri Rajiv Ranjan Jha(since 12.11.2021)	Director
4	Shri Praveen Kumar Singh (since 17-Sep-2018) (superannued on 31.01.2022)	Director
5	Shri Manoj Kumar Rana (since 05-Aug-2020)	Chief Executive Officer
6	Shri Manish Kumar Agrawal	Company Secretary

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36.2 Details of transactions:

36.2.1 Transactions with Holding Company and its Associates

(Rs. in lakh)

Particulars	For the year ended 31 March 2022	For the year ended 31 March 2021
Manpower Charges	52.26	280.79
Consultancy Fees	108.50	53.50
Amount receivable for reimbursement of expenses	1.00	140.26
Interest Income on Receivables from UMPPs	123.60	104.80
Dividend Paid	1,354.92	-
Interest to PFC on borrowings	27.66	4.09
Funds from PFC towards UT Privatization including interest	127.54	192.03
Funds from PFC for HPSEB project including interest	952.23	-
Invoices raised to PFC during the year for transfer of assets	15.38	35.04

36.2.2 Transactions with Associates

(Rs. in lakh)

Particulars	For the year ended 31 March 2022	For the year ended 31 March 2021
Manpower Charges	611.21	1,457.44
Loans granted/Return back(Net)	(503.98)	1,166.60
Interest Earned	171.82	150.01
Consultancy charges on transfer of ITP to successful bidder	3,993.12	2,183.96

36.2.3 Transactions with entities under the control of same government

The Company is a wholly owned subsidiary of Central Public Sector Undertaking (CPSU) controlled by Central Government. Significant transactions with related parties under the control/ joint control of the same government are as under :

(Rs. in lakh)

Name of related party	Nature of transaction	For the year ended 31 March 2022	For the year ended 31 March 2021
NTPC Vidyut Vyapar Nigam Limited	Short Term Bidding Fees	36.92	47.00
NHPC Limited	Short Term Bidding Fees	-	3.48
Power Grid Corporation of India Limited	Sale of RFQ	35.00	1.00
MSTC Limited	Consultancy Expense	201.09	188.70
SBI Capital Markets Limited	Consultancy Expense	286.01	160.23
Railtel Enterprises Ltd	Outsourcing Expenses	25.75	13.47
NMDC Ltd	Consultancy Income	75.99	-

The above transactions with the government related entities cover transactions that are significant individually and collectively. The Company has also entered into other transactions such as telephone expenses, air travel, fuel purchase and deposits etc. with above mentioned and other various government related entities. These transactions are insignificant individually and collectively and hence not disclosed.

36.2.4 Compensation of key management personnel:

The Key Managerial personnel (KMP) of the Company are employees of the Power Finance Corporation Limited deployed on part time basis except C.E.O. and Company Secretary who are on full time basis. No sitting fees has been paid to the directors. Details of managerial remuneration paid to KMP is as under: -

Particulars	For the year ended 31 March 2022	For the year ended 31 March 2021
Short term employee benefits		
CEO	58.38	66.42
Company Secretary	41.64	41.37
Post-employment benefits		
CEO	2.62	2.13
Company Secretary	1.65	1.25
	104.29	**111.18**

36.3 Details of outstanding balances:

36.3.1 Outstanding balances with group companies

(Rs. in lakh)

Particulars	As at 31 March 2022	As at 31 March 2021
Amount receivable including interest accrued		
- From holding company and its associates	2,416.88	2,161.32
- From associates	1,398.83	1,902.81
- From associates (under incorporation)	102.43	25.48
Amount payable to associates (under incorporation)	-	41.30
Amount payable including interest accrued to holding company	1,271.81	192.03
Amount payable/(receivable) to PFC	(94.32)	98.33

36.3.2 Outstanding balances with entities under the control of same government

(Rs. in lakh)

Particulars	As at 31 March 2022	As at 31 March 2021
- Amount payable to		
SBI Capital Markets Limited	225.33	13.19
MSTC Limited	69.24	29.01
Railtel Enterprises Ltd	27.09	20.20

Notes:

i) Transactions with the related parties are made on normal commercial terms and conditions and at arm's length

ii) Consultancy services provided by the Company to its group companies are generally at the terms, conditions and principles applicable for consultancy services provided to other parties

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37 Financial Instruments

37.1 Capital Management

The Company's objective for capital management is to maximise shareholder value, safeguard business continuity and support the growth of the Company. The funding requirements are met through equity and operating cash flows generated.

37.2 Categories of financial instruments

Financial assets and liabilities (Rs. in lakh)

Particulars	Note	As at 31 March 2022	As at 31 March 2021
Financial assets measured at amortised cost			
Cash and cash equivalents	11	5,234.16	3,103.63
Other Bank Balances	12	1,098.62	665.92
Trade receivables	10	3,107.50	2,743.50
Loans	13	0.09	0.09
Other financial assets	6	2,650.22	2,596.52
Total		**12,090.59**	**9,109.66**
Financial liabilities measured at amortised cost			
Borrowings	19	1,271.80	192.03
Trade payables	21	1,326.24	1,042.02
Lease Liability	20	1,023.03	72.57
Other Financial Liabilities	22	7,699.47	2,448.50
Total		**11,320.54**	**3,755.12**

- Refer Accounting Policy No. 1.3 (xiv) on financial instruments.

37.3 Financial Risk Management

The Company's financial liabilities comprise of trade payables and other payables. The Company's financial assets comprise of cash and cash equivalents, other bank balances, loan to associates (ITPs), trade receivables and other financial assets. The Company has the overall responsibility for establishing and governing the Company's risk management. For managing these risks, the management ensure that these risks are monitored carefully and managed efficiently. These risks include market risk, credit risk and liquidity risk.

The following disclosures summarize the Company's exposure to financial risks along with the Company's polices and processes for measuring and managing each of above risks.

A. Liquidity Risk

Liquidity risk is the risk that the Company will face in meeting its obligations associated with its financial liabilities. The Company's approach in managing liquidity is to ensure that it will have sufficient funds to meet its liabilities when due without incurring unacceptable losses. In doing this, company considers both normal and stressed conditions.

The Company maintained a cautious liquidity strategy, with a positive cash balance throughout the year ended 31 March 2022 and 31 March 2021.

B. Market Risk

Market risk is the risk that changes in market prices, such as foreign exchange rates, interest rates and equity prices will affect the company's income or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising the return.

i) Foreign Currency Risk

The company has no exposure to the changes in the rates of foreign currency exchange rates as the company do not have any transactions from the international market and all the activities of the company are limited to India only.

ii) Interest Rate Risk

The company's interest income is majorly derived from terms deposits, loan to associates and amount receivable from associates of Holding Company. The term deposits are invested at fixed market interest rate and hence these are not exposed to change in interest rates. Further loans/amount receivable from associates and associates of Holding company are current and are recoverable within a year. Considering the short-term nature, there is no significant interest rate risk pertaining to these deposits, loan to associates and amount receivable from associates of Holding Company.

iii) Equity Price Risk

The company is not exposed to equity price risk as company has equity investment only in its associates (ITPs) which are not tradable in the market.

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C. Credit Risk

Credit risk is the risk of financial loss to the Company if a customer or counter-party fails to meet its contractual obligations. The Company primarily provides consultancy services to customers comprising, mainly state electricity boards owned by state government and other government owned enterprises. The risk of default in case of these state owned companies is considered to be insignificant. A default occurs when there is no significant possibility of recovery of receivables after considering all available options for recovery. However, All trade receivables are reviewed and assessed for default on a yearly basis and allowances for expected credit loss provided for, if any.

i) Trade Receivables

The trade receivables of the company comprises mainly amount recoverable from the State Government entities. The Company considers that the exposure to state sector have a low credit risk mainly due to low default/ loss history. Further, the presence of Government interest lowers the risk of non-recoverability.

Subsequent to initial recognition, the Company recognises expected credit loss (ECL) on financial assets especially on trade receivables other than related parties. ECL is recognised at 100% on the trade receivables due for more than 2 years and 50% on the trade receivables due for more than one year and less than 2 years.

(I) Ageing analysis of Trade receivables is as follows :

(Rs. in lakh)

Particulars	0 to 1 year	1 to 2 year	More than 2 years	Total
Gross carrying amount as at 31 March 2022	1,687.96	529.39	1,786.38	4,003.74
Gross carrying amount as at 31 March 2021	1,657.35	172.94	1,659.99	3,490.28

(II) Movement in the expected credit loss allowance

(Rs. in lakh)

Particulars	As at 31 March 2022	As at 31 March 2021
Balance at the beginning of the year	746.78	644.11
-Impairment allowance reversal	-	-
-Impairment losses recognised	149.46	102.67
Balance at the end of the year	**896.24**	**746.78**

ii) Loans

The Company has given loans to employees and associates. Loans to the employees have been given in line with the policies of the Company. Loan to associates are interest bearing loans given by way of allocation of expenditure and charging of manpower cost. The loan provided to employees and related companies are collectible in full and risk of default is negligible. However, 100% impairment loss is provided for the loan to associates (ITPs) wherein the project underlying the company is de-notified by the Ministry of Power.

iii) Cash and cash equivalents

The Company held cash and cash equivalents of Rs. 5234.15 lakh (as at 31 March 2021 Rs. 3103.63 lakh). The same are held with scheduled banks with good rating and hence the risk of default is managed.

iv) Deposits with banks

The Company held deposits with banks of Rs. 2536.98 lakh (as at 31 March 2021 Rs. 2204.23 lakh). In order to manage the risk, Company places deposits with only scheduled banks with good rating.

37.4 Fair value hierarchy

Level 1 Quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2 Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3 Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs).

Note: The Company does not have the financial assets and financial liabilities that are measured at fair value on a recurring basis.

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38 Leases

(Rs. in lakh)

S.No	Particulars	For the year ended 31 March 2022	For the year ended 31 March 2021
(a)	Amortisation charge for right-of-use assets by class of underlying asset (Refer Note 4)	240.12	253.61
(b)	Interest expense on lease liabilities (Refer Note- 29)	97.83	23.90
(c)	The expense relating to short-term leases	-	-
(d)	The expense relating to leases of low-value assets	8.58	7.54
(e)	Total cash outflow for leases	301.81	300.77
(f)	The carrying amount of right-of-use assets at the end of the reporting period by class of underlying asset. (Refer Note 4)	975.50	63.40

The table below shows the movement of lease liabilities during the year :

(Rs. in lakh)

S.No	Particulars	As at 31 March 2022	As at 31 March 2021
(a)	Opening balance	72.57	341.90
(b)	Additions during the year	1,194.49	-
(c)	Finance cost accrued during the year	97.83	23.90
(d)	Payment of lease liabilities(other than low value assets)	293.23	293.23
(e)	Lease liabilities adjusted on lease termination/modification	48.63	-
(f)	Closing balance	1,023.03	72.57
(i)	Non Current	818.23	-
(ii)	Current	204.80	72.57

The table below provides details regarding the contractual maturities of lease liabilities on undiscounted basis as at 31.03.2022 :

(Rs. in lakh)

S.No	Particulars	As at 31 March 2022	As at 31 March 2021
(a)	Upto 1 year	293.23	73.31
(b)	1-5 years	949.48	-
(c)	More than 5 years	-	-

38.1 Lease premises for the employee's residence is a part of their compensation and is not considered here as the same is included in Salary & Allowances (refer note 28-Employee Benefit Expenses).

38.2 Lease upto Rs.1 lakh per month has been considered as low value lease.

39 Assets classified as Held for Sale

PFCCL has been appointed as Bid Process Coordinator for the Independent Transmission Projects notified by Ministry of Power.

A new SPV is incorporated whenever a new scheme is notified by MoP. After incorporating, the SPV is transferred to the successful Bidder after going through certain stages:

I. RFQ

II RFP

III. Reverse Auction Bidding

IV. Issue of LoI

V. Share Transfer Agreement

As per Ind AS 105 "Non-current Assets Held for Sale and Discontinued Operations", any asset or disposal group are classified as held for sale if their carrying amount will be recovered principally through sale transaction rather than through continuing use and sale is considered highly probable.

Accordingly, these SPVs are considered as Disposal group as per Ind AS 105 as and when the management initiates the process for the transfer of SPV i.e. date of issue of RFQ. The investment in equity along with the loan and interest accrued on the same is considered as asset held for sale and are presented separately as per the requirement of statute.

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40 Contingent Liabilities

(Rs. in lakh)

S. No.	Description	As at 31 March 2022	As at 31 March 2021
(a)	Claims against the company not acknowledged as debt #	18.16	18.16
(b)	Guarantees excluding financial guarantees	-	-
(c)	Others		
(i)	Bank Guarantee issued (against 100% margin)	230.97	230.97
(ii)	Disputed income tax matter under appeal *	265.73	265.73

* There is tax demand raised by income tax authorities for assessment order passed for financial year 2016-17 for which company has filed appeal with Commissioner of Income Tax (Appeals) and as on balance sheet date the matter is pending in appeal. The company is hopeful to get full relief in the appeal and no cash outflow in this regard is anticipated.

\# The previous Statutory Auditor of the company for FY 2019-20 has claimed an amount of Rs. 21.16 lakhs towards audit fee against the approved audit fee of Rs. 3.00 lakhs. Therefore the claim raised by auditor net of already provided fees is disclosed as claim against the company not acknowledged as debt. No further communication has been received from auditor during the year.

41 Capital and other commitments

(Rs. in lakh)

S. No.	Description	As at 31 March 2022	As at 31 March 2021
(a)	Estimated amount of contracts remaining to be executed on capital account and not provided for	2,519.19	-
(b)	Other Commitments – CSR unspent amount pertaining to the period up to 31.03.2020(r	23.63	93.23

42 Details of dues to micro and small enterprises as defined under the MSMED Act, 2006 (Based on the available information with the company) :

(Rs. in lakh)

S. No.	Particulars	As at 31 March 2022	As at 31 March 2021
(i)	The principal amount and the interest due thereon remaining unpaid to any supplier as at the end of each accounting year		
	- Principal amount due to micro and small enterprises	110.68	21.21
	- Interest due on above	-	-
(ii)	The amount of interest paid by the Company along with the amounts of the payment made to the supplier beyond the appointed day during the year	-	-
(iii)	The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under this Act	-	-
(iv)	The amount of interest accrued and remaining unpaid at the end of the year	-	-
(v)	The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise	-	-

There are no Micro and Small Enterprises, to whom the Company owes dues, which are outstanding for more than 45 days as at 31.03.2022 (Nil as at 31.03.2021). This has been determined to the extent the status of such parties could be identified on the basis of information available with the Company.

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PFC CONSULTING LIMITED
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Notes to the Consolidated Financial Statements for the year ending 31 March 2022

43 Transactions in foreign currency -

(i) **Earnings**

Earnings in foreign currency-Rs. Nil (Previous Year- Nil).

(ii) **Expenditure**

Expenditure in foreign currency-Rs. Nil (Previous Year- Nil).

44 Corporate Social Responsibility (CSR) Expenses

44.1 As per provisions of Section 135 of the Companies Act 2013 read with rules, the company is required to spend 2% of its avarage net profit for the immediately preceding three financial years on Corporate Social Responsibility (CSR) activities. The details of CSR expenses are as under: -

S.No.	Particulars	As at 31st March 2022	As at 31st March 2021
(i)	Amount required to be spent by the company during the year	99.90	104.56
(ii)	Amount of expenditure incurred (note 44.2)		
	- on construction/acquisition of assets	-	-
	- on purpose other than above	99.90	104.56
(iii)	Shortfall at the end of the year	-	-
(iv)	Total of previous years shortfall	-	-
(v)	Reason for shortfall	Not applicable	Not applicable
(vi)	Nature of CSR activities	PM Cares Fund	Training, Research and Enterpreneurship Development in Smart Grid
(vii)	Details of related party transactions, e.g.,contribution to a trust controlled by the company in relation to CSR expenditure as per relevant Accounting Standard	Nil	Nil
(viii)	Details of movements in provision for CSR expenses during the year:		
	Opening balance	104.56	-
	Add: Provision during the year	99.90	104.56
	Add: Interest on unspent CSR fund	1.70	-
	Balance	**206.16**	**104.56**
	Amount paid during the year:		
	For current year	99.90	-
	For previous year	31.37	-
		131.27	-
	Closing balance	**74.89**	**104.56**

44.2 As per amendments made in CSR provisions by Ministry of Corporate Affairs (MCA) w.e.f. 22.01.2021 any unspent CSR amount, other than for any ongoing project, shall be transferred to a Fund specified in Schedule VII, within a period of six months of the expiry of the financial year. Any unspent amount pursuant to any ongoing project must be transferred to unspent CSR Account in any scheduled bank within a period of thirty days from the end of the financial year, to be utilised within a period of three financial years, failing which it shall transfer the same to a Fund specified in Schedule VII, within a period of thirty days from the date of completion of the third financial year. Further, if the Company spends an amount in excess of the requirement under statute, the excess amount may be set off for three succeeding financial years against the amount to be spent. As the notification is made effective during FY 2020-21, the Company is complying with the amended provisions of Section 135 of the Companies Act, 2013 with effect from preceding financial year. Further, the unspent CSR amount as at 31.03.2020 would continue to be dealt with in accordance with the pre-amendment framework. As per amended provisions, provision for CSR expenditure for FY 2020-21 Rs.104.56 lakhs was made and the amount was transferred in a separate bank account within 30 days from the end of financial year during preceding financial year.

44.3 Details of amount required to be spent by the Company on CSR activities as per the pre-amendment framework (i.e. for period up to 31.03.2020) which has been incurred during the year is as under: -

S.No.	Particulars	As at 31st March 2022	As at 31st March 2021
1	Carry forward from previous year	93.23	123.06
2	Amount incurred during the year		
(i)	Construction / Acquisition of any asset (i)	-	-
(ii)	On Purposes other than (i) above:		
(a)	Financial Assistance for Skill development training of unemployed youth belonging to SC/ST/OBC/PWD Women/EWS Categories through Indo German Institute of Advance Technology	69.60	29.83
(iii)	Unspent amount at the end of the year, carried forward	23.63	93.23

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44.4 Total CSR expenditure booked in Statement of Profit & Loss:

Particulars	**For the year ended 31 March 2022**	**For the year ended 31 March 2021**
CSR expenditure for the year	99.90	104.56
CSR expenditure for period upto 31.03.2020	69.60	29.83
CSR expenditure debited in Statement of Profit & Loss	**169.50**	**134.39**

45 Additional information as required by Paragraph 2 of the General Instructions for Preparation of Consolidated Financial Statements to Schedule III to the Companies Act, 2013: -

(Rs. in lakh)

Name of the entity	**Net assets i.e. total assets minus total liabilities**		**Share in profit and loss**	
	As % of consolidated net assets	**Amount**	**As % of consolidated Profit and Loss**	**Amount**
Parent Company				
PFC Consulting Limited	100.000%	-	100.000%	0.00
Indian Associates (Investment as per the equity method) :				
Tanda Transmission Company Limited	0.000%	-	0.00%	0.00
Bijawar-Vidarbha Transmission Limited	0.000%	-	0.00%	0.00
Shongtong Karcham-Wangtoo Transmission Limited	0.000%	-	0.00%	0.00
Less : Investment in associates	0.000%	-	0.00%	0.00
Total	**100.000%**	-	**100.00%**	-

46 The Group has 9 wholly owned subsidiaries as on 31 March 2022 (as at 31.03.2021 nine) registered for Independent Transmission Projects formed as special purpose vehicle (SPVs). These subsidiaries have been treated as "Associates" for the purpose of consolidation, except when the investment, or a portion thereof, is classified as held for sale, in which case it is measured at lower of their carrying amount and fair value less cost to sell. Although, under para 4 of Ind AS 110 and para 17 of Ind AS – 28, PFCCL is not required to prepare/present consolidated financial statements and cash flow statement. The Company has decided to prepare consolidated financial statement as at 31 March 2022. The details of these associates as on 31 March 2022 are given below :

Name of the Company	**% of holding**	**Place of Incorporation/ Principal place of business**	Status
Khetri-Narela Transmission Limited	100%	India	Held for sale as per Ind AS 105
Ananthpuram Kurnool Transmission Limited	100%	India	Held for sale as per Ind AS 105
Bhadla Sikar Transmission Limited	100%	India	Held for sale as per Ind AS 105
Kishtwar Transmission Limited	100%	India	Held for sale as per Ind AS 105
Mohanlalganj Transmission Limited	100%	India	Held for sale as per Ind AS 105
Chhatarpur Transmission Limited	100%	India	Held for sale as per Ind AS 105
Tanda Transmission Company Limited (under process of striking off)	100%	India	Under closure
Shongtong Karcham-Wangtoo Transmission Limited (under process of	100%	India	Under closure
Bijawar-Vidarbha Transmission Limited (recommended for closure)	100%	India	Consolidated

ITPs though wholly owned subsidiaries under the Companies Act - 2013, have been consolidated as 'associates' using equity method (other than held for sale) and have applied uniform accounting policies for like transactions. Two ITPs under closure has already filed requisite documents with MCA for their striking off, therefore these ITPs are not consolidated.

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47 Balance Confirmation from parties

The company has sent letters to various parties under trade receivables, advances, payables, bankers etc. for confirmation of balances as at 31.03.2022. Status of confirmation received from these balances as on date of approval of financial statements are as under: -

(Rs. in lakh)

Particulars	Amount as on 31.03.2022	Confirmed	Not Confirmed	Amount as on 31.03.2021	Confirmed	Not Confirmed
Loans (current and non current)	0.09	0.09	-	0.09	0.09	(0.00)
Other financial assets (current and non	2,650.22	2,594.50	55.72	2,596.52	2,596.52	-
Trade receivables	3,107.50	1,399.29	1,708.21	2,743.50	-	2,743.50
Cash and cash equivalents	5,234.16	5,234.16	-	3,103.63	3,103.63	(0.00)
Bank balances other than cash and cash	1,098.62	1,098.62	-	665.92	665.92	-
Other current assets	1,139.03	-	1,139.03	153.80	-	153.80
Trade payables	1,326.24	911.65	414.59	1,042.01	139.84	902.17
Other financial liabilities	7,699.47	2,747.45	4,952.02	2,448.50	290.37	2,158.13

In respect of balances for which confirmation is pending for receipt, management is of the view that there will not be any significant variation in the balances and therefore no adjustment in carrying value is required.

48 The Statutory Auditor of PFCCL during the course of audit for FY 2019-20, highlighted certain suspected irregularities in some of the transactions of PFCCL related to business promotions, official hospitality and related allocation of expenses to subsidiaries/ fellow subsidiary companies. Statutory Auditor of PFCCL vide its letter dated 25.06.2020 reported the matter to Board of Directors of PFCCL and MCA. Based on this letter of Statutory Auditor of PFCCL, investigation was initiated against some of the employees as per the applicable rules and regulations. Consequent to the investigation, seven employees of PFCCL have been awarded appropriate penalties during FY 2021-22.

49 Reclassification of items of financial statements:

Pursuant to amendments made by MCA vide notification dated 24.03.2021 in Division II of Schedule III of the Companies Act 2013, reclassification of certain balance sheet items have been done. Further some of the items of financial statements have also been reclassified to align with current year classification for which details are as under: -

(Rs. in lakh)

S. No.	Particulars	As on 31.03.2021 as per last audited Balance Sheet	Reclassification	As on 31.03.2021 Restated	Remark
A	Balance Sheet (relevant items)				
	Assets				
	Financial assets-Loans (Non current)	68.20	(68.20)	-	Security deposits reclassified from loans to other financial assets
	Other financial assets (Non current)	1,538.32	68.20	1,606.52	Security deposits reclassified from loans to other financial assets
	Financial assets-Loans (current)	3.09	(3.00)	0.09	Security deposits reclassified from loans to other financial assets
	Other financial assets (current)	997.10	3.00	989.99	Security deposits reclassified from loans to other financial assets
			(10.11)		Balance with revenue authorities reclassified as other current assets from other financial assets
	Other current assets	352.54	10.11	362.65	Balance with revenue authorities reclassified as other current assets from other financial assets
	Total	**2,959.25**	-	**2,959.25**	
	Equity & Liability				
	Current financial liabilities: Borrowings	-	192.03	192.03	Funds from PFC for UT privatisation reclassified from other financial liabilities
	Other current financial liabilities	2,640.53	(192.03)	2,448.50	Funds from PFC for UT privatisation reclassified from other financial liabilities
	Trade payables	1,018.68	2.12	1,020.80	Provision for expenses reclassified as Trade payables
	Provisions	450.48	(2.12)	448.36	
	Total	**2,640.53**	-	**2,640.53**	

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50 Ratios

Details of ratios are as under: -

	Ratio	Numerator	Denominator	31.03.2022	31.03.2021	Variance %	Remarks
(a)	Current Ratio	Current Assets	Current Liabilities	1.37	2.05	-33.40	Decreased due to increase in current liabilities mainly payable for capital expenditure
(b)	Debt-Equity Ratio	Total Debt	Shareholder's Equity	0.11	0.02	418.86	Increased due to new loan taken for Smart metering
(c)	Debt Service Coverage Ratio	Earnings available for debt service	Debt Service	N.A.	N.A.	N.A.	Debt repayment not due
(d)	Return on Equity Ratio	Net Profits after taxes	Average Shareholder's Equity	37.93%	36.76%	3.19	
(e)	Inventory turnover ratio	Cost of goods sold OR sales	Average Inventory	N.A.	N.A.	N.A.	
(f)	Trade Receivables turnover ratio	Net Credit Sales	Avg. Trade Receivables	2.91	2.51	15.85	
(g)	Trade payables turnover ratio	Net Credit Purchases of services	Average Trade Payables	1.58	2.18	-27.52	Decreased due to increase in average trade payable
(h)	Net capital turnover ratio	Net Sales	Working Capital	2.29	1.44	58.80	Ratio improved due to revenue growth along with higher effeciency on working capital
(i)	Net profit ratio	Net Profit after taxes	Net Sales	44.25%	39.94%	10.80	
(j)	Return on Capital employed	Earning before interest and taxes	Capital Employed *	41.18%	41.16%	0.03	
(k)	Return on investment	Return	Investment	N.A.	N.A.	N.A.	

* Capital employed = Tangible networth + Total debt + Deffered tax liability

51 Additional disclosures as per Division II of Schedule III of Companies Act 2013

S.NO.	Particulars	As at 31 March 2022	As at 31 March 2021
a)	Title deeds of immovable properties not held in the name of the Company	Not Applicable	Not Applicable
b)	Detail of Revaluation of investment property, property plant & equipment, intangible assets	NIL	NIL
c)	Detail of any loan given to promoters, director & KMP which is repayable on demand or without specifying terms / period of repayment	NIL	NIL
d)	Details of Intangible assets under development	NIL	NIL
e)	Details of Benami property held	NIL	NIL
f)	Detail of quarterly return or statements of current asset filed by company with banks or financial institution	NIL	NIL
g)	Relationship with struck off Companies	NIL	NIL
h)	Detail of pending registration of charge or satisfaction with Registrar of Companies (ROC)	NIL	NIL

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PFC CONSULTING LIMITED
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52 Incorporation of Associate Companies

Independent Transmission Projects(ITPs) are managed as per the mandate from Government of India (GoI) and the Company does not have the practical ability to direct the relevant activities of these ITPs unilaterally. The Company therefore, considers its investment in respective ITPs as an associate having significant influence despite the Company holding 100% of their paid-up equity share capital. However, for the purpose of the Companies Act, these ITPs have been classified as subsidiary companies. During the financial year 2021-22 and preceding financial year, following associates (ITP) have been incorporated:

(Rs. in lakh)

Company Name	Year ended 31.03.2022			Year ended 31.03.2021		
	Date of Incorporation	Share in ownership	Investment in Share Capital	Date of Incorporation	Share in ownership	Investment in Share Capital
Kishtwar Transmission Limited	15-04-2021	100%	1.00	-	-	-
Nangalbibra-Bongaigaon Transmission Limited	09-04-2021	100%	1.00	-	-	-
Mohanlalganj Transmission Limited	08-06-2021	100%	1.00	-	-	-
Chhatarpur Transmission Limited	25-01-2022	100%	1.00	-	-	-
Khavda-Bhuj Transmission Limited	17-05-2021	100%	1.00	-	-	-
Sikar-II Aligarh Transmission Limited	-	-	-	17-05-2020	100%	1.00
Khetri-Narela Transmission Limited	-	-	-	15-05-2020	100%	1.00
Ananthpuram Kurnool Transmission Limited	-	-	-	13-05-2020	100%	1.00
Bikaner-II Bhiwadi Transco Limited	-	-	-	12-05-2020	100%	1.00
Bhadla Sikar Transmission Limited	-	-	-	13-05-2020	100%	1.00

53 Transfer/Disinvestment of Associate Companies

Name of the Company	Year ended 31.03.2022		Year ended 31.03.2021	
	Date of Incorporation	Date of transfer to successful bidder	Date of Incorporation	Date of transfer to successful bidder
Sikar-II Aligarh Transmission Limited	17-05-2020	08-06-2021	-	-
Koppal-Narendra Transmission Limited	18-11-2019	13-12-2021	-	-
Nangalbibra-Bongaigaon Transmission Limited	09-04-2021	16-12-2021	-	-
Khavda-Bhuj Transmission Limited	17-05-2021	18-01-2022	-	-
Karur Transmission Limited	20-11-2019	18-01-2022	-	-
Vapi II North Lakhimpur Transmission Limited	-	-	25-06-2018	23-06-2020
Bikaner-II Bhiwadi Transco Limited	-	-	12-05-2020	25-03-2021

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PFC CONSULTING LIMITED

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54 Standards/ amendments issued but not yet effective

The Ministry of Corporate Affairs ("MCA") has notified amendment to existing Indian Accounting Standards on dated 23.03.2022 applicable w.e.f. 01.04.2022. The Company does not expect the amendments to have any significant impact on its financial statements.

55 Events occurring after the reporting date

There are no subsequent events which require any adjustment in financial statements.

For and on behalf of Board of Directors

(Manish Kumar Agrawal)	**(Manoj Kumar Rana)**	**(Rajiv Ranjan Jha)**	**(Parminder Chopra)**	**(Ravinder Singh Dhillon)**
Company Secretary	Chief Executive Officer	Director	Director	Chairman
M. No. F5048		(DIN 03523954)	(DIN 08530587)	(DIN 00278074)

For K P M C & Associates

Chartered Accountants

(Firm Registration No: 005359C)

KPMC & ASSOCIATES FRN. 005359C Chartered Accountants

(Sanjay Mehra)

Partner

M. No. 075488

Place: - New Delhi

Date: - 20-05-2022

PFC CONSULTING LIMITED
(CIN: U74140DL2008GOI175858)
(A Wholly Owned Subsidiary of Power Finance Corporation Limited)

Form AOC 1
(Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014)

Part "B":
Associates and Joint Ventures Statement pursuant to Section 129 (3) of the Companies Act, 2013 related to Associate

(Rs. in lakh)

S. No	Name of Associates/Joint Ventures	Bijawar-Vidarbha Transmission Limited*	Ananthpuram Kurnool Transmission Limited	Khetri-Narela Transmission Limited	Bhadla Sikar Transmission Limited*	Mohanlalganj Transmission Limited	Kishtwar Transmission Limited*
1.	**Latest audited Balance Sheet Date**	31.03.2021	31.3.2022	31.3.2022	31.3.2021	31.3.2022	31.3.2021
2.	**Shares of Associate held by the company on the year end**						
	No. of shares	10,000	10,000	10,000	10,000	10,000	10,000
	Amount of Investment in Associates	1.00	1.00	1.00	5.00	5.00	5.00
	Extend of Holding %	100%	100%	100%	100%	100%	100%
3.	**Description of how there is significant influence**	100% Control	100% Control	100% Control	100% Control	100% Control	100% Control
4.	**Reason why the associate is not consolidated**	N/A	N/A	N/A	N/A	N/A	N/A
5.	**Networth attributable to Shareholding as per latest audited Balance Sheet**	-	0.86	0.86		0.86	
6.	**Profit / Loss for the year**						
i)	**Considered in Consolidation**		-	0.00		0.14	
ii)	**Not Considered in Consolidation**	N/A	N/A	N/A	N/A	N/A	N/A

Note:

* i) Amount of profit/(loss) is as per management approved finnacial statement as on 31.03.2022.

ii) All the ITPs are under pre-operative Stage and yet to commence operations.

iii) The Following 5 Companies were incorporated during the year:
- Chhatarpur Transmission Limited
- Mohanlalganj Transmission Limited
- Kishtwar Transmission Limited
- Nangalbibra-Bongaigaon Transmission Limited
  Khavda-Bhuj Transmission Limited

iv) Out of this 5 associates, 1 associates were incorporated after 1st Jan, 2022 and as per Sec 2(41) of the Companies Act, 2013, where the Company has been incorporated on or after the 1st day of January of a year, the period ending on the 31st day of March of the following year shall be its first financial year. Therefore, the Balance Sheet of these Companies has not been prepared.

v) The following ITPs has been transferred during the year:
- Khavda Bhuj Transmission Limited transferred to Adani transmission Limited on 18th January 2022
- Karur Tansmission Limited transferred to Adani transmission Limited on 18th January 2022
- Koppal-Narendra Transmission Limited transferred to Renew Transmission ventures Pvt Ltd on 13th December 2021
- Nangalbibra Transmission Limited transferred to Sterlite Grid 26 Limited on 16th December 2021
- Sikar-II Aligarh Transmission Limited on 08th June 2021

For and on behalf of Board of Directors

(Manish Kumar Agrawal)	(Manoj Kumar Rana)	(Rajiv Ranjan Jha)	(Parminder Chopra)	(Ravinder Singh Dhillon)
Company Secretary	Chief Executive Officer	Director	Director	Chairman
M. No. F5048		(DIN 03523954)	(DIN 08530587)	(DIN 00278074)

As per our report of even date attached
For K P M C & Associates
Chartered Accountants
(Firm Registration No: 005359C)

(Sanjay Mehra)
Partner
M. No. 075488

KPMC & ASSOCIATES FRN. 005359C Chartered Accountants

Place: - New Delhi
Date: - 20-05-2022