CHENAB VALLEY POWER PROJECTS LIMITED

[A joint venture among NHPC Ltd and JKSPDC Ltd

(CIN: U40105JK2011GOI003321)

Financial Statement as on 31st March, 2026 (Rs. Integers)

Corporate Office:
Chenab Jal Shakti Bhawan,
Opposite Saraswati Dham,
Rail Head Complex,
Jammu – 180012 (J&K)

VAK & Associates.
Chartered Accountants,
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INDEPENDENT AUDITORS' REPORT

To the Members of CHENAB VALLEY POWER PROJECTS LIMITED
Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying Financial Statements of **Chenab Valley Power Projects Limited** ("the Company"), which comprise the Balance Sheet as at March 31, 2026, and the Statement of Profit and Loss (including Other Comprehensive Income), Statement of Changes in Equity and Statement of Cash Flows for the year then ended, and Notes to the Financial Statements, including a summary of material accounting policies and Other Explanatory Notes for the year ended on that date (hereinafter referred to as "Financial Statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Financial Statements give the information required by the Companies Act 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2026, and its loss, changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

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

Key Audit Matters

We did not find any key audit matter required to be communicated.

Information other than the Financial Statements and Auditors' Report thereon

The Company's Board of Directors are responsible for the other information. The other information comprises the information to be included in the Annual Report, but does not include the financial statements and our auditors' report thereon. The other information as stated above is expected to be made available to us after the date of this auditors' report.

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

VAK & Associates Chartered Accountants Jammu in connection with our audit of the financial statements, our responsibility is to read the other information identified above when it becomes available, and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

When we read the other information as stated above and if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance and describe necessary actions required as per applicable laws and regulations.

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

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the state of affairs (financial position), Profit or Loss (financial performance including other comprehensive income), changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in india, including the indian accounting Standards specified under section 133 of the Act.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

Auditors' Responsihility for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guaranteed that an audit conducted in accordance with Standard on Auditing (SAs)

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will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system with reference to 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 on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Company to cease to continue as a going concern; and

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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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.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditors' 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

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditors' Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "**Annexure A**" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

2. Based on the verification of books of account of the Company and according to information and explanations given to us, we give in "**Annexure B**" a report on the Directions issued by the Comptroller and Auditor General of India in terms of Section 143(5) of the Act:

3. Further to our comments in the annexure referred to in the paragraph above, as required by Section 143(3) of the Act, we report that:

   (i) 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;
   (ii) in our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
   (iii) the Balance Sheet, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Cash Flow Statement dealt with by this Report are in agreement with the books of account;

4. in our opinion, the aforesaid financial statements comply with the Indian Accounting Standards specified under Section 133 of the Act;

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5. in terms of Notification no. G.S.R. 463(E) dated 05th June 2015 issued by the Ministry of Corporate Affairs, provisions of Section 164(2) of the Act regarding disqualifications of the Directors, are not applicable as it is a Government Company;

6. With respect to the adequacy of the internal financial controls with reference to financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in **"Annexure C".** Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal control; and

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

   (i) The Company did not have any material foreseeable losses against long-term contracts including derivative contracts and thereby requirement for making provision in this respect is not applicable to the Company;

   (ii) There have been no amounts which were required to be transferred to the investor Education and Protection Fund by the Company.

   (iii) As per notification number G.S.R. 463(E) dated 5th June, 2015 issued by Ministry of Corporate Affairs, section 197 of the Act as regards the managerial remuneration is not applicable to the Company, since it is a Government Company.

   (iv) (a)The management has represented that, to the best of it's knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

   (b)The management has represented, that, to the best of it's knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been received by the company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and

   (c)Based on such audit procedures we consider reasonable and appropriate in the circumstances, nothing has come to our notice that has caused to believe that the representations under sub-clause (i) and (ii) contain any material mis-statement.

   (v) No dividend has been declared or paid during the year by the company.

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(vi) According to the information and explanations given to us and based on our audit, all accounting transactions are routed through ERP system implemented by the Company which has a feature of recording audit trail (edit log) facility.

UDIN of these audited financial statements is 26502417ETHOZH6114

For VAK & Associates
Chartered Accountants,
FirmRegnNo: 019636N

(CA.Vinay Jamwal)
Partner
MNo: 502417

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CHENAB VALLEY POWER PROJECTS LIMITED

Annexure "A" to the Independent Auditors' Report
(Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date).

With reference to Annexure "A" referred to in the Independent Auditors' Report to the members of the Company on the financial statements for the year ended 31 March 2026, we report the following in terms of paragraph 3 of Companies (Auditor's Report) Order, 2020 ("the Order"):

(i)	(a)	(A)	According to the information and explanations given to us and based on our examination of the records of the Company, we report that the Company has maintained proper records showing full particulars including quantitative details and situation of Property, Plant and Equipment.
		(B)	According to the information and explanations given to us and based on our examination of the records of the Company, we report that the Company has maintained proper records showing full particulars of intangible assets.
	(b)		The Company has a program of physical verification to cover the items of Property, Plant and Equipmentin a phased manner which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the program, certain property, plant, and equipment of the company have been physically verified by the management through an outside Agency once during the year. According to the information and explanations given to us, no material discrepancies were noticed in such verification.
	(c)		According to the information and explanations given to us and based on our examination of the records of the Company, the title deeds of all the immovable properties (other than the properties where the company is the lessee, and the lease agreements are duly executed in favor of the lessee) disclosed in the financial statements are held in the name of the Company except in the case of following immovable properties:

Description of Property/ Project	Gross Carrying Value (In ₹ Crores)	Held in name of	Whether Promoter, Director or their relative or employee	Period held indicate range where appropriate	Reason for not being held in name of company
Land/Pakal Dul-(177.817	242.56	GOVERNOR (J&K) through	No	FY 2015-16 To date	Leasehold and mutation recorded in revenue records in

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		5 Ha)		CVPPPL (Pakui Dui)			the name of Governor(J&K) through CVPPPL (Pakai Dul) considering special provisions of Land laws of J&K due to article 370 of Constitution (Now abrogated in August 2019)
		Land/Kiru-(92.9575 Ha)	134.64	GOVERNOR (J&K) through CVPPPL (Kiru)	No	FY 2017-18 to date	Leasehold and mutation recorded in revenue records in the name of Governor(J&K) through CVPPPL (Pakai Dui) considering special provisions of Land laws of J&K due to article 370 of Constitution (Now abrogated in August 2019)
		Land/Kwar-(38.15 Ha)	46.69	Govt. of UT of J&K	No	FY 2021-22 to Date	Mutation of the Land recorded in revenue records in the name of Govt. of J&K through CVPPPL (Kwar). Land is Freehold as per letter dt. 15.07.2023 issued by Assistant Commissioner Revenue Kishtwar.

	(d)	According to the information and explanations given to us and based on our examination of the records of the Company, and on overall examination of the financial statements of the company, we report that the company has not revalued any of the Property, Plant & Equipment (including Right to Use assets) or Intangible Assets or both during the year.
	(e)	According to the information and explanations given to us and based on our examination of the records of the Company, and on overall examination of the financial statements of the company, we report that no proceedings have been

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		initiated or are pending against the company for holding any Benami property under the "Benami Transactions (Prohibition) Act, 1988 and Rules made there under. Accordingly reporting under clause 3 (i) (e) of the Order is not applicable to the Company.
(ii)	(a)	The Company has not commenced commercial production and as such there are no inventories. Accordingly, reporting under clause 3 (ii)(a) of the Order is not applicable.
	(b)	According to the information and explanations given to us and based on our examination of the records of the Company, and on overall examination of the financial statements of the company, we report that the Company has not been sanctioned any working capital in excess of ₹ 5 crores in aggregate, at any point of time during the year, from banks or financial institutions on the basis of security of current assets and hence reporting under clause 3(ii)(b) of the Order is not applicable.
(iii)	According to the information and explanations given to us and based on our examination of the records of the Company, and on overall examination of the financial statements of the company, we report that the company has not made investments in, provided any guarantee or security, or granted any loans or advances in the nature of loans, secured or unsecured to companies, firms, Limited Liability Partnerships or any other parties covered in the register maintained under section 189 of the Act. Accordingly, clauses 3(iii)(a) to 3(iii)(f) of the Order are not applicable.	
(iv)	In our opinion and according to information and explanation given to us the Company has, in respect of loans, investments, guarantees, and security, complied witb the provisions of section 185 and 186 of the Companies Act, 2013.	
(v)	According to the information and explanations given to us and on the basis of our examination of the records, the Company has not accepted any deposits or amounts which are deemed to be deposits. Accordingly, clause 3(v) of the Order is not applicable.	
(vi)	According to the information and explanations given to us, the maintenance of cost records has not been specified by the Central Government under section (1) of section 148 of the Companies Act, 2013 for the business activities carried out by the Company. Hence, reporting under clause (vi) of the Order is not applicable to the Company.	
(vii)	(a)	According to the information and explanations given to us and based on our examination of tbe records of the Company, the undisputed statutory dues including Goods & Service Tax, Provident fund, Employees' State Insurance, Income-Tax, Duty of Customs, Cess, and other statutory dues have been regularly deposited by the Company with the appropriate authorities. According to the information and explanations given to us and based on our examination of the records of the Company, there are no undisputed statutory dues including Goods & Service Tax, Provident fund, Employees' State Insurance, Income-Tax, Duty of Customs, Cess, and other statutory dues were in arrears as at March 31, 2026, for a period of more than six months from the date they became payable.

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	(b)	According to the information and explanations given to us and based on our examination of the records of the Company, the details of disputed dues of Goods & Service Tax, Provident Fund, Employees State Insurance, Income-Tax or other statutory dues, if any, as at March 31, 2026, are as follows:

Name of the Statute	Nature of Dues	Period to which it pertains	Forum at which case is pending	Gross Disputed amount (in ₹ Crore)	Amount Deposited under protest (in ₹ Crore)
CGST & J&K SGST Act 2017	CGST/ SGST	2018-19	Appeal is under process for filing with Commissioner (Appeals) GST	2.46	NIL
	CGST/ SGST	2019-20		0.03	NIL
	CGST/ SGST	2021-22		0.73	NIL
Interest on above Disputed Amount				0.63	NIL
TOTAL				3.85	NIL

(viii)		According to the information and explanations given to us and based on our examination of the records of the Company, and on overall examination of the financial statements of the company, we report that there were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.
(ix)	(a)	According to the information and explanations given to us and based on our examination of the records of the Company and on overall examination of the financial statements of the company, we report that the company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender.
	(b)	According to the information and explanations given to us and based on our audit procedures, we report that the company has not been declared a willful defaulter by any bank or financial institution or other lender.
	(c)	According to the information and explanations given to us and the basis of our examination of the record of the company, term loans were applied for the purpose for which the loans were obtained.
	(d)	According to the information and explanations given to us, and on the basis of our examination of the records of the Company, funds raised on short term basis have, prima facie, not been used during the year for long term purpose by the Company.
	(e)	According to the information and explanations given to us and on an overall examination of the financial statements of the Company, we report that the Company has no subsidiary and/or associate or joint venture during the year ended March 31, 2026. Hence, reporting under clause 3(ix)(e) of the Order is not applicable to the Company.
	(f)	According to the information and explanations given to us and procedures performed by us, we report that the company has not raised any loans during

		the year on the pledge of securities held in its subsidiaries, joint ventures, or associate companies (as defined under the Act) and hence reporting on clause 3(ix)(f) of the Order is not applicable.
(x)	(a)	According to the information and explanations given to us and procedures performed by us, we report that the company has not raised moneys by way of an initial public offer or further public offer (including debt instruments) during the year and hence reporting on clause 3(x)(a) of the Order is not applicable.
	(b)	According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year and hence reporting on clause 3(x)(b) of the Order is not applicable.
(xi)	(a)	As represented to us by the management and based on examination of the books and records of the Company and according to the information and explanations given to us, considering the principles of materiality outlined in the Standards on Auditing, we report that no fraud by the Company or on the Company has been noticed or reported during the course of the audit.
	(b)	According to the information and explanations given to us, no report under sub-section (12) of Section 143 of the Act has been filed by the auditors in Form ADT-4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and upto the date of this report.
	(c)	As represented to us by the management, there have been no whistleblower complaints received by the company during the year and up to the date of this report.
(xii)	(a)	According to the information and explanations given to us, the Company is not a Nidhi Company. Accordingly, reporting under clauses 3(xii)(b) and 3(xii)(c) of the Order are not applicable.
(xiii)	According to the information and explanations given to us, and the procedures performed by us, and on an overall examination of the financial statements of the company, we report that the Company is in compliance with sections 177 and 188 of Companies Act with respect to applicable transactions with the related parties and the details of related party transactions have been disclosed in the Financial Statements as required by the applicable accounting standards.	
(xiv)	(a)	In our opinion and based on our examination, the company has an internal audit system commensurate with the size and nature of its business.
	(b)	We have considered the internal audit reports for the year under audit, issued to the Company during the year, in determining the nature, timing and extent of our audit procedures.
(xv)	In our opinion and according to the information and explanations given to us, the Company has not entered into any non-cash transactions with its directors or persons connected to its directors and hence, provisions of Section 192 of the Companies Act, 2013 are not applicable to the Company.	

(xvi)	(a)	In our opinion, the company in not required to be registered under section 45-1A of the Reserve Bank of India Act, 1934. Hence, reporting under clause 3(xvi)(a) of the Order is not applicable.
	(b)	According to the information and explanations given to us, and the procedures performed by us, and on an overall examination of the financial statements of the company, we report that the company has not conducted any Non-Banking Financial or Housing Finance activities during the period. Accordingly, clause 3(xvi)(b) of the Order is not applicable.
	(c)	The Company is not a Core investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Accordingly, clause 3(xvi)(c) of the Order is not applicable.
	(d)	According to the information and explanations provided to us during the course of audit, there is no core investment company within the Group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016 and accordingly reporting under clause 3(xvi)(d) of the Order is not applicable.
(xvii)	According to the information and explanations given to us, and the procedures performed by us, and on an overall examination of the financial statements of the company, we report that the company has incurred cash losses of Rs. 7.82 Cr. (Rs. 8.46 Cr. - Rs. 0.64 Cr.) (Depreciation being Non-Cash Expenditure) in the financial year and the company has incurred cash losses of Rs. 11.66 Cr. (Rs. 12.48 Cr.- Rs. 0.82 Cr.) in the immediately preceding financial year.	
(xviii)	There has been no resignation of the statutory auditors during the year and accordingly reporting under clause 3(xvi)(d) of the Order is not applicable.	
(xix)	According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that the Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date will get discharged by the Company as and when they fall due.	
(xx)	As represented to us by the management,	
	(a)	There is an unspent amount of Rs.31,88,216/- for FY 2025-26 towards Corporate Social Responsibility ("CSR") on other than ongoing projects requiring a transfer to a Fund specified in Schedule VII to the Companies Act, 2013 in compliance with second proviso to sub-section (5) of Section 135 of the said Act.

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FY	Amount Identified for Spending on CSR activities for "other than Ongoing Projects"	Unspent amount	Amount Trfd. to Fund Specified in Schedule VII to the Act	Due date of transfer to the specified fund	Actual date of transfer to the specified fund	Number of days of delay, if any.
2025-26	31,88,216	31,88,216	Nil	30.09.2026	Yet to be Trfd.	NA

(b) According to the information and explanations given to us there are no unspent amounts towards Corporate Social Responsibility ("CSR") during FY 2025-26 in respect of ongoing projects.

(xxi) In our opinion, and according to the information and explanation provided to us, reporting under this clause is not applicable to the company.

UDIN of these audited financial statements is 26502417ETHOZH6114
For VAK & Associates
Chartered Accountants,
FirmRegnNo: 019636N

(CA.Vinay Jamwal)
Partner
MNo: 502417

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Annexure-B

NAME OF UNIT: CHENAB VALLEY POWER PROJECTS LIMITED

(Annexure "B" Referred to in paragraph ii under 'Report on Other Legal and Regulatory Requirements' of our report of even date)

Directions indicating the areas to be examined by the Statutory Auditors during the course of audit of annual accounts of CHENAB VALLEY POWER PROJECTS LIMITED for the year 2025-26 issued by the Comptroller & Auditor General of India under Section 143(5) of the Companies Act, 2013:

Annexure-I

Sl. No.	Directions	Auditors' Reply
i	Assess the fair valuation of all the investments, both quoted and unquoted, made directly by the Company or through Trusts, for Post retirement benefits of the employees. This includes verifying valuation methodologies, ensuring consistency with Ind AS and reviewing supporting documentation. The auditor shall provide a brief note on the valuation approach, its reasonability, and compliance with applicable regulations, reporting any material deviations or misstatements.	According to the information and explanations given to us and based on our audit, there is no investment made by the Company for Post-retirement benefits of the employees. Employee benefit obligations in respect of employees of Parent Company (i.e. NHPC Limited) posted at Chenab Valley Power Projects Limited have been recognised by the parent company (i.e. NHPC Limited) on the basis of actuarial valuation under Ind AS 19 "Employee Benefit". Corresponding expenditure is born by the company and recognised in the financial statement of company. Further, in respect of CVPPL employees the expenditure has been recognised in the Financial Statement on the basis of Actuarial Valuation report.
Ii	Whether the Company has a system in place to process all the accounting transactions through IT system? If yes, whether review of this system and controls that are significant to the Companies' financial reporting process as well as cyber security has been done by Information Security Auditing Organsations empanelled by Cert-In at a minimum frequency of once in a year and material discrepancies found, if any, have been suitably reported? The implications of processing of	According to the information and explanations given to us and based on our audit, Company has its own IT system in place for processing all accounting transactions. All accounting transactions of the Company are routed through the accounting software implemented by the Company. Period-end financial statements are compiled offline based on the balances and transactions generated from the said accounting software We have neither been informed nor we have come across during the course of our audit any accounting transactions having impact on the

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	accounting transactions outside IT system on the integrity of the accounts along with the financial implications may also be reported."	integrity of the accounts along with the financial implications which have been processed outside the IT system.
iii	Whether funds (grants/ subsidy etc.) received/receivable for specific schemes from Central/State Government or its agencies were properly accounted for as per the applicable accounting standards or norms and whether the funds received were utilised as per its terms and conditions? Whether accounting of interest earned on grants received has been done as per terms and conditions of the Grant. List the cases of deviation.	According to information and explanations given to us and based on our audit, the company has accounted for/utilized the funds received for specific schemes from Central/State Government or its agencies as per the terms and conditions of the schemes. The unutilized fund together with interest attributable to the funds is disclosed appropriately in the balance sheet. We have not observed any material deviation from the terms and conditions.
IV	Whether the Company has identified the key Risk areas? If yes, whether the company has formulated any Risk Management Policy to mitigate these risks? If yes, (a) whether the Risk Management Policy has been formulated considering the best global practices? (b) whether the Company has identified its data assets and whether it has been valued appropriately? (Same as issued earlier)	In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system with reference to financial reporting and such internal financial controls with reference to financial reporting were operating effectively during the FY ended on March 31, 2026, based on the internal control with reference to financial statements 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. The Company does not have any Data Asset in its books.
V	Whether the Company is complying with the Securities and Exchange Board of India (SEBI) (Listing Obligation and Disclosure Requirements) Regulations, 2015, and other applicable rules and regulations of SEBI, Department of Investment and Public Asset Management, Ministry of Corporate Affairs, Department of Public Enterprises, Reserve Bank of India, Telecom Regulatory Authority of India,	Based on our examination of records, explanations and information provided by the management, the Company has generally complied with the provisions of the relevant authority, wherever applicable to the Company during the year under review. No material instances of non-compliance or deviation requiring specific reporting were observed, except to the extent, if any, disclosed in the notes to accounts, secretarial records, or separately communicated by

	CERT-IN, Ministry of Electronics and Information Technology and National Payments Corporation of India wherever applicable? If not, the cases of deviation may be highlighted.	management

Annexure-II

Si. No.	Directions	Auditors' Reply
I	Verify whether the existing regulatory assets of the Company are supported by the tariff orders of the Electricity Regulatory Commission;	Company is under construction phase. Further, the company has recognised Regulatory Deferral Account Balances in respect of exchange differences on monetary items as per Ind As 114. The required disclosure in this regard has been disclosed at Sr. No. 19 of Note-34 to Financial Statement. However, there is no tariff orders of the Electricity Regulatory Commission as on date as the Company is under construction phase
II	Verify whether the revenue in respect of such assets has been recognised by the Company on the basis of tariff orders issued by the Electricity Regulatory Commission;	Company is under construction phase, therefore, no such tariff order has been issued by Electricity Regulatory Commission
III	State the impact of recognition/ existence of regulatory assets in the absence of tariff orders, if any;	Not Applicable
IV	State the impact of delayed/non-recovery of regulatory assets on the financial statements of the Company:	Not Applicable
V	Examine and report upon the accuracy/ adequacy of accounting treatment/ related disclosures in this regard.	the company has recognised Regulatory Deferral Account Balances in respect of exchange differences on monetary items as per Ind As 114. The required disclosure in this regard has been disclosed at Sr. No.9 to Note-34 to Financial Statement

UDIN of these audited financial statements is 26502417ETHOZH6114

For VAK & Associates
Chartered Accountants,
FirmRegnNo: 019636N

(CA.Vinay Jamwal)
Partner
MNo: 502417

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Annexure-III
Compliance Certificate

Dated: 02.05.2026

We have conducted the audit of annual accounts of (Name of the Company) for the year ended 31 March 2026 in accordance with the directions/sub- directions issued by the C&AG of the India under Section 143(5) of the Companies Act, 2013 and certify that we have complied with all the Directions/Sub-directions issued to us.

Thanking You.

UDIN of these audited financial statements is 26502417ETHOZH6114
For VAK & Associates
Chartered Accountants,
FirmRegnNo: 019636N

(CA.Vinay Jamwal)
Partner
MNo: 502417

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Annexure-C

NAME OF UNIT: CHENAB VALLEY POWER PROJECTS PRIVATE LIMITED

Annexure "C" TO THE INDEPENDENT AUDITOR'S REPORT
(Referred to in paragraph iii (f) under 'Report on Other Legal and Regulatory Requirements' of our report of even date)

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

We have audited the internal financial controls with reference to Financial Statements of **Chenab Valley Power Projects Limited** ("the Company") as at **March 31, 2026**, in conjunction with our audit of the Financial Statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control with reference to Financial Statements 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. 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 the Company's policies, the safeguarding of its assets, the prevention and detection of fraud and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls with reference to financial statements 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") issued by the Institute of Chartered Accountants of India and the Standards on Auditing prescribed under Section 143(10) of the Act, to the extent applicable to an audit of internal financial controls. 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 control with reference to financial statements 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 with reference to Financial Statements and their operating effectiveness. Our audit of internal financial controls with reference to Financial Statements included obtaining an understanding of internal financial controls with reference to financial statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditors' judgement, including the assessment of the risks of material misstatement of the Financial Statements, whether due to fraud or error.

VAK & Associates * Chartered Accountants * Jammu

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We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls with reference to Financial Statements.

Meaning of Internal Financial Controls with reference to Financial Statements

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

Inherent Limitations of Internal Financial Controls with reference to Financial Statements

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

Opinion

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls with reference to Financial Statements and such internal financial controls with reference to financial statements were operating effectively as at **March 31, 2026**, based on the internal control with reference to Financial Statements 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.

UDIN of these audited financial statements is 26502417ETHOZH6114

For VAK & Associates
Chartered Accountants,
FirmRegnNo: 019636N

VAK & Associates Chartered Accountants Jammu

(CA.Vinay Jamwal)
Partner
MNo: 502417

CHENAB VALLEY POWER PROJECTS LIMITED

CVPP, Jammu

BALANCE SHEET AS AT 31ST MARCH, 2026

CIN: U40105JK2011GOI003321

(Amount in ₹)

PARTICULARS	Note No.	As at 31st March, 2026	As at 31st March, 2025
ASSETS			
(1) **NON-CURRENT ASSETS**			
a) Property, Plant and Equipment	2.1	2,45,81,54,256	1,96,88,13,143
b) Capital Work In Progress	2.2	1,27,90,19,07,S55	83,48,78,64,469
c) Right Of Use Assets	2.3	7,70,89,89,548	7,79,96,24,000
d) Investment Property	2.4	-	-
e) Intangible Assets	2.5	32,59,381	55,16,328
f) Intangible Assets under development	2.6	-	-
g) **Financial Assets**			
i) Investments	3.1	-	-
ii) Trade Receivables	3.2	-	-
iii) Loans	3.3	51,33,133	1,03,20,634
iv) Others	3.4	76,90,40,950	48,21,15,618
h) Other Non Current Assets	4	4,99,40,94,552	4,65,70,30,827
TOTAL NON CURRENT ASSETS		**1,43,84,05,79,475**	**98,41,12,85,017**
(2) **CURRENT ASSETS**			
a) Inventories	5	-	-
b) **Financial Assets**			
i) Investments	6	-	-
ii) Trade Receivables	7	-	-
iii) Cash and Cash Equivalents	8	6,86,42,48,276	41,03,26,699
iv) Bank balances other than Cash and Cash Equivalents	9	13,11,00,000	28,11,00,000
v) Loans	10	1,34,85,886	1,22,97,967
vi) Others	11	7,92,70,05,313	4,76,69,84,767
c) Current Tax Assets (Net)	12	1,76,42,572	3,17,20,031
d) Other Current Assets	13.1	4,32,96,626	21,23,25,599
TOTAL CURRENT ASSETS		**14,99,57,78,875**	**5,71,47,55,063**
(3) Assets Classified as held for Sale	13.2	8,74,679	6,94,656
(4) Regulatory Deferral Account Debit Balances	14.1	1,37,S0,477	76,61,706
TOTAL ASSETS		**1,58,85,20,13,306**	**1,04,13,44,16,442**
EQUITY AND LIABILITIES			
(1) **EQUITY**			
(a) Equity Share Capital	15.1	59,48,57,12,860	56,30,01,12,880
(b) Other Equity	15.2	9,22,76,07,206	77,35,35,154
TOTAL EQUITY		**86,71,33,20,066**	**57,07,38,48,014**
(2) **LIABILITIES**			
NON-CURRENT LIABILITIES			
a) **Financial Liabilities**			
i) Borrowings	16.1	65,49,65,41,712	24,59,53,96,296
ii) Lease Liabilities	16.2	46,24,047	68,77,735
iii) Other financial liabilities	16.3	19,63,772	3,62,935
b) Provisions	17	18,26,44,458	17,92,68,383
c) Deferred Tax Liabilities (Net)	1S	-	-
d) Other non-current Liabilities	19	17,13,76,20,412	14,67,55,88,730
TOTAL NON CURRENT LIABILITIES		**82,82,33,94,401**	**39,45,74,94,079**
(3) **CURRENT LIABILITIES**			
a) **Financial Liabilities**			
i) Borrowings	20.1	-	-
ii) Lease Liabilities	20.2	94,95,022	67,73,139
iii) Trade Payables	20.3		
Total outstanding dues of micro and small enterprises		2,17,88,085	1,86,73,598
Total outstanding dues of Creditors other than micro and small enterprises		7,58,88,513	4,27,21,902
iv) Other financial liabilities	20.4	5,37,77,25,426	5,58,22,79,388
b) Other Current Liabilities	21	27,38,44,698	31,66,55,704
c) Provisions	22	1,55,65,57,093	1,63,61,70,618
d) Current Tax Liabilities (Net)	23	-	-
(4) **FUND FROM C.O.**	15.3	-	-
TOTAL CURRENT LIABILITIES		**7,31,52,98,839**	**7,60,32,74,349**
(5) **Regulatory Deferral Account Credit Balances**	14.2	-	-
TOTAL LIABILITIES		**90,13,86,93,240**	**47,06,07,68,428**
TOTAL EQUITY & LIABILITIES		**1,58,85,20,13,306**	**1,04,13,44,16,442**
Material accounting policies	1		
The accompanying notes form an Integral part to the Financial Statements	1-34		

Signed as per separate report of even date

For V A K & Associates.
Chartered Accountants
(Firm Regn. No. 019636N)

(CA. Vinay Jamwal)
Partner
M.NO. 502417

Place: Jammu
Date: 02-05-2026

V A K & Associates ★ Chartered Accountants ★ CA Jammu

for and on behalf of the Board of Directors

(Sanjay Kumar Singh)
Director
DIN No.10715481

(Ramesh Mukhiya)
Managing Director
DIN No. 10415607

(Naveen Samriya)
General Manager (Finance)

(Sudhir Anand)
Company Secretary
FCS 7050

CHENAB VALLEY POWER PROJECTS LIMITED

CVPP, Jammu

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2026

CIN: U40105JK2011GOI003321

(Amount in ₹)

PARTICULARS	Note No.	For the Year ended 31st March, 2026	For the Year ended 31st March, 2025
INCOME			
i) Revenue from Operations	24.1	-	-
ii) Other Income	24.2	7,06,00,984	10,89,13,219
TOTAL INCOME		**7,06,00,964**	**10,89,13,219**
EXPENSES			
i) Purchase of Power - Trading	25.1	-	-
ii) Generation Expenses	25.2	-	-
iii) Employee Benefits Expense	26	7,62,69,344	12,59,85,384
iv) Finance Costs	27	2,09,168	1,05,112
v) Depreciation, Amortization and Impairment Expense	28	64,37,603	82,16,993
vi) Other Expenses	29	5,72,63,081	7,48,95,490
TOTAL EXPENSES		**14,21,79,198**	**20,92,02,979**
PROFIT BEFORE EXCEPTIONAL ITEMS, REGULATORY DEFERRAL ACCOUNT BALANCES AND TAX		**(7,15,78,212)**	**(10,02,89,760)**
Exceptional items		-	-
PROFIT BEFORE REGULATORY DEFERRAL ACCOUNT BALANCES AND TAX		**(7,15,78,212)**	**(10,02,89,760)**
Tax Expenses	30.1		
i) Current Tax		1,91,46,507	2,69,72,165
ii) Deferred Tax		-	-
Total Tax Expenses		**1,91,48,507**	**2,69,72,165**
PROFIT FOR THE YEAR BEFORE NET MOVEMENTS IN REGULATORY DEFERRAL ACCOUNT BALANCES		**(9,07,28,719)**	**(12,72,61,925)**
Movement in Regulatory Deferral Account Balances (Net of Tax)	31	60,98,771	24,50,683
PROFIT FOR THE YEAR (A)		**(8,46,27,948)**	**(12,48,11,242)**
OTHER COMPREHENSIVE INCOME (B)	30.2		
(i) Items that will not be reclassified to profit or loss (Net of Tax)			
(a) Remeasurement of the post employment defined benefit obligations		-	-
Less:-Movement in Regulatory Deferral Account Balances (Net of Tax)		-	-
Sub total (a)		-	-
(b) Changes in the fair value of equity investments at FVTOCI		-	-
Sub total (b)		-	-
Total (i)=(a)+(b)		-	-
(ii) Items that will be reclassified to profit or loss (Net of Tax)			
(a) Changes in the fair value of debt investments at FVTOCI		-	-
(b) Cost of Hedge Reserve		-	-
Total (ii)		-	-
Other Comprehensive Income for the year (Net of Tax) (B)=(i+ii)		-	-
TOTAL COMPREHENSIVE INCOME FOR THE YEAR (A+B) (COMPRISING OF PROFIT AND OTHER COMPREHENSIVE INCOME FOR THE YEAR)		(8,46,27,948)	(12,48,11,242)
Earning per share (Basic and Diluted) (Equity shares, face value of ₹ 10/- each)	34 (11)		
Excluding movements in Regulatory Deferral Account Balances		(0.0156)	(0.0251)
Including movements in Regulatory Deferral Account Balances		(0.0145)	(0.0246)
Material accounting policies	1		
The accompanying notes form an integral part to the Financial Statements	1-34		

Signed as per separate report of even date

for and on behalf of the Board of Directors

For V A K & Associates.
Chartered Accountants
(Firm Regn. No. 019636N)

(CA. Vinay Jamwal)
Partner
M.NO. 502417

Place: Jammu
Date: 02-05-2026

(Sanjay Kumar Singh)
Director
DIN No.10718481

(Ramesh Mukhiya)
Managing Director
DIN No. 10415607

(Naveen Samriya)
General Manager (Finance)

(Sudhir Anand)
Company Secretary
FCS 7050

V A K & Associates Chartered Accountants Jammu

Chenab Valley Power Projects Limited

CVPPL, Jammu

CIN: U40105JK2011GOI003321

STATEMENT OF STANDALONE CASH FLOW FOR THE YEAR ENDED 31st MARCH, 2026

(Amount in ₹)

Particulars	For the Year ended 31st March, 2026		For the Year ended 31st March, 2025	
A. CASH FLOW FROM OPERATING ACTIVITIES				
Profit before tax for the year including movements in Regulatory Deferral Account Balance		-6,54,79,441		-9,78,39,077
Less: Movement in Regulatory Deferral Account Balances (Net of Tax)		60,98,771		24,60,683
Profit before Tax		**-7,15,78,212**		**-10,02,89,760**
ADD :				
Depreciation and Amortization	64,37,603		82,16,993	
Finance Cost (Net of EAC)	2,09,168		1,05,112	
Provisions Others (Net of EAC)	-		1,06,41,843	
Net Exchange rate variation (Loss)	60,98,771		24,50,683	
Loss/(Profit) on sale of Assets/Claims written off	8,12,256		15,68,405	
		1,35,57,798		2,29,83,036
		-5,80,20,414		**-7,73,06,724**
LESS :				
Advance against Depreciation written back	-			
Provisions (Net of EAC)	-			
Net Gain/Loss on sale of Investmets	-			
Profit on Sale of Assets \ Realization of Loss	-			
Adjustment against Consultancy Charges from Subsidiary Companies	-			
Dividend Income	-			
Interest Income & Guarantee Fees (including Late Payment Surcharge)	6,97,22,212		10,97,48,952	
Fair value Audjustments	4,19,064		9,53,245	
Amortisation of Government Grants	-			
		7,01,41,276		11,07,02,197
Cash flow from Operating Activities before Operating Assets & Liabilities adjustments		**-12,81,61,690**		**-18,80,08,921**
Changes in Operating Assets and Liabilities:				
(Increase)/Decrease in Inventories	-			
(Increase)/Decrease in Trade Receivables	-			
(Increase)/Decrease in Other Financial Assets, Loans and Advances	-49,69,745		62,51,88,499	
Increase/(Decrease) in Other Financial Liabilities and Provisions	1,14,55,489		24,35,53,238	
Regulatory Deferral Account Balances	-60,98,771		-24,50,683	
		3,86,973		86,62,91,054
Cash flow from operating activities before taxes		**-12,77,74,717**		**67,82,82,133**
Less : Income Taxes Paid		50,71,048		5,75,89,213
NET CASH FLOW FROM OPERATING ACTIVITIES (A)		**-13,28,45,765**		**62,06,92,920**
B. CASH FLOW FROM INVESTING ACTIVITIES				
Purchase of Property, Plant and Equipment, Investment Property, Other Intangible Assets, CWIP and Movement in Regulatory Deferral Account Balances		-45,30,83,83,809		-34,03,13,11,896
Receipt of Grant		50,00,00,000		33,84,33,000
Proceeds from sale of Property, Plant and Equipment		7,87,943		-
Creation of Regulatory Deferral Account Balances		-		
Realization/ (Payments) for Investments / Bonds		-		
Investment in Joint Venture (including Share Application Money pending allotment)		-		
Investment in Subsidiaries (including Share Application Money pending allotment)		-		
Loan to Subsidiaries		-		
Repayment of Loan by Subsidiaries		-		
Interest on Loan to Subsidiaries/Joint Ventures		-		
Net Investment in Term Deposits		-13,62,49,226		-46,82,43,000
Proceeds from Sale of Investment		-		
Dividend Income		-		
Interest Income & Guarantee Fees (including Late Payment Surcharge)		48,64,70,732		53,93,19,797
Net Cash Flow From/(Used) in Investing Activities (B)		**-44,45,73,74,360**		**-33,62,18,02,099**
C. CASH FLOW FROM FINANCING ACTIVITIES				
Issue & Buyback of Equity Shares including Security Premium		11,72,43,00,000		9,50,51,00,000
Dividend Paid		-		
Proceeds from Long Term Borrowings		42,11,61,89,840		21,46,24,43,891
Proceeds from Short Term Borrowings (Net)		-		
Repayment of Borrowings		-		
Interest & Finance Charges		-2,78,53,79,461		-40,67,87,375
Principal Repayment of Lease Liability		-98,21,514		-71,27,440
Interest paid on Lease Liability		-11,47,167		-4,90,142
Net Cash Flow From/(Used) in Financing Activities (C)		**51,04,41,41,704**		**30,55,31,38,934**
D. NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (A+B+C)		6,45,39,21,579		(2,44,79,70,245)
Cash & Cash Equivalents (Opening Balance)		41,03,26,699		2,85,82,96,944
Cash & Cash Equivalents (Closing Balance) #		6,86,42,48,278		41,03,26,699

Cash and Cash Equivalents at the end of the year includes ₹ NIL(corresponding previous year ₹ NIL) held in earmarked current accounts which are not available for use by the

The above Statement of Cash Flows is prepared in accordance with the Indirect method prescribed in Ind AS 7 - "Statement of Cash Flows".

*Figures for the previous year have been re-grouped/re-arranged/re-classified/re-stated wherever necessary.

EXPLANATORY NOTES TO STATEMENT OF CASH FLOWS

1 Cash and Cash equivalents consists of Cash in hand, Cheques/Drafts in hands and Bank Balances including Short Term Deposits with original maturity of less than three months. The detail of Cash and Cash equivalents is as under:

	As at 31st March,2026	As at 31st March, 2025
Balances with Banks		
With scheduled Banks:		
- In Current Account	23,42,48,278	41,03,26,699
- In Deposits Account	6,63,00,00,000	-
(Deposits with original maturity of less than three months)		
-In Current Account -Other Earmarked Balances with Banks	-	-
Cash on Hand	-	-
Cash and Cash equivalents	**6,86,42,48,278**	**41,03,26,699**

2 Interest and finance charges in Cash Flow from Financing Activities includes borrowing cost of ₹ 276,53,79,461 (Previous year ₹ 40,67,87,375) capitalised during the period on account of Expenditure attributable to construction (EAC).

3 Amount of undrawn loan as on 31-03-2026 : ₹ 10437,30,00,000/- (Previous Year ₹8833,34,56,109).

4 Company has incurred ₹ Nil in cash on account of Corporate Social Responsibility (CSR) expenditure during the year ended 31st March,2026 (Previous Year ₹ 19,88,047).

5 **Net Debt Reconciliation :**

(Amount in ₹)

	31-03-2026	31-03-2025
Borrowings (Current & Non-Current)	65600139227	24607570275
Lease Liability	14119069	13650874
Total	65614258296	24621221149

(Amount in ₹)

Particulars	For the Year ended 31st March, 2026			For the year ended 31st March, 2025		
	**Borrowings (Current & Non-Current)	Lease Liability	Total	**Borrowings (Current & Non-Current)	Lease Liability	Total
Opening Net Debt as on 1st April	24,60,75,70,275	1,36,50,874	24,62,12,21,149	6,09,87,31,230	90,58,702	6107789932
Proceeds from Borrowings	42,11,61,89,846	-	42,11,61,89,846	21,46,24,43,891	-	21462443891
Repayment of Borrowings/Lease Liability	-	(98,21,514)	(98,21,514)	-	-71,27,440	-7127440
Interest paid	(2,78,53,79,461)	(11,47,167)	(2,78,65,26,628)	-40,67,87,375	-4,90,142	-407277517
Other Non-Cash Movements :						
-Increase in Lease Liability	-	1,02,89,709	1,02,89,709	-	1,17,19,612	11719612
-Foreign exchange adjustments	-	-	-	-	-	0
-Interest and Finance Charges	2,87,68,02,997	11,47,167	2,87,79,50,164	41,89,61,354	4,90,142	419451496
-Fair value adjustments	(1,21,50,44,430)	-	(1,21,50,44,430)	-2,96,57,78,825	-	-2965778825
Closing Net Debt as on 31st March	65,60,01,39,227	1,41,19,069	65,61,42,58,296	24,60,75,70,275	1,36,50,874	24,62,12,21,149

**For Borrowings refer Note No.16.1, 20.1 and 20.4 (item namely Interest Accrued on Borrowings - due & not due)

Signed as per separate report of even date

For V A K & Associates.
Chartered Accountants
(Firm Regn. No. 019636N)

(CA. Vinay Jamwal)
Partner
M.NO. 502417

V A K & Associates
Jammu
Chartered Accountants

Place Jammu
Date: 02-05-2026

For and on behalf of the Board of Directors

(Sanjay Kumar Singh)
Director
DIN No.10718481

(Ramesh Mukhiya)
Managing Director
DIN No. 10415607

(Naveen Samriya)
General Manager (Finance)

(Sudhir Anand)
Company Secretary
FCS 7050

STATEMENT OF CHANGES IN EQUITY AS AT 31ST MARCH 2026

A. EQUITY SHARE CAPITAL

Particulars	Note No.	Note No.	(Amount in ₹)
As at 1st April 2025	15.1	15.1	56,30,01,12,860
Changes in Equity Share Capital due to prior period errors			
Restated balances as at 1st April 2025		15.1	56,30,01,12,860
Change in Equity Share Capital during the year			**3,18,56,00,000**
As at 31st March 2026	15.1	15.1	59,48,57,12,860

B. OTHER EQUITY

(Amount in ₹)

Particulars	Reserve and Surplus							Other Comprehensive Income			Total
	Capital Reserve	Share Application Money Pending Allotment	Capital Reserve	Capital Redemption Reserve	Bond Redemption Reserve	General Reserve	Retained Earnings	Debt instruments through OCI	Cost of Hedge Reserve	Equity Instruments through OCI	
Balance as at 1st April, 2026	-	-	-	-	-	-	77,35,35,154	-	-	-	77,35,35,154
Changes in accounting policy or prior period errors											
Restated balances as at 1st April 2025			-	-	-	-	77,35,35,154	-	-	-	77,35,35,154
Profit for the year				-	-	-	-8,46,27,948	-		-	-8,46,27,948
Other Comprehensive Income				-	-	-	-	-	-	-	-
Total Comprehensive Income for the year	-			-	-	-	-8,46,27,948	-	-	-	-8,46,27,948
Share Application Money received during the year.		11,72,43,00,000									11,72,43,00,000
Shares issued During the year.		3,18,56,00,000									3,18,56,00,000
Utilization for Buy Back of Equity Shares											-
Utilization for expenditure on Buy Back of Equity Shares						-					-
Transfer to Retained Earning											-
Amount transferred from Bond Redemption Reserve				-	-		-				-
Dividend				-	-		-				-
Transfer to Bond Redemption Reserve				-	-		-				-
Balance as at 31st March 2026	-	**8,53,87,00,000**	-	-	-	-	**68,89,07,206**	-	-	-	**9,22,76,07,206**

For V A K & Associates.
Chartered Accountants
(Firm Regd. No. 019636N)

(CA Vinay Jamwal)
Partner
M.NO. 502417

(Naveen Samriya)
General Manager (Finance)

(Ramesh Mukhiya)
Managing Director
DIN No.10415607

NOTE NO. 1: COMPANY INFORMATION AND MATERIAL ACCOUNTING POLICIES

(I) Reporting entity

Chenab Valley Power Projects Limited (the "Company") is a Joint Venture of NHPC Limited (A GoI Enterprise), JKSPDC (A GoJK Enterprise) and a Company domiciled in India (CIN: U40105JK2011GOI003321). The address of the Company's registered office is Chenab Valley Power Projects Limited, Chenab Jal Shakti Bhawan, Opposite Saraswati Dham, RailHead Complex, Jammu, UT of Jammu & Kashmir-180012. The Company is primarily involved in the generation and sale of bulk power to various Power Utilities.

(II) Basis of preparation

(A) Statement of Compliance

These standalone financial statements are prepared on going concern basis following accrual system of accounting and 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 notified and applicable), applicable provisions of the Companies Act, 1956, and the provisions of the Electricity Act, 2003 to the extent applicable.

These financial statements were authorised for issue by the Board of Directors on 02.05.2026.

(B) Basis of Measurement

The financial statements have been prepared on historical cost basis, except for:

- Certain financial assets and liabilities measured at fair value.
- Plan assets of defined employee benefit plans measured at fair value.
- Right of use assets – measured at present value of future cash outflows at initial recognition
- assets held for sale - measured at fair value less cost to sell.

The methods used to measure fair values are discussed in Note 33.

Historical cost is the amount of cash or cash equivalents paid or the fair value of the consideration given to acquire assets at the time of their acquisition or the amount of proceeds received in exchange for the obligation, or at the amounts of cash or cash equivalents expected to be paid to satisfy the liability in the normal course of business. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

(C) Application of new and revised standards

The Ministry of Corporate Affairs vide notification dated 7th May 2025 and 13th August, 2025 notified the Companies (Indian Accounting Standards) Amendment Rules, 2025 and Companies (Indian Accounting Standards) Second Amendment Rules, 2025, respectively, which amended/ notified certain Indian Accounting Standards and are effective for annual reporting periods beginning on or after 1 April 2025:

a) Classification of Liabilities as Current or Non-current and Non-current Liabilities with Covenants Amendments to Ind AS 1;
b) Supplier Finance Arrangements Amendments to Ind AS 7 and Ind AS 107;
c) International Tax Reform – Pillar Two Model Rules Amendments to Ind AS 12;
d) Lack of Exchangeability – Amendments to Ind AS 21.

The Company has evaluated the amendment and there is no impact on the Company's financial statements.

(D) Functional and presentation currency

These financial statements are presented in Indian Rupees (INR), which is the Company's functional currency. All financial information presented in INR has been rounded off to the Nearest Lacs (up to two decimals) for the Company. However, at Unit level, figures are presented in rupees (absolute number).

(E) Use of estimates and management judgments

The preparation of financial statements in conformity with Ind AS requires management to make judgments, estimates and assumptions that may impact the application of accounting policies and the reported value of assets, liabilities, income, expenses and related disclosures including contingent assets and contingent liabilities at the Balance Sheet date. The estimates and management's judgments are based on previous experience and other factors considered reasonable and prudent in the circumstances. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an on-going basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

In order to enhance understanding of the financial statements, information about significant areas of estimation, uncertainty and critical judgments in applying accounting policies that may have the most significant effect on the amounts recognised in the financial statements are included in the following notes:

Critieal judgments and estimates

a) Leases

The Company evaluates if an arrangement qualifies to be a lease as per the requirements of Ind AS 116-*Leases*. 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. Identification of a lease requires significant judgment.

The Company also uses significant judgment in assessing the lease term (including anticipated renewals) and the applicable discount rate.

b) Useful life of Property, Plant and Equipment and Intangible Assets

The estimated useful life of property, plant and equipment and intangible assets are based on a number of factors including the effects of obsolescence, demand, competition and other economic factors (such as the stability of the industry and known technological advances) and the level of maintenance expenditures required to obtain the expected future cash flows from the asset.

e) Recoverablc amount of Property, Plant and Equipment, Capital Work in Progress and Intangible Assets

The recoverable amount of property, plant and equipment, capital work in progress and intangible assets are based on estimates and assumptions, in particular the expected market outlook and future cash fiows associated with the power plants. Any changes in these assumptions may have a material impact on the measurement of the recoverable amount resulting in impairment.

d) Post-retirement benefit plans

Employee benefit obligations are measured on the basis of actuarial assumptions which include mortality and withdrawal rates as well as assumptions in respect of future developments in discount rates, the rate of salary increase, inflation rate and expected rate of return on plan assets. The Company considers that the assumptions used to measure its obligations are appropriate and documented. However, any changes in these assumptions may have an impact on the resulting calculations.

e) Revenue

The Company shall record revenue from sale of power based on tariff approved by the CERC, as per the principles of Ind AS 115- *Revenue from Contracts with Customers.* However, in cases where tariff rates are yet to be approved, provisional rates are adopted considering the applicable CERC Tariff Regulations. Further, where revision in tariff due to revision in cost estimates are pending, tariff is computed based on the parameters and methods prescribed under the CERC Tariff Regulations and an estimated amount of revenue is recognised when an application is made to the CERC after obtaining necessary approvals to the extent it is highly probable that there will be no downward adjustment to the revenue recognised.

Where tariff is not subject to approved by CERC or tariff rates have been agreed directly with beneficiary, revenue from sale of electricity is accounted for on the basis of tariff agreed in the Power Purchase Agreements/Contracts in accordance with Ind AS 115- Revenue from Contracts with Customers.

f) Provisions and contingeneies

The assessments undertaken in recognising provisions and contingencies have been made in accordance with Ind AS 37, 'Provisions, Contingent Liabilities and Contingent Assets'. The evaluation of the likelihood of the contingent events has been made on the basis of best judgment by management regarding probable outflow of economic resources. These estimates can change due to unforeseeable developments.

g) Recoverable Amount of Rate Regulated Assets

The operating activities of the Company are subject to cost-of-service regulations whereby tariff charged for electricity generated is based on allowable costs like interest costs, depreciation, operation and maintenance including a stipulated return. Guidance Note on Rate Regulated Activities issued by the ICAI (previous GAAP) and Ind AS 114- 'Regulatory Deferral Accounts' permits an entity to include in the rate base, as part of the cost of self-constructed (tangible) PPE or internally generated intangible assets, amounts that would otherwise be recognised as an expense in the Statement of Profit and Loss in accordance with Ind AS. The Company estimates that items of regulatory deferral accounts recognised in the financial statements are recoverable as per the current CERC Tariff Regulations 2019-24. However, changes in CERC tariff regulations beyond the current tariff period may affect the recoverability of such balances.

h) Impairment of Trade Receivables

Considering the historical credit loss experience for trade receivables, the Company does not envisage either impairment in the value of receivables from beneficiaries or loss due to time value of money owing to delay in realization of trade receivables, except to the extent already provided for. CERC Tariff Regulations provide for recovery of Late Payment Surcharge for delayed payments which compensates for loss due to time value of money, except to the extent already provided for.

i) Insurance Claim Reeoverable

The recoverable amount of insurance claims in respect of damages to Property, Plant and Equipment and Capital Work in Progress is based on estimates and assumptions as per terms and conditions of insurance policies and management estimate of amount recoverable from the Insurance Company based on past experience.

j) Ineome taxes

Significant estimates are involved in determining the provision for income taxes, including amount expected to be paid/recovered for uncertain tax positions.

K) Cost of Carbon Credits / Certified Emission Rednctions (CERs)/ Verified Carbon Units (VCUs)

The cost of Carbon Credits / Certified Emission Reductions (CERs)/ Verified Carbon Units (VCUs) shall be measured as per Management estimate whenever applicable.

l) **Assets classified as held for sale**

Management judgment is required to apply the accounting of non-current assets held for sale under Ind AS 105 - 'Non-current assets held for sale and discontinued operations'. In assessing the applicability, management exercises judgment to evaluate availability of the asset for immediate sale, management's commitment for the sale and probability of sale within one year to conclude if their carrying amount will be recovered principally through a sale transaction rather than through continuing use.

m) **Capital Spares designated as part of Property, Plant and Eqnipment:**

Management evaluates whether an item of inventory qualifies as a capital spare forming part of Property, Plant & Equipment on the basis of various factors, including cost of the item as per minimum threshold limit specified in CERC Tariff Regulations 2024-29, period over which benefits from the item is expected to accrue and allowability of the items in Tariff.

n) **Contraet Assets**:

Receivables arising out of the Company's right to consideration in exchange for goods and services that the Company has transferred/ provided to customers when that right is conditioned upon matters other than passage of time, like filing of tariff petitions, receiving of truing up orders of the CERC, etc. are recognized as Contract Assets.

(III) MATERIAL ACCOUNTING POLICIES:

Summary of the material accounting policies for the preparation of financial statements as given below have been applied consistently to all periods presented in the financial statements. These accounting policies are formulated in a manner that results in financial statements containing relevant and reliable information about the transactions, other events and conditions to which they apply. These policies need not be applied when the effect of applying them is immaterial.

Up to March 31, 2015, Property, Plant and Equipment, Capital Work in Progress, Intangible Assets and Investment Property were carried in the Balance Sheet in accordance with Indian GAAP. The Company had elected to avail the exemption granted by IND AS 101, "First time adoption of IND AS" to regard those amounts as the deemed cost at the date of transition to IND AS (i.e., as on April 1, 2015). Therefore, the carrying amount of property, plant and equipment, Capital Work in Progress, intangible assets and Investment Property as per the previous GAAP as at April 1, 2015, were maintained on transition to Ind AS.

1.0 Property, Plant and Equipment (PPE)

a) An item of PPE is recognized as an asset if it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably.

b) PPE are initially measured at cost of acquisition/construction including decommissioning or restoration cost wherever required. The cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management. In cases where final settlement of bills with contractors is pending, but the asset is complete and available for operating in the manner intended by the management, capitalisation is done on estimated basis subject to necessary adjustments, including those arising out of settlement of arbitration/court cases.

c) Subsequent costs is recognized in the carrying amount of the asset when it is probable that future economic benefits deriving from the cost incurred will flow to the enterprise and the cost of the item can be measured reliably.

d) Expenditure incurred on renovation and modernization of power station on completion of the originally estimated useful life of the power station is added to the cost of the related asset when it meets the recognition criteria. PPE acquired as replacement of the existing assets are capitalized and its corresponding replaced assets removed/ retired from active use are derecognized.

e) After initial recognition, Property, Plant and Equipment is carried at cost less accumulated depreciation/amortisation and accumulated impairment losses, if any.

f) Deposits, payments made/ liabilities created provisionally towards compensation (including interest on enhanced compensation till the date of award by the Court), rehabilitation & resettlement and other expenses including expenditure on environment management plans relatable to land in possession are treated as cost of land.

g) Assets over which the Company has control, though created on land not belonging to the Company, are included under Property, Plant and Equipment.

h) Standby equipment and servicing equipment which meet the recognition criteria of Property, Plant and Equipment are capitalized.

i) Spares parts (procured along with the Plant and Machinery or subsequently) which meet the recognition criteria are capitalized. The carrying amount of those spare parts that are replaced is derecognized when no future economic benefits are expected from their use or upon disposal. Other spare parts are treated as "stores and spares" forming part of inventory.

j) Expenditure on major inspection and overhauls of generating unit is capitalized, when it meets the asset recognition criteria. Any remaining carrying amount of the cost of the previous inspection and overhaul is derecognized.

k) The cost of replacing part of an item of property, plant and equipment is recognized in the carrying amount of the item if it is probable that the future economic benefits embodied within the part will flow to the Company and its cost can be measured reliably. The carrying amount of the replaced part is derecognized regardless of whether the replaced part has been depreciated separately. If it is not practicable to determine the carrying amount of the replaced part, the Company uses the cost of the replacement as an indication of what the cost of replaced part was at the time it was acquired or constructed. The costs of the day-to-day servicing of property, plant and equipment are recognized in the statement of profit and loss as and when incurred.

l) An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected from its use. Any gain or loss arising on derecognition/ disposal of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the Statement of Profit and Loss when the asset is derecognised.

2.0 Capital work in Progress (CWIP)

a) Expenditure incurred on assets under construction (including a project) is carried at cost under CWIP. Such costs comprise purchase price of assets including import duties and non-refundable taxes (after deducting trade discounts and rebates), expenditure in relation to survey and investigation activities of projects, cost of site preparation, initial delivery and handling charges, installation and assembly costs, etc.

b) Costs including employee benefits, professional fees, expenditure on maintenance and up-gradation of common public facilities, depreciation on assets used in construction of project including Right-of-Use assets, interest during construction and other costs that are directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management are accumulated under "Expenditure Attributable to Construction (EAC)" and subsequently allocated on systematic basis over major immovable assets, other than land and infrastructure facilities on commissioning of projects. Net pre-commissioning income/expenditure is adjusted directly in the cost of related assets. Income on account of liquidated damages / interest on advances to contractors during construction period is adjusted in the cost of related assets.

c) Capital Expenditure incurred for creation of facilities, over which the Company does not have control but the creation of which is essential principally for construction of the project is accumulated under "Expenditure Attributable to Construction" and carried under "Capital Work in Progress" and subsequently allocated on a systematic basis over major immovable assets, other than land and infrastructure facilities on commissioning of projects, keeping in view the "attributability" and the "Unit of Measure" concepts in Ind AS 16- "Property, Plant and Equipment". Expenditure of such nature incurred after completion of the project, is charged to the Statement of Profit and Loss.

3.0 Intangible Assets and Intangible Assets under Development

a) Expenditure on research is charged to expenditure as and when incurred. Expenditure on development is capitalized only if the expenditure can be measured reliably, the product or process is technically and commercially feasible, future economic benefits are probable and the Company intends to & has sufficient resources to complete development and to use or sell the asset.

b) Intangible assets that are acquired by the Company and which have finite useful lives, are measured on initial recognition at cost. Cost includes any directly attributable expenses necessary to make the assets ready for its intended use. After initial recognition, intangible assets are carried at cost less any accumulated amortisation and accumulated impairment losses.

c) Intangible assets under development represent expenditure incurred on intangible assets which are in the development phase and are carried at cost less accumulated impairment loss, if any.

d) Subsequent costs are recognized as an increase in the carrying amount of the asset when it is probable that future economic benefits deriving from the cost incurred will flow to the Company and the cost of the item can be measured reliably.

e) An item of Intangible asset is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Gains or losses arising from derecognition of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are reeognised in the Statement of Profit and Loss when the asset is derecognised.

4.0 Foreign Currency Transactions

a) Transactions in foreign currency are initially recorded at the functional currency spot rate at the date the transaction first qualifies for recognition. At each reporting date, monetary items denominated in foreign currency are translated at the functional currency exchange rates prevailing on that date.

b) Exchange differences arising from settlement/ translation of monetary items denominated in foreign currency entered into on or after April 1, 2016 to the extent recoverable from or payable to the beneficiaries in subsequent periods as per CERC Tariff Regulations are recognized as 'Regulatory Deferral Account Balances' during construction period and adjusted from the year in which the same become recoverable from or payable to the beneficiaries.

c) Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rate at the date of the transaction. Where the Company has paid or received advance consideration in a foreign currency, the date of transaction for the purpose of determining the exchange rate to use on initial recognition of the related asset, expense or income (or part of it), is the date when the Company initially recognizes the non-monetary asset or non-monetary liability arising from the payment or receipt of advance consideration.

5.0 Regulatory Deferral Accounts

a) The Company recognizes "Regulatory Deferral Account Balances" in respect of its regulated operations in accordance with Ind AS 114 - 'Regulatory Deferral Accounts', read with the ICAI Guidance Note on Rate Regulated Activities based on reasonable certainty regarding allowability through tariff by the Electricity Regulator in accordance with the applicable regulatory framework."

b) Where an item of expenditure incurred during the period of construction of a project is recognised as expense in the Statement of Profit and Loss i.e., not allowed to be capitalized as part of cost of relevant PPE in accordance with Ind AS, but is nevertheless permitted by CERC to be recovered from the beneficiaries in future through tariff, the right to recover the same is recognized as "Regulatory Deferral Account balances."

c) Expense/ income recognised in the Statement of Profit and Loss to the extent recoverable from or payable to the beneficiaries in subsequent periods as per CERC Tariff Regulations are recognised as "Regulatory Deferral Account balances."

d) These Regulatory Deferral Account balances are adjusted from the year in which the same become recoverable from or payable to the beneficiaries.

e) Regulatory Deferral Account balances are evaluated at each Balance Sheet date to ensure that the underlying activities meet the recognition criteria and it is probable that future economic benefits associated with such balances will flow to the entity. If these criteria are not met, the Regulatory Deferral Account balances are derecognised.

f) Regulatory Deferral Account balances are tested for impairment at each Balance Sheet date.

6.0 Fair value measurement

At initial recognition, transaction price is the best evidence of fair value. However, when the Company determines that transaction price does not represent the fair value, it uses inter-alia valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs.

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

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

• Level 2 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable.

• Level 3 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

For financial assets and financial liabilities that are recognised at fair value on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorisation at the end of each reporting period.

7.0 Financial assets other than investment in subsidiaries and joint ventures

A financial asset includes inter-alia any asset that is cash, equity instrument of another entity or contractual right to receive cash or another financial asset or to exchange financial asset or financial liability under conditions that are potentially favourable to the Company. A financial asset is recognized when and only when the Company becomes party to the contractual provisions of the instrument.

Financial assets of the Company comprise Cash and Cash Equivalents, Bank Balances, Investments in equity shares of companies, Trade Receivables, Loan to employees, security deposit, claims recoverable, Contract assets etc.

a) Classification

The Company classifies its financial assets in the following categories:

- At amortised cost,
- At fair value through other comprehensive income (FVTOCI), and
- At fair value through profit and loss

The classification depends on the following:

(a) The entity's business model for managing the financial assets and

(b) The contractual cash flow characteristics of the financial asset.

For assets measured at fair value, gains and losses are either recorded in the Statement of Profit and Loss or under Other Comprehensive Income. For investments in debt instruments, this will depend on the business model in which the investment is held. For investments in equity instruments, this will depend on whether the Company has made an irrevocable election at the time of initial recognition to account for the equity investment at fair value through Other Comprehensive Income.

b) Initial recognition and measurement

All financial assets are recognised initially at fair value plus, in the case of financial assets not recorded at fair value through profit or Loss, transaction costs that are attributable to the acquisition of the financial asset. Transaction costs of financial assets carried at fair value through profit or loss are expensed in the Statement of Profit and Loss.

The Company measures trade receivables at their transaction price, if the trade receivables do not contain a significant financing component.

c) Subsequent measurement

Debt Instruments at amortised cost

A 'debt instrument' is measured at the amortised cost if both the following conditions are met:

i) The asset is held within a business model whose objective is to hold assets for collecting contractual cash flows, and

ii) Contractual terms of the asset give rise on specified dates to cash flows that are Solely Payments of Principal and Interest (SPPI) on the principal amount outstanding.

After initial measurement, such financial assets are subsequently measured at amortised cost using the Effective Interest Rate (EIR) method. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included in interest income in the Statement of Profit and Loss. The losses arising from impairment are recognised in the Statement of Profit and Loss.

Debt Instrument at Fair Value through Other Comprehensive Income (FVTOCI)

A 'debt instrument' is classified as at FVTOCI if both the following criteria are met:

i) The objective of the business model is achieved both by collecting contractual cash flows and selling the financial assets, and

ii) The asset's contractual cash flows represent Solely Payments of Principal and Interest (SPPI).

Debt instruments at fair value through Other Comprehensive Income are measured at each reporting date at fair value. Fair value movements are recognized in Other Comprehensive Income (OCI). However, the Company recognizes interest income, impairment losses, reversals and foreign exchange gain or loss in the Statement of Profit and Loss. On derecognition of the asset, cumulative gain or loss previously recognised in OCI is reclassified from the equity to profit and loss. Interest income from these financial assets is included in other income using the EIR method.

Trade Receivables:

Trade receivables containing a significant financing component are subsequently measured at amortised cost using the effective interest method.

d) Derecognitlon

A financial asset is derecognised only when:

i) The Company has transferred the rights to receive cash flows from the financial asset, or

ii) Retains the contractual rights to receive the cash flows of the financial asset, but assumes a contractual obligation to pay the cash flows to one or more recipients.

Where the Company has transferred an asset, the Company evaluates whether it has transferred substantially all risks and rewards of ownership of the financial asset. In such cases, the financial asset is derecognised. Where the Company has not transferred substantially all risks and rewards of ownership of the financial asset, the financial asset is not derecognised.

Where the Company has neither transferred a financial asset nor retains substantially all risks and rewards of ownership of the financial asset, the financial asset is derecognised if the Company has not retained control of the financial asset. Where the Company retains control of the financial asset, the asset is continued to be recognised to the extent of continuing involvement in the financial asset.

On derecognition, the difference between the carrying amount and the amount of consideration received / receivable is recognized in the Statement of Profit and Loss.

e) Impairment of financial assets

In accordance with Ind AS 109, the Company applies Expected Credit Loss (ECL) model for measurement and recognition of impairment loss on the following financial assets:

i) Financial assets that are debt instruments, and are measured at amortised cost.

ii) Financial assets that are debt instruments and are measured as at FVTOCI

iii) Contract Assets and Trade Receivables under Ind AS 115-*Revenue from Contracts with Customers*

iv) Lease Receivables under Ind AS 116-*Leases.*

The Company follows the 'simplified approach' permitted under Ind AS 109, "Financial Instruments" for recognition of impairment loss allowance based on life time expected credit loss from initial recognition on contract assets, lease receivables and trade receivables resulting from transactions within the scope of Ind AS 116 and Ind AS 115.

For all other financial assets, expected credit losses are measured at an amount equal to the 12-month ECL, unless there has been a significant increase in credit risk from initial recognition, in which case those financial assets are measured at lifetime ECL. Any increase or reversal of loss allowance computed using ECL model, is recognized as an impairment gain or loss in the Statement of Profit and Loss.

8.0 Inventories

Inventories mainly comprise stores and spare parts to be used for maintenance of Property, Plant and Equipment and are valued at cost or net realizable value (NRV) whichever is lower. The cost is determined using weighted average cost formula and NRV is the estimated selling price in the ordinary course of business, less the estimated costs necessary to make the sale.

Spares which do not meet the recognition criteria as Property, Plant and Equipment, including spare parts individually costing up to Rs 10 Lakh are recognized as inventories.

Carbon Credits / Certified Emission Reductions (CERs)/ Verified Carbon Units (VCUs) are valued at lower of cost and net realizable value.

The amount of any write-down of inventories to net realisable value and all losses of inventories is recognized as an expense in the period in which write-down or loss occurs.

9.0 Financial liabilities

The Company's financial liabilities include loans and borrowings, trade and other payables. A financial liability is recognized when and only when the Company becomes party to the contractual provisions of the instrument.

a) Classification, initial recognition and measurement

Financial liabilities are recognised initially at fair value less transaction costs that are directly attributable and subsequently measured at amortised cost. Financial liabilities are classified as subsequently measured at amortized cost. Any difference between the proceeds (net of transaction costs) and the fair value at initial recognition is recognised in the Statement of Profit and Loss or in the carrying amount of an asset if another standard permits such inclusion, over the period of the borrowings using the effective rate of interest.

b) Subsequent measurement

After initial recognition, financial liabilities are subsequently measured at amortised cost using the EIR method. Gains and losses are recognised in the Statement of Profit and Loss or in the carrying amount of an asset if another standard permits such inclusion, when the liabilities are derecognised as well as through the EIR amortisation process.

Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included as finance cost in the Statement of Profit and Loss.

c) Derecognition

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expired. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in the Statement of Profit and Loss.

d) Offsetting of financial instruments

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

e) Derivative financial instruments

Derivative financial instruments that are held by the Company to hedge the foreign currency and interest rate risk exposures and are not designated as hedges are accounted for at fair value through profit or loss. Changes in fair value are recognised in the Statement of Profit and Loss.

10.0 Government Grants

a) The benefits of a government loan at a below market rate of interest is treated as a Government Grant. The loan is initially recognised and measured at fair value and the grant is measured as the difference between the initially recognized amount of the loan and the proceeds received. The loan is subsequently measured as per the accounting policy applicable to financial liabilities and the grant is recognized initially as deferred income and subsequently amortised in the Statement of Profit and Loss on a systematic basis over the useful life of the asset.

b) Monetary grants from the government for creation of assets are initially recognised as deferred income when there is reasonable assurance that the grant will be received and the company will comply with the conditions associated with the grant. The deferred income so recognised is subsequently amortised in the Statement of Profit and Loss over the useful life of the related assets.

c) Government grant related to income is recognised in the Statement of Profit and Loss on a systematic basis over the periods in which the entity recognises as expenses the related costs for which the grants are intended to compensate.

11.0 Provisions, Contingent Liabilities and Contingent Assets

a) Provisions are recognised when the Company has a present legal or constructive obligation as a result of a past event and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Such provisions are determined based on management estimate of the amount required to settle the obligation at the Balance Sheet date. When some or all of the economic benefits required to settle a provision are expected to be recovered from a third party, the 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. The expense relating to a provision net of any reimbursement is presented in the Statement of Profit and Loss or in the carrying amount of an asset if another standard permits such inclusion.

If the effect of the time value of money is material, provisions are determined by discounting the expected future cash flows using a current pre-tax rate that reflects the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

b) Contingent liabilities are possible obligations that arise from past events and whose existence will only be confirmed by the occurrence or non-occurrence of one or more future events not wholly within the control of the Company. 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 a contingent liability, unless the probability of outflow of economic benefits is remote. Contingent liabilities are disclosed on the basis of judgment of management/independent experts. These are reviewed at each Balance Sheet date and are adjusted to reflect the current management estimate.

c) Contingent assets are possible assets that arise from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company. Contingent assets are disclosed in the financial statements when inflow of economic benefits is probable on the basis of judgment of management. These are assessed continually to ensure that developments are appropriately reflected in the financial statements.

12.0 Revenue Reeognition and Other Income

Company's revenues arise from sale of energy and other income. Revenue from other income comprises interest from banks, employees, contractors etc., surcharge received from beneficiaries for delayed payments, sale of scrap, other miscellaneous income, etc.

a) **Revenue from sale of power**

i) Revenue is measured based on the consideration that is specified in a contract with a customer or is expected to be received in exchange for the products or services and excludes amounts collected on behalf of third parties. The Company recognises revenue from contracts for sale of power over time as the customers simultaneously receive and consume the benefits provided by the Company.

ii) Revenue from sale of power (except minimum lease receipts in respect of power stations considered as Finance Lease/Operating Lease) is accounted for as per tariff notified by the Central Electricity Regulatory Commission (CERC) under the CERC (Terms & Conditions of Tariff) Regulations as modified by the orders of Appellate Tribunal for Electricity to the extent applicable.In the case of Power Stations where provisional/ final tariff is yet to be notified or where incentives/disincentives are chargeable/payable as per CERC (Terms & Conditions of Tariff) Regulations, revenue is recognised to the extent it is highly probable that a significant reversal in the amount of cumulative revenue recognised will not occur. Rebates given to beneficiaries as early payments incentives are deducted from the amount of revenue.

iii) Customers are billed on a periodic and regular basis. As at each reporting date, revenue from sale of power includes an accrual for sales delivered to customers but not yet billed (unbilled revenue).

iv) Recovery/ refund towards foreign currency variation in respect of foreign currency loans and recovery towards Income Tax are recognised on year to year basis based on regulatory norms.

v) Adjustments arising out of finalisation of Regional Energy Account (REA), though not material, are effected in the year of respective finalisation.

b) **Other income**

i) For all debt instruments measured either at amortised cost or at fair value through other comprehensive income, interest income is recorded using the effective interest rate (EIR). When calculating the effective interest rate, the Company estimates the expected cash flows by considering all the contractual terms of the financial instrument (for example, prepayment, extension, call and similar options) but does not consider the expected credit losses.

ii) Interest/Surcharge recoverable from customers including those arising out of contracts for trading of power and liquidated damages /interest on advances to contractors is recognised when it is highly probable that a significant reversal in the amount of revenue recognised will not occur in the future.

c) **Revenue from sale of earbon credits/ CERs/VERs**

Revenue shall be recognized on transfer/ sale of Carbon Credits/ Certified Emission Reductions (CERs)/ Verified Carbon Units (VCUs) to the extent it is highly probable that a significant reversal in the amount of revenue recognized will not occur in the future.

13.0 Employee Benefits

i) Short-term employee benefits

Short-term employee benefit obligations are measured on an undiscounted basis and are expensed or included in the carrying amount of an asset if another standard permits such inclusion as the related service is provided.

A liability is recognised for the amount expected to be paid under short-term performance related cash bonus if the Company has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.

ii) Defined contribution plans

A defined contribution plan is a post-employment benefit plan under which an entity pays fixed contributions into Provident Fund Scheme and a separate trust for Social Security Scheme and will have no legal or constructive obligation to pay further amounts. Obligations for contributions to defined contribution plans are recognised as an employee benefit expense in the Statement of Profit and Loss or included in the carrying amount of an asset if another standard permits such inclusion in the periods during which services are rendered by employees. Prepaid contributions are recognised as an asset to the extent that a cash refund or a reduction from future payments is available. Contributions to a defined contribution plan that is due more than 12 months after the end of the period in which the employees render the service are discounted to their present value.

Employee Provident Fund Scheme and Social Security Scheme are accounted for as defined contribution plans.

iii) Defined benefit plans

A defined benefit plan is a post-employment benefit plan other than a defined contribution plan. The Company's Gratuity Scheme, Retired Employees Health Scheme (REHS), Allowance on Retirement/Death and Memento on Superannuation to employees are in the nature of defined benefit plans.

The liability or asset recognised in the Balance Sheet in respect of Gratuity and Retired Employees Health Scheme is the present value of the defined benefit obligation at the end of the reporting period less the fair value of plan assets.

The defined benefit obligation is calculated annually by the actuary using the Projected Unit Credit Method.

The present value of the defined benefit obligation is determined by discounting the estimated future cash outflows by reference to market yields at the end of the reporting period on government bonds that have terms approximating to the terms of the related obligation.

The net interest cost is calculated by applying the discount rate to the net balance of the defined benefit obligation and the fair value of plan assets. This cost is included in employee benefit expense in the statement of profit and loss or included in the carrying amount of an asset if another standard permits such inclusion.

Remeasurement gains and losses arising from experience adjustments and changes in actuarial assumptions are recognised directly in Other Comprehensive Income in the period in which they occur and are included in retained earnings in the Statement of Changes in Equity.

iv) Other long-term employee benefits

Benefits under the Company's leave encashment scheme constitute other long term employee benefits.

The Company's net obligation in respect of long-term employee benefits is the amount of future benefits that employees have earned in return for their service in the current and prior periods. The benefit is discounted to determine its present value, and the fair value of any related assets is deducted. The discount rate is based on the prevailing market yields of Indian government securities as at the reporting date that have maturity dates approximating the terms of the Company's obligations. The calculation is performed using the Projected Unit Credit Method. Contributions to the scheme and actuarial gains or losses are recognised in the Statement of Profit and Loss or included in the carrying amount of an asset if another standard permits such inclusion in the period in which they arise.

v) Termination benefits

The expenses incurred on terminal benefits in the form of ex-gratia payments and notice pay on voluntary retirement schemes are charged to the Statement of Profit and Loss in the year of incurrence of such expenses.

14.0 Borrowing costs

Borrowing costs consist of (a) interest expense calculated using the effective interest method as described in Ind AS 109 – 'Financial Instruments' (b) finance charges in respect of finance leases recognized in accordance with Ind AS 116– 'Leases' and(c) exchange differences arising from foreign currency borrowings to the extent that they are regarded as an adjustment to interest costs and guarantee fee on loan paid to third parties.

Borrowing costs that are directly attributable to the acquisition, construction or production of qualifying assets are capitalised as part of the cost of such asset until such time the assets are substantially ready for their intended use. Qualifying assets are assets which necessarily take substantial period of time to get ready for their intended use or sale. All other borrowing costs are expensed in the period in which they occur.

When the Company borrows funds specifically for the purpose of obtaining a qualifying asset, the borrowing costs incurred are capitalised. When the Company borrows funds generally and uses them for the purpose of obtaining a qualifying asset, the capitalisation of the borrowing costs is computed based on the weighted average cost of all borrowings that are outstanding during the period and used for the acquisition, construction/exploration or erection of the qualifying asset. However, borrowing costs applicable to borrowings made specifically for the purpose of obtaining a qualifying asset are excluded from this calculation, until substantially all the activities necessary to prepare that asset for its intended use or sale are complete.

The Company can incur borrowing costs during an extended period in which construction activities necessary to prepare an asset for its intended use or sale remain suspended due to any reason. Such borrowing costs are incurred for holding partially completed assets and is not eligible for capitalization except for the suspension period during which substantial technical and administrative works are being carried out or when there is a temporary delay, which is a necessary part of the process of getting an asset ready for its intended use or sale.

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

Capitalisation of borrowing cost ceases when substantially all the activities necessary to prepare the qualifying assets for their intended use are complete.

Other borrowing costs are recognized as an expense in the year in which they are incurred.

15.0 Depreciation and amortization

a) Depreciation on additions to /deductions from Property, Plant & Equipment (PPE) during the year is charged on pro-rata basis from / up to the date on which the asset is available for use / disposal.

b) (i) Depreciation on Property, Plant and Equipment of Operating Units of the Company capitalized till five years before the end of the useful life of the Power Station is charged to the Statement of Profit & Loss on straight-line method following the rates and methodology notified by CERC for the fixation of tariff except for assets specified in Policy No. 15.0(d).

(ii) Depreciation on Property, Plant and Equipment capitalized during the last five years of the useful life of a Power Station is charged on straight-line method for the remaining operational life/ period of extended life as per CERC Tariff Regulations/Orders, from the date on which such asset becomes available for use.

(iii) Where the life and / or efficiency of a Power Station is increased due to renovation and modernization, the expenditure thereon along with its unamortized depreciable amount is charged prospectively on straight-line method over the revised / remaining useful life.

c) i) Depreciation on Property, Plant and Equipment (except old and used) of other than Operating Units of the Company is charged to the extent of 90% of the cost of the asset following the rates notified by CERC for the fixation of tariff except for assets specified in Policy No. 15.0(d).

ii) Depreciation on old and used items of PPE of other than Operating Units is charged on straight-line method to the extent of 90% of the cost of the asset over estimated useful life determined on the basis of technical assessment.

d) i) Depreciation in respect of following items of PPE is provided on straight line method based on the useful life and residual value (5%) given in the Schedule II of the Companies Act, 2013:

- Construction Plant and Machinery
- Computer and Peripherals

ii) Based on technical assessment, depreciation on Mobile Phones is provided on straight line basis over a period of three years with residual value of Re 1.

iii) Based on technical assessment, depreciation on Roof Top Solar Power System / Equipment is provided on straight line basis over a period of twenty five years with residual value of 10%.

iv) Based on technical assessment, depreciation on furniture& other equipment provided at residential office of employees is charged on straight line basis over a period of five years with residual value of 10%

e) Temporary erections are depreciated fully (100%) in the year of acquisition /capitalization by retaining Re. 1/- as WDV.

f) All assets valuing Rs. 5000/- or less but more than Rs. 750/- are fully depreciated/amortised during the year in which the asset becomes available for use with WDV of Re. 1/- for tangible assets and NIL for Intangible Assets.

g) Low value items, which are in the nature of assets (excluding immovable assets) and valuing up to Rs. 750/- are not capitalized and charged off to expenditure in the year of use.

h) Leasehold Land of operating units is amortized over the period of lease or over the life of the Power Plant (40 years in case of Hydro Projects and 25 years in case of Solar & Wind Projects) whichever is lower, following the rates and methodology notified vide CERC tariff regulations.

i) Leasehold Land and buildings of units other than operating units, is amortized over the period of lease or over the life of the Power Plant (40 years in case of Hydro Projects and 25 years in case of Solar & Wind Projects), whichever is lower.

j) PPE created on leasehold land are depreciated to the extent of 90% of original cost over the balance available lease period of respective land from the date such asset is available for use or at the applicable depreciation rates & methodology notified by CERC tariff regulations for such assets, whichever is higher.

k) Land-Right of Use in case of Hydro Project is amortized over a period of 40 years from the date of commercial operation of the project following the rates and methodology notified vide CERC tariff regulations.

l) Cost of software recognized as 'Intangible Assets' is amortized on straight line method over a period of legal right to use or three years, whichever is earlier, starting from the date when the asset becomes available for use. Other intangible assets are amortized on straight line method over the period of legal right to use or life of the related plant, whichever is less. The period and method of amortization of intangible assets with finite useful life is reviewed at each financial year end and adjusted prospectively, wherever required.

m) Where the cost of depreciable assets has undergone a change during the year due to increase/decrease in long term liabilities on account of exchange fluctuation, price adjustment, settlement of arbitration/court cases, change in duties or similar factors, the unamortized balance of such assets is depreciated prospectively over the residual life of such assets at the rate of depreciation and methodology notified by CERC tariff regulations.

n) Spare parts procured along with the Plant and Machinery or subsequently which are capitalized and added in the carrying amount of such item are depreciated over the residual useful life of the related plant and machinery at the rates and methodology notified by CERC.

o) Useful life, method of depreciation and residual value of assets where depreciation is charged as per management assessment are reviewed at the end of each financial year and adjusted prospectively over the balance useful life of the asset, wherever required.

16.0 Impairment of non-financial assets other than inventories

a) The Company assesses, at each reporting date, whether there is an indication that an asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, the Company estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's or cash-generating unit's (CGU) fair value less costs of disposal and its value in use. Recoverable amount is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets of the Company. When the carrying amount of an asset or CGU exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount. The resulting impairment loss is recognised in the Statement of Profit and Loss.

b) In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining fair value less costs of disposal, recent market transactions are taken into account. If no such transactions can be identified, an appropriate valuation model is used. These calculations are corroborated by valuation multiples, quoted share prices for publicly traded companies or other available fair value indicators. Fair value less costs of disposal is determined only in case carrying amount of an asset or cash-generating unit (CGU) exceeds the value in use.

c) In case of expenditure on survey & investigation of projects, if it is decided to abandon such a project, expenditure incurred thereon is charged to the Statement of Profit and Loss in the year in which such decision is taken.

d) In case a project under survey and Investigation remains in abeyance by the order of appropriate authority/ by injunction of court order, any expenditure incurred on such projects from the date of order/ injunction of court is provided in the books from the date of such order till the period project is kept in abeyance by such order/ injunction. Provision so made is however reversed on the revocation of aforesaid order/ injunction.

e) Impairment losses recognised in prior periods are assessed at each reporting date for any indications that the loss has decreased or no longer exists. An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount. An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss had been recognised.

17.0 Income Taxes

Income tax expense comprises current and deferred tax. Tax is recognised in the Statement of Profit and Loss, except to the extent that it relates to items recognised directly in equity or other comprehensive income, in which case the tax is also recognised directly in equity or in other comprehensive income.

a) Current tax

Current tax is the expected tax payable on the taxable income for the year on the basis of the tax laws applicable at the reporting date and any adjustments to tax payable in previous years. Taxable profit differs from profit as reported in the Statement of Profit and Loss because it excludes items of income or expense that are taxable or deductible in other years (temporary differences) and it further excludes items that are never taxable or deductible (permanent differences).

b) Deferred tax

i) Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the Company's financial statements and the corresponding tax bases used in the computation of taxable profit and are accounted for using the Balance Sheet method. Deferred tax liabilities are generally recognised for all taxable temporary differences, and deferred tax assets are generally recognised for all deductible temporary differences, unused tax losses and unused tax credits to the extent that it is probable that future taxable profits will be available against which those deductible temporary differences, unused tax losses and unused tax credits can be utilised. Such assets and liabilities are not recognised if the temporary difference arises from the initial recognition (other than in a business combination) of an asset or liability in a transaction that at the time of the transaction affects neither the taxable profit or loss nor the accounting profit or loss.

ii) The carrying amount of deferred tax assets is reviewed at each Balance Sheet date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available against which the temporary differences can be utilised.

iii) Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the Balance Sheet date. The measurement of deferred tax liabilities and assets reflects the tax consequences that would flow in the manner in which the Company expects, at the reporting date, to recover or settle the carrying amount of its assets and liabilities.

iv) Deferred tax is recognised in the Statement of Profit and Loss except to the extent that it relates to items recognised directly in other comprehensive income or equity, in which case it is recognised in Other Comprehensive Income or Equity.

v) Deferred income tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets against current tax liabilities, and when the deferred income tax assets and liabilities relate to income taxes levied by the same taxation authority on either the taxable entity or different taxable entities where there is an intention to settle the balances on a net basis.

vi) Deferred tax recovery adjustment account is credited/ debited to the extent the deferred tax for the current period forms part of current tax in the subsequent periods and affects the computation of return on equity (ROE), a component of tariff.

vii) When there is uncertainty regarding income tax treatments, the Company assesses whether a tax authority is likely to accept an uncertain tax treatment. If it concludes that the tax authority is unlikely to accept an uncertain tax treatment, the effect of the uncertainty on taxable income, tax bases and unused tax losses and unused tax credits is recognised. The effect of the uncertainty is recognised using the method that, in each case, best reflects the outcome of the uncertainty: the most likely outcome or the expected value. For each case, the Company evaluates whether to consider each uncertain tax treatment separately, or in conjunction with another or several other uncertain tax treatments, based on the approach that best prefixes the resolution of uncertainty.

18.0 Compensation from third parties

Impairments or losses of items, related claims for payments of compensation from third parties including insurance companies and any subsequent purchase or construction of assets/inventory are separate economic events and are accounted for separately.

Compensation from third parties including from insurance companies for items of property, plant and equipment or for other items that were impaired, lost or given up is included in the Statement of Profit and Loss when the compensation becomes receivable. Insurance claims for loss of profit are accounted for based on certainty of realisation.

19.0 Segment Reporting

a) In accordance with Ind AS 108 – Operating Segment, the operating segments used to present segment information are identified on the basis of internal reports used by the Company's Management to allocate resources to the segments and assess their performance. The Board of Directors is collectively the Company's "Chief Operating Decision Maker" or "CODM" within the meaning of Ind AS 108.

b) Electricity generation is the principal business activity of the Company.

20.0 Leases

The Company assesses whether a contract is or contains a lease at the inception of a contract. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified asset, the Company assesses whether the contract involves the use of an identified asset, whether the Company has the right to obtain substantially all of the economic benefits from use of the asset throughout the period of lease and whether the Company has the right to direct the use of the asset. If the supplier has a substantive substitution right, then the asset is not identified. Where the decision about how and for what purpose the asset is used is predetermined, the Company has the right to direct the use of the asset if it has the right to operate the asset, or the Company designed the asset in a way that predetermines how and for what purpose it will be used.

At inception or on reassessment of a contract that contains a lease component, the Company allocates the consideration in the contract to each lease component on the basis of their relative stand-alone prices. However, for the leases of land and buildings in which it is a lessee, the Company has elected not to separate non-lease components and account for the lease and non-lease components as a single lease component.

i. Company as a lessee

The Company recognises a right-of-use asset and a lease liability at the lease commencement date. The right-of-use asset is initially measured at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or before the commencement date, plus any initial direct costs incurred and an estimate of costs to dismantle and remove the underlying asset or to restore the underlying asset or the site on which it is located, less any lease incentives received.

Land taken for use from State Government (without transfer of title) and expenses on relief and rehabilitation as also on creation of alternate facilities for land evacuees or in lieu of existing facilities coming under submergence and where construction of such alternate facilities is a specific pre-condition for the acquisition of the land for the purpose of the project, are accounted for as Right of Use Assets.

Right-of-use assets are depreciated/amortized from the commencement date to the end of the useful life of the underlying asset, if the lease transfers ownership of the underlying asset by the end of lease term or if the cost of right-of-use assets reflects that the purchase option will be exercised. Otherwise, Right-of-use assets are depreciated/ amortized from the commencement date on a straight-line basis over the shorter of the lease term and useful life of the underlying asset. The estimated useful lives of right-of-use assets are determined on the same basis as those of property, plant and equipment.

Right-of-use assets are evaluated for recoverability whenever events or changes in circumstances indicate that their carrying amounts may not be recoverable. For the purpose of impairment testing, the recoverable amount (i.e. the higher of the fair value less costs of disposal and the value-in-use) is determined on an individual asset basis unless the asset does not generate cash flows that are largely independent of those from other assets. In such cases, the recoverable amount is determined for the Cash Generating Unit (CGU) to which the asset belongs.

The lease liability is initially measured at the present value of the future lease payments discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, the incremental borrowing rate. Future lease payments comprise of the fixed payments, including in-substance fixed payments, variable lease payments that depend on an index or a rate, amounts expected to be payable under a residual value guarantee and the exercise price under a purchase option that the Company is reasonably certain to exercise or the penalty for early termination of a lease unless the Company is reasonably certain not to terminate early.

The lease liability is measured at amortised cost using the effective interest method. It is remeasured when there is a change in future lease payments arising from a change in an index or rate, if there is a change in the estimate of the amount expected to be payable under a residual value guarantee, or if the Company changes its assessment of whether it will exercise a purchase, extension or termination option or when a lease contract is modified, and the lease modification is not accounted for as a separate lease, in which case the lease liability is remeasured based on the lease term of the modified lease by discounting the revised lease payments using a revised discount rate at the effective date of the modification.

When the lease liability is remeasured, a corresponding adjustment is made to the carrying amount of the right-of-use asset, or is recorded in the Statement of Profit and Loss if the carrying amount of the right-of-use asset has been reduced to zero.

Right-of-use assets are presented as a separate line item on the face of the Balance Sheet.

The Company has elected not to recognise right-of-use assets and lease liabilities in respect of short-term leases that have a lease term of 12 months or less and leases where the underlying asset is of low-value. The lease payments associated with these leases are recognized as an expense on a straight-line basis over the lease term.

ii. Company as a lessor

When the Company acts as a lessor, it determines at lease inception whether each lease is a finance lease or an operating lease. A lease is classified as a finance lease if it transfers substantially all the risks and rewards incidental to ownership of an underlying asset. A lease is classified as an operating lease if it does not transfer substantially all the risks and rewards incidental to ownership of an underlying asset.

Where the Company determines a long term Power Purchase Agreement (PPA) to be or to contain a lease and where the off taker has the principal risk and rewards of ownership of the power plant through its contractual arrangements with the Company, the arrangement is considered a finance lease. For embedded leases in the nature of a Finance Lease, the investment in the power station is recognised as a Lease Receivable. The minimum lease receipts are identified by segregating the embedded lease receipts from the contract amounts (including Advance Against Depreciation (AAD) recognised in accordance with CERC Tariff regulations 2004-09 up to 31st March 2009 and considered as deferred income). Each lease receipt is allocated between the receivable and finance lease income (forming part of revenue from operations) so as to achieve a constant rate of return on the Lease Receivable outstanding.

Subsequent to initial recognition, the Company regularly reviews the estimated unguaranteed residual value and applies the impairment requirements of Ind AS 109- Financial Instruments for recognising an allowance for expected credit losses on the lease receivables.

Finance lease income is calculated with reference to the gross carrying amount of the lease receivables, except for credit-impaired financial assets for which interest income is calculated with reference to their amortised cost (i.e. after a deduction of the loss allowance).

If an arrangement contains lease and non-lease components, the Company applies Ind AS 115- *Revenue from Contracts with Customers* to allocate the consideration in the contract.

In the case of Operating Leases or embedded operating leases, the lease income from the operating lease is recognised in revenue over the lease term to reflect the pattern of use benefit derived from the leased asset. The respective leased assets are included in the Balance Sheet based on their nature and depreciated over its economic life.

21.0 Business combinations

(i) Business combinations are accounted for using the acquisition accounting method as at the date of the acquisition, which is the date at which control is transferred to the Company. The consideration transferred in the acquisition and the identifiable assets acquired and liabilities assumed are recognized at fair values on their acquisition date. Goodwill is initially measured at cost, being the excess of the consideration transferred over the net identifiable assets acquired and liabilities assumed. Where the fair value of net identifiable assets acquired and liabilities assumed exceed the consideration transferred, after reassessing the fair values of the net assets and contingent liabilities, the excess is recognized as capital reserve. Acquisition related costs are expensed as incurred.

(ii) Business combinations involving entities that are controlled by the Company are accounted for using the pooling of interests method wherein the assets and liabilities of the combining entities are reflected at their carrying amounts and no adjustments are made to reflect fair values, or recognise any new assets or liabilities. The only adjustments that are made are to harmonise accounting policies.

The financial information in the financial statements in respect of prior periods is restated as if the business combination had occurred from the beginning of the preceding period in the financial statements, irrespective of the actual date of the combination. However, where the business combination had occurred after that date, the prior period information is restated only from that date.

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.

22.0 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 unless it is impracticable, in which case, the comparative information is adjusted to apply the new accounting policy prospectively from the earliest date practicable.

23.0 Earnings per share

a) Basic earnings per equity share is computed 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.

b) Diluted earnings per equity share is computed 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 equity share and also the weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares.

c) Basic and diluted earnings per equity share are also presented using the earnings amounts excluding the movements in regulatory deferral account balances.

24.0 Statement of Cash Flows

a) Cash and Cash Equivalents:

For the purpose of presentation in the statement of cash flows, cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, and bank overdrafts. However, for Balance Sheet presentation, Bank overdrafts are shown within "Borrowings" under Current Liabilities.

b) Statement of cash flows is prepared in accordance with the indirect method prescribed in Ind AS 7- 'Statement of Cash Flows'.

25.0 Current versus non-current classification

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

a) An asset is current when it is:

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

All other assets are classified as non-current.

b) A liability is current when:

- It is expected to be settled in the normal operating cycle
- It is held primarily for the purpose of trading
- It is due to be settled within twelve months after the reporting period, or
- The entity does not have the right at the end of the reporting period to defer settlement of the liability for at least twelve months after the reporting period.
- There is no unconditional right to defer settlement of the liability for at least twelve months after the reporting period.

All other liabilities are classified as non-current.

c) Deferred tax assets /liabilities are classified as non-current assets / liabilities.

26.0 Non -Current Assets Classified as Held for Sale

The Company classifies non-current assets and disposal groups as held for sale if their carrying amounts will be recovered principally through a sale rather than through continuing use and a sale is considered highly probable. Indicators in this regard include whether management is committed to the sale, whether such sale is expected to be completed within one year from the date of classification as held for sale and whether the actions required to complete the plan of sale indicates that it is unlikely that significant changes to the plan will be made or that the plan will be withdrawn. Non-Current Assets held for sale and disposal groups are measured at the lower of their carrying amount and their fair value. Cost of disposal is deducted from the recognized value, if significant. Property, plant and equipment and intangible assets once classified as held for sale are not depreciated or amortized.

27.0 Events Occurring After Balanec Sheet Date:

Impact of events occurring after Balance Sheet date that provide additional information materially affecting the determination of the amounts relating to conditions existing at the Balance Sheet date are adjusted to the respective assets and liabilities.

The Company does not adjust the amounts recognized in its Financial Statements to reflect the impact of events or conditions that arises after the reporting year.

Significant events arising after the Balance Sheet date are disclosed in the Financial Statements.

28.0 Miscellancous

a) Each material class of similar items is presented separately in the financial statements. Items of a dissimilar nature or function are presented separately unless they are immaterial.

b) Liabilities for Goods in transit/Capital works executed but not certified are not provided for, pending transfer of ownership, inspection and acceptance by the Company.

Signed as an annexure to Balance Sheet

for and on behalf of the Board of Directors

for V A K & Associates
Chartered Accountants
(FRN: 019636N)

(CA. Vinay Jamwal)
Partner
MRN: 502417

(Sanjay Kumar Singh)
Director
DIN No.10718481

(Ramesh Mukhiya)
Managing Director
DIN No. 10415607

(Naveen Samriya)
Generai Manager (Finance)

(Sudhir Anand)
Company Secretary
FCS 7050

V A K & Associates, Jammu, Chartered Accountants

Place : Jammu

Date : 02.05.2026

NOTE NO. 2.1 Property, Plant and Equipment as on 31.3.2026

(Amount in ₹)

Sl. No.	PARTICULARS	GROSS CARRYING AMOUNT							DEPRECIATION AND IMPAIRMENT				NET CARRYING AMOUNT	
		As at 01-Apr-2025	Additions		Deductions		Other Adjustments	As at 31st March, 2026	As at 01-Apr-2025	For the year	Adjustments	As at 31st March, 2026	As at 31st March, 2026	As at 31st March, 2025
			IUT	Others	IUT	Others								
i)	Land – Freehold	1015432756		489066671				1504499427				0	1504499427	1015432756
ii)	Roads and Bridges	557707845		3857895		370342	-7390482	553804916	96933577	18733813	-1403736	114263654	439541262	460774268
iii)	Buildings	314578306		56901817		429987		371050136	156829986	54626453		211456439	159593697	157748320
iv)	Railway sidings							0		0		0	0	0
v)	Hydraulic Works(Dams, Water Conductor system, Hydro mechanical gates, tunnels)							0		0		0	0	0
vi)	Generating Plant and machinery							0		0		0	0	0
vii)	Plant and machinery Sub station	101985134						101985134	16431314	5377962		21809276	80175858	85553820
viii)	Plant and machinery Transmission lines	44614311		4788464				49402775	7454901	2453562		9908463	39494312	37159410
ix)	Plant and machinery Others	28606952		3755548				32362500	6710490	1717971		8428461	23934039	21896462
x)	Construction Equipment	114660		173799				288459	7040	10910		17950	270509	107620
xi)	Water Supply System/Drainage and Sewerage	10299476		5875667		28697		16146446	1046113	574738		1620851	14525595	9253363
xii)	Electrical installations							0		0		0	0	0
xiii)	Vehicles	15672992		8206024				23879016	9504980	1643793		11148773	12730243	6168012
xiv)	Aircraft/ Boats							0		0		0	0	0
xv)	Furniture and fixture	73285498		9789853		4357963		78717388	25632667	6449415	-1025503	31056579	47660809	47652831
xvi)	Computer and Peripherals	80414900		7355869		4577896		83192873	50109832	13811311	-2970214	60950929	22241944	30305068
xvii)	Communication Equipment	4319019		2934665		562423		6691261	1464809	1348986	-233172	2580623	4110638	2854210
xviii)	Office Equipments	144188311		28805592		4094611		168899292	50281308	11018814	-1776753	59523369	109375923	93907003
	Total	**2391220160**	0	**621511864**	0	**14421919**	-7390482	**2990919623**	**422407017**	**117767728**	**-7409378**	**532765367**	**2458154256**	**1968813143**
	Previous year	1811389902	0	594451230	0	13205290	-1415682	**2391220160**	343497481	85296410	-6386874	422407017	1968813143	1467892421

Note: -

2.1.1 **(a) Title deeds of Immoveable Properties not held in name of the Company as on 31st March 2026:-**

Relevent Line item in the Balance Sheet	Description of Item of Property	Gross Carrying Value	Title Deeds held in the name of	Whether title deed holder is a promoter, director or relative of Promoter/director or employee of promoter/director	Property held since which date	Reason for not being held in the name of the Company
Property, Plant and Equipment	Land (38.15 Hectare)	466950146	Govt. of Jammu and Kashmir through CVPPL	Nil	F.Y. 2021-22 to date	Mutation of Land reordered in revenue records in the name of Govt. of J&K throught CVPPPL (Kwar). As per Assistant Commissioner Revenue letter, the land is Freehold and possession has been handed over to CVPPPL (Kwar).
	Building					
	Others					

(b) Title deeds of Immoveable Properties not held in name of the Company as on 31st March 2026:-

Relevent Line item in the Balance Sheet	Description of Item of Property	Gross Carrying Value	Title Deeds held in the name of	Whether title deed holder is a promoter, director or relative of Promoter/director or employee of promoter/director	Property held since which date	Reason for not being held in the name of the Company
Property, Plant and Equipment	Land (38.15 Hectare)	466950146	Govt. of Jammu and Kashmir through CVPPL	Nil	F.Y. 2021-22 to date	Mutation of Land reordered in revenue records in the name of Govt. of J&K throught CVPPPL (Kwar). As per Assistant Commissioner Revenue letter, the land is Freehold and possession has been handed over to CVPPPL (Kwar).
	Building					
	Others					

2.1.2 Refer Note No 34(8) of Financial Statement for information of non-current assets equitably mortgaged/hypothecated with banks as security against borrowings.

2.1.3 Refer Note no. 34(17) of Financial Statements for information regarding Impairment of Assets.

2.1.4 Additional disclosure of Property Plant and Equipment (PPE) as per gross carrying value of assets and accumulated depreciation under previous GAAP has been provided as Annexure-I to this Note.

2.1.5 The amount reflected under the "Other Adjustment" column amounting to Rs. (73,90,482/-)represents the adjustment of the previous year SGST claim transferred from CWIP "Expenditure attributable to construction" to PPE – Roads & Bridges.

2.1.6 Addition in Free hold Land During the FY 2025-26 includes Rs. 48,90,66,671/-and during the F.Y 2024-25 Rs. 48,84,82,610/- pertaing to land acquistion award for Pakal Dul HEP, the mutuation of the land is currently under process with the concerned collectorate.

Annexure-I to NOTE NO. 2.1 Property, Plant and Equipment

(Amount in ₹)

Sl. No.	PARTICULARS	GROSS BLOCK							DEPRECIATION AND IMPAIRMENT				NET BLOCK	
		As at 01-Apr-2025	Additions		Deductions		Other Adjustments	As at 31st March, 2026	As at 01-Apr-2025	For the year	Adjustments	As at 31st March, 2025	As at 31st March, 2025	As at 31st March, 2026
			IUT	Others	IUT	Others								
i)	Land – Freehold	1015432756	0	489066671	0	0	0	1504499427	0		0	0	1504499427	1015432756
ii)	Roads and Bridges	556837558	0	3857895	0	370342	-7390482	552934629	96063290	18733813	-1403736	113393367	439541262	460774268
iii)	Buildings	324115561	0	56901817	0	429987	0	380587391	166367241	54626453	0	220993694	159593697	157748320
iv)	Railway sidings	0	0	0	0	0	0	0	0	0	0	0	0	0
v)	Hydraulic Works(Dams, Water Conductor system, Hydro mechanical gates, tunnels)	0	0	0	0	0	0	0	0	0	0	0	0	0
vi)	Generating Plant and machinery	0	0	0	0	0	0	0	0	0	0	0	0	0
vii)	Plant and machinery Sub station	101857046	0	0	0	0	0	101857046	16303226	5377962	0	21681188	80175858	85553820
viii)	Plant and machinery Transmission lines	44614311	0	4788464	0	0	0	49402775	7454901	2453562	0	9908463	39494312	37159410
ix)	Plant and machinery Others	28988220	0	3755548	0	0	0	32743768	7091758	1717971	0	8809729	23934039	21896462
x)	Construction Equipment	1751210	0	173799	0	0	0	1925009	1643590	10910	0	1654500	270509	107620
xi)	Water Supply System/Drainage and Sewerage	10299476	0	5875667	0	28697	0	16146446	1046113	574738	0	1620851	14525595	9253363
xii)	Electrical installations	0	0	0	0	0	0	0	0	0	0	0	0	0
xiii)	Vehicles	16706550	0	8206024	0	0	0	24912574	10538538	1643793	0	12182331	12730243	6168012
xiv)	Aircraft/ Boats	0	0	0	0	0	0	0	0	0	0	0	0	0
xv)	Furniture and fixture	76204330	0	9789853	0	4357963	0	81636220	28551499	6449415	-1025503	33975411	47660809	47652831
xvi)	Computer and Peripherals	83483447	0	7355869	0	4577896	0	86261420	53178379	13811311	-2970214	64019476	22241944	30305068
xvii)	Communication Equipment	4297569	0	2934665	0	562423	0	6669811	1443359	1348986	-233172	2559173	4110638	2854210
xviii)	Office Equipments	150469770	0	28805592	0	4094611	0	175180751	56562767	11018814	-1776753	65804828	109375923	93907003
	Total	**2415057804**	**0**	**621511864**	0	**14421919**	**-7390482**	**3014757267**	**446244661**	**117767728**	**-7409378**	**556603011**	**2458154256**	**1968813143**
	Previous year	1837495853		594451230	0	15473597	-1415682	**2415057804**	369603432	85296410	-8655181	446244661	1968813143	1467892421

Note no. 2.2 Capital Work in Progress

(Amount in ₹)

S.No	Particulars	As at 01-Apr-2025	Addition	Adjustment	Capitalised	As at 31st March, 2026
i)	Roads and Bridges	959224432	416559369	(111160789)	3857895	**1260765117**
ii)	Buildings	11921156807	5137371199		56240812	**17002287194**
iii)	Building-Under Lease	-				-
iv)	Railway sidings	-				-
v)	Hydraulic Works(Dams, Water Conductor system, Hydro mechanical gates, tunnels)	44193149674	30583277111	111160789		**74887587574**
vi)	Generating Plant and Machinery	10725438016	1791577340			**12517015356**
vii)	Plant and Machinery - Sub station	2046842				**2046842**
viii)	Plant and Machinery - Transmission lines	313982757	1188234648			**1502217405**
ix)	Plant and Machinery - Others	-				-
x)	Construction Equipment	-				-
xi)	Water Supply System/Drainage and Sewerage	4555601		(43621)	418899	**4093081**
xii)	Computers	-				-
xiii)	Communication Equipment	-				-
xiv)	Office Equipments	5206000	207986		5413986	-
xv)	Assets awaiting installation	851053			567369	**283684**
xvi)	CWIP - Assets Under 5 KM Scheme Of the GOI	-				-
xvii)	Survey, investigation, consultancy and supervision charges	416380459	15312327			**431692786**
xviii)	Expenditure on compensatory Afforestation	-				-
xix)	Expenditure attributable to construction **(Refer Note-32)**	14945750805	5345951047	2094741		**20293796593**
	Less: Capital Work in Progress Provided **(Refer Note 2.2.4)**	-				-
	Sub total (a)	**83487742446**	**44478491027**	**2051120**	**66498961**	**127901785632**
	Construction Stores	**122023**			-	**122023**
	Less : Provisions for construction stores	-			-	-
	Sub total (b)	**122023**	-	-	-	**122023**
	TOTAL	**83487864469**	**44478491027**	**2051120**	**66498961**	**127901907655**
	Previous year	49135111349	34395342003	(9210648)	33378235	**83487864469**

2.2.1 (a) CWIP aging schedule as on 31st March 2026

CWIP	Amount in CWIP for a period of				Total
	Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	
Projects in Progress	45,44,44,36,644	33,32,23,59,662	20,18,97,97,314	28,94,53,14,035	1,27,90,19,07,655
Projects temporarily Suspended	-	-	-	-	-
Total	45,44,44,36,644	33,32,23,59,662	20,18,97,97,314	28,94,53,14,035	1,27,90,19,07,655

(b) CWIP Projects, whose completion is overdue or has exceeded its cost compared to its original plan as on 31st March 2026, completion schedules are as follows:-

CWIP	To be Completed in				Total
	Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	
Pakal Dul HEP	-	-	-	81,49,17,57,982	81,49,17,57,982
Kiru HEP	-	-	33,65,10,75,428	-	33,65,10,75,428
Kwar HEP	-	12,75,90,74,245	-	-	12,75,90,74,245
Total	-	12,75,90,74,245	33,65,10,75,428	81,49,17,57,982	1,27,90,19,07,655

2.2.2 (a) CWIP aging schedule as on 31st March 2025

CWIP	Amount in CWIP for a period of				Total
	Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	
Projects in Progress	34,35,27,53,120	20,07,19,23,410	10,42,68,54,008	18,63,63,33,931	83,48,78,64,469
Projects temporarily Suspended	-	-	-	-	-
Total	34,35,27,53,120	20,07,19,23,410	10,42,68,54,008	18,63,63,33,931	83,48,78,64,469

(b) CWIP Projects, whose completion is overdue or has exceeded its cost compared to its original plan as on 31st March 2025, completion schedules are as follows:-

CWIP	To be Completed in				Total
	Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	
Pakal Dul HEP	-	-	-	54,28,43,74,194	54,28,43,74,194
Kiru HEP	-	22,42,93,81,058	-		22,42,93,81,058
Total	-	22,42,93,81,058	-	54,28,43,74,194	76,71,37,55,252

2.2.3 Expenditure attributable to Construction (EAC) includes ₹ 362,48,64,285/- (Previous year ₹ 101,39,97,386/-) towards borrowing cost capitalised during the year.

2.2.4 Underground Works amounting to ₹ 725,36,44,719/- (Previous year ₹ 287,17,49,433/-) created on "Land -Right to Use" classified under Right of Use Assets, are included under respective heads of Capital Work in Progress (CWIP).

2.2.5 Refer Note no. 34(6) of Financial Statements for information of non-current assets pledged with banks as security for related borrowings.

2.2.6 Refer Note no. 34(17) of Financial Statements for information regarding Impairment of Assets.

Annexure to Note 2.2

CUMMULATIVE EDC (Amount in Rupees)

Particulars	31.3.2026	31.03.2025
A. EMPLOYEES BENEFITS EXPENSES		
Salaries, wages, allowances	5895965486	5362909542
Gratuity and contribution to provident fund (including administration fees)	894856931	832309015
Staff welfare expenses	443640481	387154303
Leave Salary & Pension Contribution	1491260	1491260
Sub-total(a)	**7235954158**	**6583864120**
Less: Capitalized During the year/Period	0	0
Sub-total(A)	**7235954158**	**6583864120**
B. GENERATION AND OTHER EXPENSES		
EAC-WATER USAGE CHARGES AT PROJECTS GENERATING INFIRM POWER	0	0
CONSUMPTION OF STORES AND SPARES AT PROJECTS GENERATING INFIRM POWER	0	0
REPAIR AND MAINTENANCE- DAM/WATER REGULATING SYSEM AT PROJECTS GENERATING INFIRM POWER	0	0
REPAIR AND MAINTENANCE- GPM/ OTHER POWER PLANT SYSTEM AT PROJECTS GENERATING INFIRM POWER	0	0
Repairs-Building	514801716	376099784
Repairs-Machinery	1303287	1303287
Repairs-Others	81477977	63619548
Rent	204156094	176958610
Rates and taxes	352891867	8247928
Insurance	3003029	2729472
Security expenses	415824015	363078670
Electricity Charges	38477228	32469890
Travelling and Conveyance	94962790	82075284
Expenses on vehicles	26245031	22796545
Telephone, telex and Postage	70293516	50782868
Advertisement and publicity	19477930	19477930
Entertainment and hospitality expenses	472152	472152
Printing and stationery	25401561	21656216
Remuneration to Auditors	52959	52959
Design and Consultancy charges:		0
- Indigenous	2513798423	2140503301
- Foreign	50210730	50210730
Expenses on compensatory afforestation/ catchment area treatment/ environmental expenses/development expenses	595268340	510673377
Expenditure on land not belonging to corporation	522999300	489797548
Land acquisition and rehabilitation	1100000	0
EXPENDITUR ON WORK OF DOWNSTREAM PROTECTION WORKS	0	0
EAC - LEASE RENT	291770544	227820072
Loss on assets/ materials written off	168909	168909
Losses on sale of assets	3438893	2673564
Network Access/Transmission Charges	0	0
Other general expenses	208380816	179809397
Sub-total (b)	6035977107	4823478041
Less: Capitalized During the year/Period	0	0
Sub-total(B)	**6035977107**	**4823478041**
C. FINANCE COST		
i) Interest on :		
a) Government of india loan	0	0
b) Bonds	0	0
c) Foreign loan	0	0
d) Term loan	3291944011	415141014
e) Cash credit facilities /WCDL	0	0
g) Exchange differences regarded as adjustment to interest cost	0	0
Loss on Hedging Transactions	0	0
EAC-amortisation of hedge premium	0	0
ii) Bond issue/ service expenses	0	0
iii) Commitment fee	0	0
iv) Guarantee fee on loan	0	0
v) Other finance charges	8112320	8112320

vi) EAC- INTEREST ON LOANS FROM CENTRAL GOVERNMENT- ADJUSTMENT ON ACCOUNT OF EFFECTIVE INTEREST	1939995387	1193008135
vii) EAC- INTEREST ON SECURITY DEPOSIT/ RETENTION MONEY- ADJUSTMENT ON ACCOUNT OF EFFECTIVE INTEREST	6627323	6537318
viii) EAC- COMMITTED CAPITAL EXPENSES- ADJUSTMENT FOR TIME VALUE	0	0
ix) EAC- INTEREST ON FC LOANS - EFFECTIVE INTEREST ADJUSTMENT	0	0
x) EAC- INTEREST EXPENSES - UNDER LEASE (IND AS)	3416736	2959364
Sub-total (c)	**5250095777**	**1625758151**
Less: Capitalized During the year/Period	0	0
Sub-total (C)	**5250095777**	**1625758151**
D. EXCHANGE RATE VARIATION (NET)		
i) ERV (Debit balance)	0	0
Less: *ii) ERV (Credit balance)*	0	0
Sub-total (d)	**0**	**0**
Less: Capitalized During the year/Period	0	0
Sub-total(D)	**0**	**0**
E. PROVISIONS	627181	627181
Sub-total(e)	**627181**	**627181**
Less: Capitalized During the year/Period	0	0
Sub-total(E)	**627181**	**627181**
F. DEPRECIATION & AMORTISATION	1094266133	897995814
	41739627	36719386
Sub-total (f)	**1136005760**	**934715200**
Less: Capitalized During the year/Period	0	0
Sub-total(F)	**1136005760**	**934715200**
G. PRIOR PERIOD EXPENSES (NET)		
Prior period expenses	23763458	23763458
Less Prior period income	72206	72206
Sub-total (g)	23691252	23691252
Less: Capitalized During the year/Period	0	0
Sub-total (G)	**23691252**	**23691252**
H. LESS : RECEIPTS AND RECOVERIES		
i) Income from generation of electricity -- precommissioning	0	0
ii) interest on loans and advances	2370178772	2067786302
iii) Miscellaneous receipts	426676705	77837989
iv) Profit on sale of assets	146287	146287
v) Provision not required written back	69776386	67720580
vi) Hire charges/ outturn on plant and machinery	43316358	34548037
vii) EAC-FAIR VALUE GAIN - SECURITY DEPOSIT/ RETENTION MONEY	201195	63419
viii) EAC-MTM Gain on derivatives	0	0
ix) EAC- FAIR VALUE GAIN ON PROVISIONS FOR COMMITTED CAPITAL EXPENDITURE	0	0
Sub-total (h)	**2910295703**	**2248102614**
Less: Capitalized During the year/Period	0	0
Sub-total (H)	**2910295703**	**2248102614**
I. C.O./Regional Office Expenses (i)	3521741061	3201719474
Less: Capitalized During the year/Period	0	0
Sub-total(i)	**3521741061**	**3201719474**
GRAND TOTAL (a+b+c+d+e+f+g-h+i)	**20293796593**	**14945750805**
Less: Capitalized During the year/Period	**0**	**0**
GRAND TOTAL (A+B+C+D+E+F+G-H+I)	**20293796593**	**14945750805**

NOTE NO. 2.3 RIGHT OF USE ASSETS

(Amount in ₹)

Sl. No.	PARTICULARS	GROSS CARRYING AMOUNT							DEPRECIATION				NET CARRYING AMOUNT	
		As at 01-Apr-2025	Additions		Deductions		Other Adjustments	As at 31st March, 2026	As at 01-Apr-2025	For the year	Adjustments	As at 31st March, 2026	As at 31st March, 2026	As at 31st March, 2025
			IUT	Others	IUT	Others								
i)	Land -Leasehold	3772068757						3772068757	560893669	90935589	0	651829258	3120239499	3211175088
ii)	Building	10575306		2215339				12790645	3097654	4175576	0	7273230	5517415	7477652
iii)	Construction Equipment	0						0	0	0	0	0	0	0
iv)	Vehicles	24342142		8074370		16944163		15472349	18570141	5812996	-16944163	7438974	8033375	5772001
v)	Solar Park	0						0	0	0	0	0	0	0
vi)	Land-Right to Use	4575199259						4575199259	0	0	0	0	4575199259	4575199259
	Total	**8382185464**	**0**	**10289709**	**0**	**16944163**	**0**	**8375531010**	**582561464**	**100924161**	**-16944163**	**666541462**	**7708989548**	**7799624000**
	Previous year	8378947587		17515065		14277188		8382185464	497408403	98267139	-13114078	582561464	7799624000	7881539184

Note:-

2.3.1 **(a) Title deed/Lease deed/Mutation in respect of leasehold land not held in name of the Company as on 31st March 2026:-**

Relevent Line item in the Balance Sheet	Description of Item of Property	Gross Carrying Value	Title Deeds held in the name of	Whether title deed holder is a promoter, director or relative of Promoter/director or employee of promoter/director	Property held since which date	Reason for not being held in the name of the Company
Right of Use Assets-Land Leasehold	Land (177.8175 Hectare)	2425616487	Governer of J&K through CVPPL (Pakal Dul HEP)	NO	Since 2015-16	Leashold and mutation recorded in revenue records in the name of Governer of J & k through Pakal DUL HEP, CVPPL considering special proviosns of land laws of J&K due to article 370 of the constitution.
	Land (92.9575 Hectare)	1346452270	Governer of J&K through CVPPL (Kiru HEP)	NO	Since 2017-18	Leashold and mutation recorded in revenue records in the name of Governer of J & k through Kiru HEP, CVPPL considering special proviosns of land laws of J&K due to article 370 of the constitution.

(b) Title deed/Lease deed/Mutation in respect of leasehold land not held in name of the Company as on 31st March 2025:-

Relevent Line item in the Balance Sheet	Description of Item of Property	Gross Carrying Value	Title Deeds held in the name of	Whether title deed holder is a promoter, director or relative of Promoter/director or employee of promoter/director	Property held since which date	Reason for not being held in the name of the Company
Right of Use Assets-Land Leasehold	Land (177.8175 Hectare)	2425616487	Governer of J&K through CVPPL (Pakal Dul HEP)	NO	Since 2015-16	Leashold and mutation recorded in revenue records in the name of Governer of J & k through Pakal DUL HEP, CVPPL considering special proviosns of land laws of J&K due to article 370 of the constitution.
	Land (92.9575 Hectare)	1346452270	Governer of J&K through CVPPL (Kiru HEP)	NO	Since 2017-18	Leashold and mutation recorded in revenue records in the name of Governer of J & k through Kiru HEP, CVPPL considering special proviosns of land laws of J&K due to article 370 of the constitution.

c) Land- Right of use includes forest land which is diverted by the State Forest Department for use by project.

2.3.2 Refer Note no. 34(17) of Financial Statements for information regarding Impairment of Assets.

2.3.3 Additional disclosure of Right of use Assets as per gross carrying Value of assets and accumulated depreciation under previous GAAP has been provided as Annexure-I to this Note.

Annexure-I to NOTE NO. 2.3 RIGHT OF USE ASSETS

(Amount in ₹)

Sl. No.	PARTICULARS	GROSS BLOCK							DEPRECIATION				NET BLOCK	
		As at 01-Apr-2025	Additions		Deductions		Other Adjustments	As at 31st March, 2026	As at 01-Apr-2025	For the year	Adjustments	As at 31st March, 2026	As at 31st March, 2026	As at 31st March, 2026
			IUT	Others	IUT	Others								
i)	Land Leasehold	3772068757	0	0	0	0	0	3772068757	560893669	90935589	0	651829258	3120239499	3211175088
ii)	Building	10575306	0	2215339	0	0	0	12790645	3097654	4175576	0	7273230	5517415	7477652
iii)	Construction Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0
iv)	Vehicles	24342142	0	8074370	0	16944163	0	15472349	18570141	5812996	-16944163	7438974	8033375	5772001
v)	Solar Park	0	0	0	0	0	0	0	0	0	0	0	0	0
vi)	Land-Right to Use	4575199259	0	0	0	0	0	4575199259	0	0	0	0	4575199259	4575199259
	Total	**8382185464**	**0**	**10289709**	**0**	**16944163**	**0**	**8375531010**	**582561464**	**100924161**	**-16944163**	**666541462**	**7708989548**	**7799624000**
	Previous year	8378947587		17515065		14277188		8382185464	497408403	98267139	-13114078	582561464	7799624000	7881539184

NOTE NO. 2.5 Intangible Assets

(Amount in ₹)

Sl. No.	PARTICULARS	GROSS CARRYING AMOUNT							AMORTISATION				NET CARRYING AMOUNT	
		As at 01-Apr-2025	Additions		Deductions		Other Adjustments	As at 31st March, 2026	As at 01-Apr-2025	For the year	Adjustments	As at 31st March, 2026	As at 31st March, 2026	As at 31st March, 2025
			IUT	Others	IUT	Others								
i)	Upfront Fees	0						0				0	0	0
ii)	Computer Software	21425227		1411622				22836849	15908899	3668569		19577468	3259381	5516328
	Total	**21425227**	**0**	**1411622**	**0**	**0**	**0**	**22836849**	**15908899**	**3668569**	**0**	**19577468**	**3259381**	**5516328**
	Previous year	20419615		1005612				21425227	12480120	3626820	-198041	15908899	5516328	7939495

Note : 2.5.1 Additional disclosure of Intangible Assets as per gross block of assets and accumulated depreciation under previous GAAP has been provided as Annexure-I to this Note.

Annexure-I to NOTE NO. 2.5 Intangible Assets

(Amount in ₹)

Sl. No.	PARTICULARS	GROSS BLOCK							AMORTISATION				NET BLOCK	
		As at 01-Apr-2025	Additions		Deductions		Other Adjustments	As at 31st March, 2026	As at 01-Apr-2025	For the year	Adjustments	As at 31st March, 2026	As at 31st March, 2025	As at 31st March, 2025
			IUT	Others	IUT	Others								
i)	Upfront Fees	0	0	0	0	0	0	0					0	0
ii)	Computer Software	21423461	0	1411622	0	0	0	22835083	15907133	3668569	0	19575702	3259381	5516328
	Total	**21423461**	**0**	**1411622**	**0**	**0**	**0**	**22835083**	**15907133**	**3668569**	**0**	**19575702**	**3259381**	**5516328**
	Previous year	20417849		1005612				21423461	12478354	3626820	-198041	15907133	5516328	7939495

Note no. 2.6 Intangible Assets Under Development

(Amount in ₹)

S.No	Particulars	As at 01-Apr-2025	Addition	Adjustment	Capitalised	As at 31st March, 2026
(i)	Computer Software Under Development	1,06,41,843				1,06,41,843
(ii)	Upfront Fees/ Premium	-				-
	TOTAL	**1,06,41,843**	-	-	-	**1,06,41,843**
	Less: Intangible Assets Under Development provided for	**1,06,41,843**				1,06,41,843
	TOTAL	-	-	-	-	-
	Previous year	1,06,41,843	-	-	-	-

2.6.1 **Intangible Assets under Development aging schedule as on 31st March 2026.**

Intangible Assets under Development	Amount in CWIP for a period of				Total
	Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	
Projects in Progress					-
Projects temporarily Suspended					-
Total	-	-	-	-	-

2.6.2 **Intangible Assets under Development Projects, whose completion is overdue or has exceeded its cost compared to its original plan as on 31st March 2026, completion schedules are as follows:-**

Intangible Assets under Development	To be Completed in				Total
	Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	
					-
					-
Total	-	-	-	-	-

2.6.3 **Intangible Assets under Development aging schedule as on 31st March 2025**

Intangible Assets under Development	Amount in CWIP for a period of				Total
	Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	
Projects in Progress					-
Projects temporarily Suspended					-
Total	-	-	-	-	-

2.6.4 **Intangible Assets under Development Projects, whose completion is overdue or has exceeded its cost compared to its original plan as on 31st March 2025, completion schedules are as follows:-**

Intangible Assets under Development	To be Completed in				Total
	Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	
					-
					-
Total	-	-	-	-	-

NOTE NO. 3.1 NON-CURRENT - FINANCIAL ASSETS - INVESTMENTS (Amount in ₹)

PARTICULARS	As at 31st March, 2026	As at 31st March, 2025
Total		

NOTE NO. 3.2 NON-CURRENT - FINANCIAL ASSETS - TRADE RECEIVABLES (Amount in ₹)

PARTICULARS	As at 31st March, 2026	As at 31st March, 2025
Trade Receivables - Considered Good- Unsecured **(Refer Note 3.2.1, 3.2.2 and 3.2.3)**	-	-
Total	-	-
3.2.1 Refer Annexure-I to Note No-3.2 for Ageing schedule of Trade Receivables.		
3.2.2 Debt due by directors or other officers of the company or any of them either severally or jointly with eny other person or debts due by firms or private companies respectively in which any director of the Company is a partner or a director or a member.	Nil	Nil
3.2.3 Debt due by subsidiaries/ Joint Ventures and others related parties of the company .	Nil	Nil
3.2.4 Refer Note 34(12) of the Financial Statements with regard to confirmation of balances.		

NOTE NO. 3.3 NON-CURRENT - FINANCIAL ASSETS - LOANS (Amount in ₹)

	PARTICULARS	As at 31st March, 2026	As at 31st March, 2025
	At Amortised Cost		
A	**Loan to Related Party - Credit Impaired- Unsecured (Refer Note 34(8), 3.3.1 and 3.3.9)**	-	-
	Less: Loss Allowances for doubtful loan to Related Party **(Refer Note 3.3.3)**	-	-
	Sub-total	-	-
B	**Loans to Employees (including accrued interest) (Refer Note 3.3.2 and 3.3.3)**		
	- Considered good- Secured	10,61,402	8,65,046
	- Considered good- Unsecured	40,71,731	94,55,588
	- Credit Impaired- Unsecured	-	-
	Less : Loss Allowances for doubtful Employees loans **(Refer Note 3.3.4)**	-	-
	Sub-total	**51,33,133**	**1,03,20,634**
C	**Contractor / supplier**		
	- Considered good- Secured	-	-
	- Considered good- Unsecured	-	-
	– Against bank guarantee	-	-
	– Others	-	-
	- Credit Impaired- Unsecured	-	-
	Less : Loss Allowances for doubtful advances to Contractor/ Supplier **(Refer Note 3.3.5)**	-	-
	Sub-total	-	-
D	**State Government in settlement of dues from customer**		
	- Considered good- Secured		
	- Considered good- Unsecured	-	-
	- Credit Impaired- Unsecured		
	Less : Loss Allowances for doubtful Loan to State Government **(Refer Note 3.3.6)**		
	Sub-total	-	-
E	**Loan including Interest to Government of Arunachal Pradesh (Refer Note 3.3.7)**		
	- Considered good- Unsecured	-	-
	Sub-total	-	-
	TOTAL	**51,33,133**	**1,03,20,634**

3.3.1	Loans and advances in the nature of loan that are repayable on demand.		
	Loans and advances in the nature of loan that are without specifying any terms or period of repayment.		
3.3.2	Due from directors or other Key Menagement Personnel of the company. (Refer Note 34(8) of Financial Statements)		
3.3.3	**Loss Allowances for doubtful loan to Related Party**		
	Opening Balance	-	
	Addition during the year	-	
	Used during the year		
	Reversed during the year		
	Closing balance	-	-
3.3.4	**Loss Allowances for doubtful Employees loans** Addition during the year		
	Closing balance	-	-
3.3.5	**Loss Allowances for doubtful advances to Contractor/ Supplier** Addition during the yeer		
	Closing balance	-	-
3.3.6	**Loss Allowances for doubtful Loan to State Government** Addition during the year		
	Closing balance	-	-
3.3.8	Loan to Government granted for Business Purpose includes :-		
	- Principal	-	-
	- Interest	-	-
	Total	-	-
	Less: Recovered	-	-
	Less: Current **(Refer Note 10 (E))**	-	-
	Non Current	-	-
3.3.9	Loans are non-derivative financial assets which generate a fixed or variable interest income for the company. The Carrying value may be affected by the changes in the credit risk of the counterparties.		
3.3.10	Advance due by firms or private companies in which any Director of the Company is a Director or member .	Nil	Nil
3.3.11	Refer Note 34(12) of the Financial Statements with regard to confirmation of balences.		

NOTE NO. 3.4 NON-CURRENT - FINANCIAL ASSETS - OTHERS

(Amount in ₹)

	PARTICULARS	As at 31st March, 2026	As at 31st Marcb, 2025
A	**Security Deposits**		
	- Considered good- Unsecured	1,38,83,572	1,38,72,040
	- Credit Impaired- Unsecured	-	-
	Less : Loss Allowances for Doubtful Deposits **(Refer Note 3.4.1)**	-	-
	Sub-total	**1,38,83,572**	**1,38,72,040**
B	Bank Deposits with original maturity of more than 12 Months **(Refer Note 3.4.2)**	75,44,92,226	48,82,43,000
C	Lease Rent receivable	-	-
D	Amount Recoverable on account of Bonds Fully Serviced by Government of India	-	-
E	Interest receivable on lease	-	-
F	Interest accrued on:		
	- Bank Deposits with original maturity of more than 12 Months	6,65,152	576
G	Derivative Mark to Market Asset	-	-
H	Derivative Asset Under Hedged Contract	-	-
I	Receivable on account of Late payment Surcharge	-	-
J	Receivable on account of Guarantee Fee	-	-
K	Amount Recoverable	-	-
L	Share Application Money Pending Allotment - Subsidiary	-	-
	Less:-Loss allowances for Share application money pending allotment	-	-
	Sub-total	-	-
	TOTAL	**76,90,40,950**	**48,21,15,616**
3.4.1	**Loss Allowances for Doubtful Deposits**		
	Opening Balance	-	
	Addition during the year		
	Used during the year		
	Reversed during the year		
	Closing balance	-	-
3.4.2	Bank Deposits of more than 12 months maturity Includes FDR of Rs. 38,83,88,000/- (Previous Year Rs. 46,82,43,000/-) taken to provide 100% margin money for Bank Guarantee Issued by the Company for obtaining electricity connection.		
3.4.3	Refer Note 34(8) of the Financial Statements with regard to assets mortgaged/hypothecated as security.		
3.4.4	**Loss Allowances fcr Sbare Applioation Mcney Pending Allotment**		
	Opening Balance	-	
	Addition during the year		
	Used during the year		
	Reversed durlng the year		
	Closing bafance	-	-
3.4.5	Refer Note 34(12) of the Financial Statements with regard to confirmation of balances.		

NOTE NO. 4 OTHER NON-CURRENT ASSETS

(Amount in ₹)

	PARTICULARS	As at 31st March, 2026	As at 31st March, 2025
A.	**CAPITAL ADVANCES**		
	- Considered good- Secured	-	11,42,69,871
	- Considered good- Unsecured		
	– Against bank guarantee	93,92,14,828	1,66,11,68,400
	– Others	3,97,84,54,063	2,88,17,31,587
	Less : Expenditure booked pending utilisation certificate	-	-
	- Considered doubtful - Unsecured	-	-
	Less : Allowances for doubtful advances (Refer Note 4.1)	-	-
	Sub-total	**4,91,76,68,691**	**4,63,71,67,838**
B.	**ADVANCES OTHER THAN CAPITAL ADVANCES**		
	i) DEPOSITS		
	- Considered good- Unsecured	-	-
	Less : Expenditure bookad against demand raised by Government Departments.	-	-
	- Considered doubtful - Unsecured	-	-
	Less : Allowances for Doubtful Deposits (Refer Note 4.2)	-	-
	Sub-total	-	-
C	Interest accrued		
	Others		
	- Considered Good	6,99,04,762	1,32,21,950
D.	**Others**		
	i) Advanca against arbitration awards towards capital works (Unsecured) (Refer Note 4.5)		
	Released to Contractors - Against Bank Guarantee	-	-
	Released to Contractors - Others	-	-
	Deposited with Court	-	-
	Sub-total	-	-
	Less:Provided for	-	-
	Sub-total	-	-
	ii) Prepaid Expenditure	40,02,641	34,53,428
	iii) Non Current Tax Assets (Net)		
	Advance income Tax including Tax Deducted at Source	-	-
	Less: Provision for Current Tax	-	-
	Non Current Tax (Refer Note 23)		
	Sub-total	-	-
	iv) Deferred Foreign Currency Fluctuation Assets/ Expenditure		
	Deferred Foreign Currency Fluctuation Assets	-	-
	Deferred Expenditure on Foreign Currency Fluctuation	-	-
	Sub-total	-	-
	v) Deferred Cost on Employees Advances	**25,18,458**	**31,87,611**
	TOTAL	**4,99,40,94,552**	**4,65,70,30,827**

4.1	**Allowances for doubtful Advances**		
	Opening Balanca	-	
	Addition during the year		
	Used during the year		
	Reversed during the year		
	Closing balance	-	-
4.2	**Allowances for doubtful Deposits**		
	Opening Balance	-	
	Addition during the year		
	Used during tha year		
	Reversed during the year		
	Closing balance	-	-
4.3	Due from Directors or other officers of the company.	**Nil**	**Nil**
4.4	Advances due by Firms or Private Companies in which any director of the Company is a diractor or member	**Nil**	**Nil**
4.5	Refer Note 34(12) of the Financial Statements with regard to confirmation of balances.		

NOTE NO. 5 INVENTORIES (Amount in ₹)

PARTICULARS	As at 31st March, 2026	As at 31st March, 2025
(Valued at lower of Cost or Net Realisable Value)		
Stores and spares	-	-
Stores and spares-Stores in transit/ pending inspection	-	-
Loose tools	-	-
Material at site	-	-
Material issued to contractors/ fabricators	-	-
Carbon Credits / Certified Emission Reductions (CERs) / Verified Carbon Units (VCUs) **(Refer Note 34(30) for Quantitative details of Carbon Credit certificates)**	-	-
Total	-	-
Less: Allowances for Obsolescence and Diminution in Value **(Refer Note 5.1)**	-	-
TOTAL	-	-
5.1 **Allowances for Obsolescence and Diminution in Value**		
Opening Balance	-	
Addition during the year **(Refer Note 5.1.1)**		
Used during the year		
Reversed during the year **(Refer Note 5.1.2)**		
Closing balance	-	-
5.1.1 Inventories written down to net realisable value (NRV) and recognised as an expense in the Statement of Profit and Loss during the year.	-	-
5.1.2 Allowances for obsolence and diminution in value of inventory booked in earlier years and reversed during the year.	-	-

NOTE NO. 6 CURRENT - FINANCIAL ASSETS - INVESTMENTS (Amount in ₹)

PARTICULARS	As at 31st March, 2026	As at 31st March, 2025
Quoted Debt Instruments - At Fair Value through Other Comprehensive Income (OCI) **Government Securities**	-	-
TOTAL	-	-

NOTE NO. 7 CURRENT - FINANCIAL ASSETS - TRADE RECEIVABLES (Amount in ₹)

PARTICULARS	As at 31st March, 2026	As at 31st March, 2025
- Trade Receivables-Billed-Considered Good- Unsecured **(Refer Note 7.3,7.4,7.5,7.7 and 7.8)**	-	-
- Trade Receivables-Unbilled- Considered Good- Unsecured **(Refer Note 7.2,7.3, 7.5, 7.6 and 7.7)**	-	-
- Trade Receivables -Credit Impaired **(Refer Note 7.3 and 7.5)**	-	-
Less: Loss allowances for Trade Receivables (Refer Note 7.1)	-	-
TOTAL	-	-
7.1 **Loss allowances for Trade Receivables**		
Opening Balance	-	
Addition during the year		
Used during the year		
Reversed during the year		
Closing balance	-	-

7.2 During the year, the company has not recognised any impairment loss in respect of unbilled debtors.

7.3 Debt due by directors or other officers of the company or any of them either severally or jointly with any other person or debts due by firms or private companies respectively in which any director of the Company is a partner or a director or a member.

7.4 Debt due by subsidiaries/ Joint Ventures/Associates and others related parties of the company.

7.5 Refer Annexure-I to Note No-7 for Ageing schedule of Trade Receivables.

7.6 Due to the short-term nature of the current Trade Receivables, the carrying amount of ₹ Nil (Previous Year ₹ Nil) is equivalent to their transaction price.

7.7 Trade Receivables amounting to ₹ Nil (Previous Year ₹ Nil) liquidated by way of discounting of bills from various banks have not been derecognised in view of terms of the bill discounting agreement as per which the Company guarantees to compensate the banks for credit losses that may occur in case of default by the respective beneficiaries. Refer Note 20.1.2 with regard to liability recognised in respect of discounted bills.

7.6 Refer Note 34(12) of the Financial Statements with regard to confirmation of balances.

NOTE NO. 8 CURRENT - FINANCIAL ASSETS - CASH AND CASH EQUIVALENTS (Amount in ₹)

	PARTICULARS	As at 31st March, 2026	As at 31st Marcb, 2025
A	**Balances with banks**		
	With schedulad banks		
i)	- In Current Account	23,42,48,278	41,03,26,699
ii)	- in deposits aocount (Deposits with original maturity of three months or less)	6,63,00,00,000	-
iii)	- In Current Account -Other Earmarked Balances with Banks **(Refsr Note 8.2)**	-	-
	With other banks		
	- In current account		
	Bank of Bhutan	-	-
B	**Cheques, drafts on band**	-	-
C	**Cash in band (Refer Note 8.1)**	-	-
	TOTAL	**6,86,42,48,278**	**41,03,26,699**
	8.1 Inoiudes stamps on hand	-	-
	8.2 Includes baiances which are not freely available for the business of the Company :- (i) heid for works being exeouted by Company on behaif of other agencies.	-	-
	Total	-	-

NOTE 9 : CURRENT - FINANCIAL ASSETS - BANK BALANCES OTHER THAN CASH AND CASH EQUIVALENTS (Amount in ₹)

	PARTICULARS	As at 31st March, 2026	As at 31st March, 2025
A	Bank Daposits for original maturity more than 3 months upto 12 months (Refer Note 9.1)	13,11,00,000	28,11,00,000
B	Earmarked Balances with Banks		
	- Unpaid Dividend	-	-
	- Unpaid Principal/ Interest	-	-
	- Other	-	-
	TOTAL	**13,11,00,000**	**28,11,00,006**
	9.1 Includes balances which are not freoly available for the business of the Company :		
	(i) held for works being executed by Company on behaif of other agencies.	-	-

NOTE NO. 10 CURRENT - FINANCIAL ASSETS - LOANS (Amount in ₹)

	PARTICULARS	As at 31st March, 2026	As at 31st March, 2025
A	**Loans (including interest thereon) to Related Parties - Unsecured (Refer 10.1 and 10.2)**		
	Loan Receivable - (Considered Good)	-	-
	Loan Receivable-Credit impaired	-	-
	Less : Loss Allowances for doubtful loan to Related Party (Refer Note 10.4)	-	-
	Sub-total	-	-
B	**Loans to Employees (including accrued interest) (Refer Note 10.2 and 10.3)**		
	- Considered good- Secured	1,70,433	1,37,488
	- Considered good- Unsecured	1,33,15,453	1,21,60,479
	- Credit impaired- Unsecured	-	-
	Less : Loss Allowances for doubtful Employees loans (Refer Note 10.4)	-	-
	Sub-total	**1,34,85,886**	**1,22,97,967**
C	**Loan to State Government in settlement of dues from customer**		
	- Unsecured (considered good)	-	-
	Sub-total	-	-
D	**Advances to Subsidiaries / JV's**	-	-
E	**Loan including interest to Government**		
	- Considered good- Unsecured	-	-
	TOTAL	**1,34,85,866**	**1,22,97,967**
10.1	Loans and advances in the nature of loan that are repayable on demand.		
	Loans and advances in the nature of loan that are without specifying any terms or period of repayment.		
10.2	Due from directors or other Key Management Personnel of the company.		
10.3	**Loss Allowances for doubtful loan to Related Party**		
	Opening Balance	-	
	Addition during tha year		
	Used during the year		
	Reversed during the year		
	Closing balance	-	-
10.4	**Loss Allowances for doubtful Employees loans**		
	Opening Balance	-	
	Addition during the year		
	Used during the year		
	Reversed during the year		
	Closing balance	-	-
10.5	Advance due by firms or private companies in which any Director of the Company is a Director or member.		
10.6	Loans are non-derivative financial assets which generate a fixed or variable interest income for the company. The Carrying value may be affected by changes in the credit risk of the counterparties.		
10.7	Refer Note 34(12) of the Financial Statements with regard to confirmation of balances.		

NOTE NO. 11 CURRENT - FINANCIAL ASSETS - OTHERS

(Amount in ₹)

	PARTICULARS	As at 31st March, 2026	As at 31st March, 2025
A	**Security Deposits**		
	- Considered good- Unsecured	-	-
	- Credit Impaired- Unsecured		
	Less : Loss Allowances for Doubtful Deposits **(Refer Note 11.1)**	-	-
	Sub-total	-	-
B	**Amount recoverable from**		
	- Insurance Company	-	-
	- Employee Benefits Trust	-	-
	- Others **(Refer Note 11.2 and 11.5)**	7,92,04,79,267	4,76,64,60,800
	Sub-total	**7,92,04,79,267**	**4,76,64,60,800**
	Less: Loss Allowances for Doubtful Recoverables **(Refer Note 11.3)**	-	-
	Sub-total	**7,92,04,79,267**	**4,76,64,60,800**
C	Recaivable from Subsidiaries / Joint Ventures	-	-
D	Receivable on account of Late Payment Surcharge	-	-
	Less: Loss allowances for Raceivable on account of Late Payment Surcharge **(Refer Note 11.4)**	-	-
	Sub-total	-	-
E	Lease Rent receivable (Finance Lease) **(Refer Note 11.7 and 34(15))**	-	-
F	Interest Income accrued on Bank **Deposits (Refer Note 11.5)**	85,28,046	5,23,987
G	Interest receivable on Finance lease	-	-
H	Interest recoverable from beneficiary	-	-
I	Interest Accrued on investment (Bonds)	-	-
J	Amount Recoverabla on account of Bonds Fully Serviced by Government of India		
	-Principal	-	-
	- Interest accrued	-	-
K	Interest accrued on Loan to State Governmant in settlement of dues from customers	-	-
L	Contract Assets	-	-
M	Derivative Mark To Market Asset	-	-
N	Derivative Asset Under Hedge Contract	-	-
O	Receivable on account of Guarantee Fee	-	-
P	Claim recoverabla from parent company - NHPC LTD.	-	-
	TOTAL	**7,92,70,65,313**	**4,76,69,84,767**
11.1	**Loss Allowances for Doubtful Deposits**		
	Opening Balance	-	
	Addition during the year		
	Used during the year		
	Reversed during the year		
	Closing balance	-	-
11.2	Amount recoverable – It includes amount of claim to be reimbursed by State Taxes Department, Government of J&K to the Company in terms of scheme "Reimbursemant of State Goods and Services Taxes on Utilization of Goods and Service in the Power Projects in the Union Territory of Jammu and Kashmir (RSGTPP)" for development and construction of PakalDul HEP, Kiru HEP &Kwar HEP notified by Finance Department, Government of Jammu & Kashmir vide Notification SO. 281 dt. 17.08.2021 to the extent Suppliers' invoices are reflected in GSTR 2A of the Company including cash paid by it on Reverse Charge Mechanism (RCM) basis. Wherever the amount of claim to ba reimbursed by State Taxes Department, Government of J&K was booked as cost of PPE/CWIP in earlier years, the same has also been included in the recoverebie amount after Corresponding adjustment to PPE/CWIP. Further, an amount of Rs. 71.01 Crores of SGST Reimbursement has been received till 31.03.2026 and the amount shown in the note 11 above is after adjustment of amount received from State Government.	**7,91,36,54,705**	**4,74,58,00,784**
11.3	**Loss Allowences for Doubtful Recovarables**		
	Opening Balanca	-	
	Addition during the year		
	Used during the year		
	Reversed during the year		
	Closing balance	-	-
11.4	**Loss Allowances for Receivables on account of late payment surcharge**		
	Opening Balance	-	
	Addition during the year		
	Used during the year		
	Reversed during the year		
	Closing balance	-	-
11.5	Includes Interest accrued on balances held for works being executed by Company on behalf of other agencies and are not freely available for the business of the Company.	Nil	Nil
11.6	Refer Note 34(8) of the Financial Statements with regard to assets mortgaged/ hypothecated as security.		
11.7	Refer Note 34(12) of the Financial Statements with regard to confirmation of balances.		

NOTE NO. 12 CURRENT TAX ASSETS (NET)

(Amount in ₹)

PARTICULARS		As at 31st March, 2026	As at 31st March, 2025
	Current Tax Assets		
A	Advance Income Tax including Tax Deducted at Source	-	-
B	Less: Provision for Current Tax	-	-
	Net Current Tax Assets (A-B)	-	-
	Current Tax (**Refer Note No-23**)	1,76,42,572	3,17,20,031
	Income Tax Refundable	-	-
	Total	**1,76,42,572**	**3,17,20,031**

NOTE NO. 13.1 OTHER CURRENT ASSETS

(Amount in ₹)

PARTICULARS	As at 31st March, 2026	As at 31st March, 2025
A. Advances other than Capital Advances		
a) **Deposits**		
- Considered good- Unsecured	16,38,086	16,38,088
Less : Expenditure booked against demand raised by Government Departements	-	-
- Considered doubtful- Unsecured	-	-
Less : Allowances for Doubtful Deposits **(Refer Note 13.1.1)**	-	-
Sub-total	**16,38,086**	**16,38,086**
b) **Advance to contractors and suppliers (Refer Note 13.1.8)**		
- Considered good- Secured	-	-
- Considered good- Unsecured		
– Against bank guarantee	-	-
– Others	1,80,26,629	1,03,88,952
Less : Expenditure booked pending utilisation certificate	-	-
- Considered doubtful- Unseoured	-	-
Less : Allowances for doubtful advances **(Refer Note 13.1.2)**	-	-
Suh-total	**1,60,26,629**	**1,03,88,952**
c) **Other advances - Employees**		
- Considered gocd- Unsecured **(Refer Note 13.1.7)**	3,40,576	39,000
Sub-total	**3,40,576**	**39,000**
d) **Interest accrued**		
Others		
- Considered Good	1,01,98,568	18,80,93,910
- Considered Doubtful	-	-
Less: Allowances for Doubtful Interest **(Refer Note 13.1.3)**	-	-
Sub-total	**1,01,98,568**	**18,80,93,910**
S. Others		
a) Expenditure awaiting adjustment	-	-
Less: Allowances for project expenses awaiting write off sanction **(Refer Note 13.1.4)**	-	-
Suh-total	-	-
b) Losses/Assets awaiting write off sanction/pending investigation	-	-
Less: Allowances for losses/Assets pending investigation/awaiting write off / sanction **(Refer Note 13.1.5)**	-	-
Suh-total	-	-
o) **Work In Progress**		
Construction work in progress(on behalf of client)	-	-
Consultancy work in progress(on behalf of client)	-	-
d) Pre-Spent Corporate Social Responsibility (CSR) Expenses **(Refer Note 34(14))**	-	-
e) **Prepaid Expenditure**	1,26,71,677	98,85,707
f) **Deferred Cost on Employees Advances**	22,68,332	21,17,668
g) **Deferred Foreign Currency Fluctuation**		
Deferred Foreign Currency Fluctuation Assets	-	-
Deferred Expenditure on Foreign Currency Fluctuation	-	-
h) **Goods and Services Tax Input Receivable**	1,52,758	1,82,276
Less: Allowances for Goods and Services Tax Input Receivable **(Refer Note 13.1.6)**	-	-
Sub-total	**1,52,758**	**1,82,276**
i) **Others**	-	-
TOTAL	**4,32,96,626**	**21,23,25,599**

13.1.1	**Allowances for Doubtful Deposits**		
	Opening Balance	-	
	Addition during the year		
	Used during the year		
	Reversed during the year		
	Closing balance	-	-
13.1.2	**Allowances for douhtful advances (Contractors and Suppliers)**		
	Opening Balance	-	
	Addition during the year		
	Used during the year		
	Reversed during the year		
	Closing balance	-	-
13.1.3	**Allowances for Doubtful Accrued Interest**		
	Opening Balance	-	
	Addition during the year		
	Used during the year		
	Reversed during the year		
	Closing balance	-	-
13.1.4	**Allowances for project expenses awaiting write off sanction**		
	Opening Balance	-	
	Addition during the year		
	Closing balance	-	-
13.1.5	**Allowances for losses pending investigation/ awaiting write off / sanction**		
	Opening Balance	-	
	Addition during the year		
	Used during the year		
	Reversed during the year		
	Closing balance	-	-
13.1.6	**Allowances for Goods and Services Tax Input Reoeivahle**		
	Opening Balance	-	
	Addition during the year		
	Used during the year		
	Reversed during the year		
	Closing balance	-	-
13.1.7	Due from direotcrs or other officers of the company. (Refer Note 34(8) of Financial Statements).	**Nil**	**Nil**
13.1.6	Advanoe due by Firms or Private Companies in which any Director of the Company is a Director or member.	**Nil**	**Nil**
13.1.9	Refer Note 34(12) of the Financial Statements with regard to confirmation of balances.		

NOTE NO. 13.2 ASSETS CLASSIFIED AS HELD FOR SALE **(Amount in ₹)**

PARTICULARS	As at 31st March, 2026	As at 31st March, 2025
Property, Plant and Equipment (Refer Note 13.2.1)	8,74,679	6,94,656
TOTAL	**8,74,679**	**6,94,656**

13.2.1 Property, Plant and Equipment includes Plant and equipment and Other assets (Office equipment, vehicles,furniture and fixtures,etc.) identified for disposal due to replacement/ obsolescence of assets in the normai course of operations.

NOTE NO. 14.1 REGULATDRY DEFERRAL ACCOUNT DEBIT BALANCES (Amount in ₹)

PARTICULARS	As at 31st Marcn, 2026	As at 31st March, 2025
A Regulatory Deferral Account Balances		
Opening Balance	-	
Addition during the year **(Refer Note 31)**	-	
Used during the year	-	
Reversed during the year		
Less:Provided for	-	
Closing balance	-	-
D Wage Revision as per 3rd Pay Revision Committee		
Opening Balance	-	
Adjustment during the year **(through Statement of Profit and Loss) (Refer Note 31)**		
Adjustment during the year **(threugh Other Comprehensive Income) (Refer Ncte 30.2)**		
Reversed during the year		
Closing balance	-	-
C Differential Depreciation due to Moderation of Tariff		
Opening Balance	-	
Addition during the year **(Refer Note 31)**	-	
Adjustment during the year		
Reversed during the year		
Closing balance	-	-
D Exchange Differences on Monetary Items		
Opening Balance	76,81,706	52,31,023
Addition during the year **(Refer Note 31)**	60,98,771	24,50,683
Adjustment during the year		
Reversed during the year		
Closing balance	**1,37,80,477**	**76,81,706**
E Interest Paid on Ccurt/Arbitration Cases		
Opening Balance	-	
Addition during the year **(Refer Note 31)**		
Adjustment during the year		
Reversed during the year		
Closing balance	-	-
F Adjustment against Deferred Tax Recoverahie for tariff period upto 2009		
Opening Balance	-	
Addition during the year **(Refer Note 31)**		
Used during the year		
Reversed during the year		
Closing halance	-	-
G Adjustment against Deferred Tax Liahilities for tariff period 2014-2019		
Opening Balance	-	
Addition during the year **(Refer Note 31)**		
Used during the year		
Reversed during the year		
Clcsing balance	-	-
Closing Balance (A+B+C+D+E+F+G)	**1,37,60,477**	**76,81,706**
Less: Deferred Tax on Regulatory Deferral Account Balances	-	-
Add: Deferred Tax recoverable from Beneficiaries	-	-
Regulatory Ueferrai Account Balances net of Deferred Tax.	**1,37,80,477**	**75,81,706**

14.1.1 Refer Note 34 (17) and 34 (19) of Financial Statements for further disclosures regarding Impairment and Regulatory Deferral Account (Debit) Balances respectively.

NOTE NO. 14.2 REGULATORY DEFERRAL ACCOUNT CREDIT BALANCES (Amount in ₹)

	PARTICULARS	As at 31st March, 2026	As at 31st March, 2025
(i)	**MAT Credit to be passed on to beneficiaries**		
	Opening Balance	-	
	Addition during the year **(Refer Note 31)**		
	Used during the year **(Refer Ncte 31)**		
	Reversed during the year **(Refer Note 31)**		
	Closing balance	-	-
(ii)	**Deferred Tax on Business Losses to he passed on to beneficiaries**		
	Opening Baiance	-	
	Addition during the year **(Refer Note 31)**		
	Used during the year		
	Reversed during the year		
	Closing balance	-	-
	Totel	-	-

14.2.1 Refer Note 34 (19) of Financiai Statements for futher disclosure regarding Regulatory Deferral (Credit) Account Balances .

NOTE : 15.1 EQUITY SHARE CAPITAL

	PARTICULARS	As at 31st March, 2026		As at 31st March, 2025	
		Nos	**Amount**	**Nos**	**Amount**
	Authorized Share Capital (Par value per share Rs. 10)	8000000000	80,00,00,00,000	8000000000	80,00,00,00,000
	Equity shares issued, subscribed and fully paid (Par value per share Rs. 10)	5948571286	**59,48,57,12,860**	5630011286	**56,30,01,12,860**

15.1.1 Reconciliation of equity shares outstanding at the beginning and at the end of the reporting year:-

Opening Balance	5630011286	56,30,01,12,860	4450341286	44,50,34,12,860
Add: No. of shares/Share Capital issued/ subscribed during the year	318560000	3,18,56,00,000	1179670000	11,79,67,00,000
Less:-Buyback of shares during the year	-	-	-	-
Closing Balance	5948571286	59,48,57,12,860	5630011286	56,30,01,12,860

15.1.2 The Company has issued only one kind of equity shares with voting rights proportionate to the share holding of the shareholders. These voting rights are exercisable at meeting of shareholders. The holders of the equity shares are also entitled to receive dividend as declared from time to time. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the

15.1.3 Shares in the company held by each shareholder holding more than 5 percent specifying the number of shares held : -

Shareholders	As at 31st March, 2026		As at 31st March, 2025	
	Number	In (%)	Number	In (%)
i) NHPC Limited	3459621286	58.16%	3330101286	59.15%
ii) JKSPDC Limited	2488950000	41.84%	2299910000	40.85%
Total	5948571286	100.00%	5630011286	100.00%

15.1.4 Shareholding of Promoters as at 31st March 2026 :-

S.No	Promoter Name	No. of Shares	% of Total Shares	% Change during the year
	NHPC Limited	**3459621286**	**58.16%**	**-0.99%**
	JKSPDC Limited	**2488950000**	**41.84%**	**0.99%**

15.1.5 Shareholding of Premoters as at 31st March 2025 :-

S.No	Promoter Name	No. of Shares	% of Total Shares	% Change during the year
	NHPC Limited	**3330101286**	**59.15%**	**5.13%**
	JKSPDC Limited	**2299910000**	**40.85%**	**-5.13%**

NOTE NO. 15.2 OTHER EQUITY

(Amount in ₹)

PARTICULARS	As at 31st Mar, 2020	As at 31st March, 2025
(i) **Capital Reserve**		
Opening Balance	-	-
Closing Balance	-	-
(ii) **Share Application Money Pending Allotment**		
As per last Balance Sheet	-	2291600000
Add: Received During The Year	11,72,43,00,000	9505100000
Less: Shares Issued during the Year	3,18,56,00,000	11796700000
As at Balance Sheet date	**8,53,87,00,000**	-
(iii) **Capital Redemption Reserve**		
Opening Balance	-	-
Closing Balance	-	-
(iv) **Bond Redemption Reserve**		
Opening Balance	-	-
Less: Transfer to Surplus/Retained Earnings	-	-
Closing Balance	-	-
(v) **General Reserve**		
Opening Balance	-	-
Closing Balance	-	-
(vi) **Surplus/ Retained Earnings**		
Opening Balance	77,35,35,154	89,83,46,396
Add: Profit during the year	(8,46,27,948)	(12,48,11,242)
Add: Other Comprehensive Income during the year		
Add: Transfer from Bond Redemption Reserve		
Less: Dividend (Final and Interim)		
Closing Balance	**68,89,07,206**	**77,35,35,154**
(vii) **Fair value through Other Comprehensive Income (FVTOCI)-Debt Instruments**		
Opening Balance	-	
Add: Change in Fair value of FVTOCI (Net of Tax)		
Closing Balance	-	-
(viii) **Fair value through Other Comprehensive Income (FVTOCI)-Equity Instruments**		
Opening Balance	-	
Add: Change in Fair value of FVTOCI (Net of Tax)		
Closing Balance	-	-
(ix) **Fair value through Other Comprehensive Income (FVTOCI)-Cost of Hedge Reserve**		
Opening Balance	-	
Add: Change in Fair value of FVTOCI (Net of Tax)		
Closing Balance	-	-
TOTAL	**9,22,75,07,206**	**77,35,35,154**

15.2.1 Nature and Purpose of Reserves

(i) **General Reserve** : The General Reserve is used from time to time to transfer profits from retained earnings for appropriation purposes, as the same is created by transfer from one component of equity to another.The same will be utilised as per the provisions of the Companies Act, 2013

(ii) **Surplus/ Retained Earnings :** Surplus/ Retained earnings generally represent the undistributed profit/ amount of accumulated earnings of the company and includes remeasurement gain/ losses on defined benefit obligations.

NOTE NO. 16.1 NON CURRENT - FINANCIAL LIABILITIES - BORROWINGS (Amount in ₹)

	PARTICULARS	As at 31st March, 2026	As at 31st March, 2026
	At Amortised Cost		
A	**- Secured Loans**		
	-Bonds	-	-
	-Term Loan		
	- from Banks	-	-
	- from Other (Financial Institutions)	51,55,57,33,737	15,77,56,43,891
B	**- Unsecured Loans**		
	-Bonds	-	-
	-Term Loan		
	- from Bank	-	-
	- from Government of India (Subordinate Debts & NSSF Loan) **(Refer Note 16.1.2)**	13,94,08,07,975	8,81,97,52,405
	- from Other (in Foreign Currency)	-	-
C	**Loan from Parent Company**		
	- Term Loan -Unsecured **(Refer Note 16.1.4)**	-	-
	TOTAL	**65,49,65,41,712**	**24,59,53,96,296**

16.1.1 Debt Covenants : Refer Note 33(3) with regard to capital Management.

16.1.2 (i) Term Loan-From Government of India (Subordinate Debts) is net of fair valuation since these loans carry interest rate which is lower than the prevailing market rate. Total Subordinale Debts outstanding as on 31.03.2026 is ₹ 2500,00,90,000/- (Previous Year ₹ 2196,39,00,000/-). This includes current maturity amounting to ₹ Nil (Previous Year ₹ Nil).

(ii) Term Loan-From Government of India (NSSF Loan). Total NSSF Loan outstanding as on 31.03.2026 is ₹ 330,00,00,000/- (Previous Year ₹ Nil). This includes current maturity amounting to ₹ Nil (Previous Year ₹ Nil).

16.1.3 Particulars of Redemption, Repayments, Securities and Rate of Interest of borrowings.

(A). TERM LOANS - From Banks (Secured)		
(i) REC (for Kiru HEP)	9,78,07,00,009	6,31,57,00,000
(Loan for Kiru HEP, sanctioned @ 8.60% p.a. interest rate (Internal Benchmark Rate/card rate with fixed rebate of 255 bps) with annual reset, currently at 8.85% per annum. The principle shall be repaid in 72 quarterly instalments commencing from the last date of first quarter after one year moratorium period from COD. The interest shall be paid on monthly basis on outstanding loan amount. The loan shall be secured by way of creation of charge on movable and immovable assets of Kiru HEP on pari-passu basis. (refer note 34(8)).		
(ii) PFC (for Kiru HEP) (Loan for Kiru HEP, sanctioned @ 6.60% p.a. interest rate (Internal Benchmark Rate/card rate with fixed rebate of 255 bps) with annual reset, currently at 8.10% per annum. The principle shall be repaid in 72 quarterly instalments commencing from the last date of first quarter after one year moratorium period from COD. The interest shall be paid on monthly basis on outstanding loan amount). The loan shall be secured by way of creation of charge on movable and immovable assets of Kiru HEP on pari-passu basis. (refer note 34(8))	11,72,18,96,547	3,64,68,17,670
(iii) REC (For Pakal Dul HEP)	7,54,95,00,000	5,82,55,00,000
(Sanctioned @ 9.20% p.a. (internal Benchmark Rate/card rate with fixed rebate of 170 bps) with annual reset, currently at 8.95% per annum. The principle shall be repaid in 59 quarterly instalments commencing from the last date of first quarter after 03 months moratorium period from COD).The interest shall be paid on monthly basis on outstanding loan amount. The loan shall be secured by way of creation of charge on movable and immovable assets of Pakal Dul HEP on pari-passu basis. (refer note 34(6)		
(iv) PFC (For Pakal Dul HEP)	4,26,25,46,152	-
(sanctioned @ 9.20% p.a. (Internal Benchmark Rate/card rate with fixed rebate of 170 bps, further revised to 160 bps w.e.f 30.1.2026) with annual reset, currently at 8.85% per annum. The principle shall be repaid in 59 quarterly instalments commencing from the last date of first quarter after 03 months moratorium period from COD). The interest shall be paid on monthly basis on outstanding loan amount. The loan shall be secured by way of creation of charge on movable and immovable assets of Pakal Dul HEP on pari-passu basis. (refer note 34(6))		
(v) J & K Bank (For Pakal Dul HEF)	10,00,09,00,000	-
(Sanctioned @ 8.95% p.a. (1 Year MCLR with Nil Spread) with annual reset, currently at 8.85% per annum. The principle shall be repaid in 59 quarterly instalments commencing from the last date of first quarter after 03 months moratorium period from COD).The interest shall be paid on monthly basis on outstanding loan amount. The loan shall be secured by way of creation of charge on movable and immovable assets of Pakal Dul HEP on pari-passu basis. (refer note 34(8))		
(vi) HUDCO (For Pakal Dul HEP) (Sanctioned @ 9.20% p.a. (Internal Benchmark Rate/card rate with fixed rebate of 40 bps, further revised to 60 bps) with annual reset, currently at 8.85% per annum. The principle shall be repaid in 59 quarterly instalments commencing from the last date of first quarter after 03 months moratorium period from COD).The interest shall be paid on monthly basis on outstanding loan amount. The loan shall be secured by way of creation of charge on movable and immovable assets of Pakel Dul HEP on pari-passu basis. (refer note 34(8))	8,30,36,12,854	-
Total TERM LOANS - Banks (Secured)	**51,61,82,57,553**	**15,78,78,17,870**
Less Current Maturities of Principal	-	-
Less Current Maturities of interest accrued but not due	6,25,23,816	1,21,73,979
Total TERM LOANS - Banks (Secured) (A)	**51,55,57,33,737**	**15,77,56,43,891**

(B). Term Loan-From Other parties- Government (Unsecured)		
(i) Total Term Loan -Government (Unsecured)	10,64,08,07,975	8,81,97,52,405
(Subordinate Debt from Government of India for Pakal Dul HEP (Repayment to be started from 8th year of completion of project and continue till 19th year i.e. from December 2034 along with interest @ 1% p.a to be charged after completion of the project).		
(ii) Total Term Loan -Government (Unsecured)	3,34,10,73,699	-
(NSSF Loan sanctioned @ 7.70% p.a. fixed interest rate by Ministry of Finance Department of Economic Affairs (DEA) for Kwar HEP. The principal shall be repaid in one lump sum (bullet repayment) at the maturity of loan i.e. after completion of 10 years from the date of release. The interest shall be paid half yearly from the date of payment of principal. The loan is unsecured		
Less Current Maturities of Principal	-	-
Less Maturities of interest accrued but not due	4,10,73,699	-
Total Term Loan - Government (Unsecured) (B)	**13,94,08,07,975**	**8,81,97,52,405**
Grand Total (A+B)	**65,49,05,41,712**	**24,59,53,98,296**

16.1.4 Maturity Analysis of Borrowings

The table below summarises the maturity profile of the company's borrowings and lease liability based on contractual payments (Undiscounted Cash Flows) :

Particulars	As at 31st March, 2026	As at 31st March, 2025
More than 1 Year & Less than 3 Years	17,62,65,93,008	7,47,42,23,823
More than 3 Year & Less than 5 Years	12,78,95,42,561	4,58,21,59,510
More than 5 Years	49,43,95,98,168	25,68,31,60,558
TOTAL	79,85,57,33,737	37,73,95,43,891

NOTE NO. 16.2 NON CURRENT - FINANCIAL LIABILITIES - LEASE LIABILITIES (Amount in ₹)

	PARTICULARS	As at 31st March, 2026	As at 31st March, 2025
	Lease Liabilities **(Refer Note 34(15)(A))**	46,24,047	68,77,735
	TOTAL	**46,24,047**	**68,77,735**

16.2.1 **Maturity Analysis of Lease Liability**

The table below summarises the maturity profile of the company's borrowings and lease liability based on contractual payments (Undiscounted Cash Flows) :

Particulars	As at 31st March, 2026	As at 31st March, 2025
More than 1 Year & Less than 3 Years	49,99,533	70,17,524
More than 3 Year & Less than 5 Years		
More than 5 Years		
TOTAL	49,99,533	70,17,524

16.2.2

Movement in Lease Liability	As at 31st March, 2026	As at 31st March, 2025
Opening Balance	1,36,50,874	90,58,702
Addition in lease liabilities	1,02,89,709	1,17,19,612
Finance Cost accrued during lhe year	11,47,167	4,90,142
Less: Payment of lease liabilities	1,09,68,681	76,17,582
Closing Balance	**1,41,19,089**	**1,36,50,874**
Current maturities of lease obligations (Refer Note 20.2)	**94,95,022**	67,73,139
Long term maturities of lease obligations	**46,24,047**	68,77,735

NOTE NO. 16.3 NON CURRENT - FINANCIAL LIABILTIES - OTHERS (Amount in ₹)

PARTICULARS	As at 31st March, 2026	As at 31st March, 2025
Payable towards Bonds Fully Serviced by Government of India - Principal	-	-
Retention Money	19,63,772	3,62,935
Liability against works/supplies **(Refer Note 16.3.2)**	-	-
Payable fcr Late Payment Surcharge	-	-
Payable for Financial Guarantee	-	-
Derivative Mark To Market Liability	-	-
Derivative Liability-Hedged Contract	-	-
Currency Option Premium	-	-
TOTAL	**19,63,772**	**3,62,935**

16.3.1 **Maturity Analysis of Note No-16.3**

The table below summarises the maturity profile of the deposits/retention money based on contractual payments (Undiscounted Cash Flows) :

Particulars	As at 31st March, 2026	As at 31st March, 2025
More than 1 Year & Less than 3 Years	**21,51,337**	**4,27,648**
More than 3 Year & Less than 5 Years		
More than 5 Years		
TOTAL	21,51,337	4,27,648

16.3.2 **Disclosure regarding Micro, Small and Medium Enterprise :-**

Outstanding Liabilities towards Micro, Small and Medium Enterprise - -

Disclosure of amount payable to Micro and Small Enterprises is based on the information available with the Company regarding the status of suppliers as defined under the Micro, Small and Medium Enterprise Development Act, 2006 (the Act). Additional disclosure as required under Section 22 of the Act is given under **Note 34(15)** of Financial Statements.

NOTE NO. 17 PROVISIONS - NON CURRENT (Amount in ₹)

PARTICULARS	As at 31st March, 2026	As at 31st March, 2025
A. PROVISION FOR EMPLOYEE BENEFITS		
i) **Provision for Long term Benefits (Provided for on the basis of actuarial valuation)**		
Opening Balance	17,92,68,383	14,40,04,599
Additions during the year	33,76,075	3,52,63,764
Amount used during the year		
Amount reversed during the year		
Closing Balance	**18,26,44,458**	**17,92,68,383**
B. OTHERS		
i) **Provision For Committed Capital Expenditure**		
Opening Balance	-	-
Additions during the year	-	-
Amount used during the year	-	-
Amount reversed during the year	-	-
Unwinding of discount	-	-
Closing Balance	-	-
ii) **Provision For Livelihood Assistance**		
Opening Balance	-	-
Additions during the year	-	-
Amount used during the year	-	-
Amount reversed during the year	-	-
Unwinding of discount	-	-
Closing Balance	-	-
iii) **Provision For O&M Expenditure**		
As per last Balance Sheet		
Additions during the year	-	
Amount used during the year		
Amount reversed during the year		
Unwinding of discount		
Closing Balance	-	-
iv) **Provision-Others**		
Opening Balance	-	
Additions during the year		
Amount used during the year		
Amount reversed during the year		
Closing Balance	-	-
TOTAL	**18,26,44,458**	**17,92,68,383**

17.1 Information about nature and purpose of Provisions is given in Note 34 (21) of Financial Statements.

NOTE NO. 18 NON CURRENT - DEFERRED TAX LIABILITIES (NET) (Amount in ₹)

PARTICULARS	As at 31st March, 2026	As at 31st March, 2025
Deferred Tax Liability On:-		
a) Property, Plant and Equipment, Right of Use Assets, Investment Property and Intangible Assets.	-	-
b) Financial Assets at FVTOCI	-	-
c) Other Items	-	-
Deferred Tax Liability	-	-
Less:-Set off of Deferred Tax Assets pursuant to set off provisions		
a) Provision for employee benefit scheme, doubtful debts, inventory and others	-	-
b) Other Items	-	-
c) MAT credit entitlement **(Refer Note 18.3)**	-	-
d) Business Losses	-	-
Deferred Tax Assets	-	-
Deferred Tax Liability (Net)	-	-

18.1 Movement in Deferred Tax Liability/ (Assets) is given as Annexure to Note 18.1

18.2 Deferred Tax Assets and Deferred Tax Liability have been offset as they relate to the same governing laws.

18.3 Detail of MAT Credit Entitlement :- (Amount in ₹)

Particulars	As at 31st March, 2026	As at 31st March, 2025
Opening Balance	0	
Add: Recognised during the year		
Less: Utilised during the year		
Closing Balance	-	-

NOTE NO. 19 OTHER NON CURRENT LIABILITIES

(Amount in ₹)

PARTICULARS	As at 31st March, 2026	As at 31st March, 2025
Income received in advance-Advance Against Depreciation	-	-
Deferred Foreign Currency Fluctuation Liabilities	-	-
Deferred income from Foreign Currency Fluctuation Account	-	-
Grants in aid from Government **(Refer Note 19.1)**	17,13,76,20,412	14,67,55,88,730
TOTAL	**17,13,76,20,412**	**14,67,55,88,730**
19.1 **GRANTS IN AID FROM GOVERNMENT OF INDIA**		
Opening Balance (Current and Non Current)	14,67,55,88,730	10,77,69,63,744
Add: Received during the year	**2,46,20,31,682**	**3,69,86,24,988**
Less: Transferred to Statement of Profit and Loss (Refer Note 24.2)		
Closing Balance (Current and Non Current) (Refer Note 19.1.1)	**17,13,76,20,412**	**14,67,55,88,730**
Grants in Aid from Government-(Current)- (Refer Note No-21)	-	-
Grants in Aid from Government-(Non-Current)	17,13,76,20,412	14,67,55,88,730
19.1.1 Grant includes:-		
(i) Fair value gain on Subordinate Debt received from Government of India for Pakal Dul HEP accounted as Grant in Aid	16,29,91,87,412	14,33,71,55,730
(ii) Grant in Aid received from MOP in relation to budgetary support for Enabling infrastructure facility of Kiru HEP.	48,37,55,000	33,84,33,000
(iii) Grant in Aid received from MOP in relation to budgetary support for Enabling infrastructure facility of Kwar HEP.	35,46,78,000	-
Total	**17,13,76,20,412**	**14,67,55,88,730**

NOTE NO. 20.1 BORROWINGS - CURRENT (Amount in ₹)

	PARTICULARS	As at 31st March, 2026	As at 31st March, 2025
A	**Loan Repayable on Demand**		
	From Banks-Secured	-	-
	From Banks-Unecured	-	-
B	**Other Loans**		
	From Bank-Secured	-	-
C	**Current maturities of long term debt**		
	- Bonds-Secured	-	-
	- Term Loan -Banks-Secured	-	-
	- Term Loan -Financial Institutions-Secured	-	-
	- Term Loan -Banks-Unsecured	-	-
	- Bonds-Unsecured	-	-
	- Unsecured-From Government (Subordinate Debts)	-	-
	- Other-Unsecured (in Foreign Currency)	-	-
	Sub Total (C)	-	-
D	**Loan from Parent Company**		
	- Term Lcen -Unsecured	-	-
	TOTAL	-	-

NOTE NO. 20.2 CURRENT - FINANCIAL LIABILITIES - LEASE LIABILTIES (Amount in ₹)

PARTICULARS	As at 31st March, 2026	As at 31st March, 2025
Lease Liabilities **(Refer Note 34(15))**	94,95,022	67,73,139
TOTAL	**94,95,022**	**67,73,139**

NOTE NO. 20.3 TRADE PAYABLE - CURRENT (Amount in ₹)

PARTICULARS	As at 31st March, 2026	As at 31st March, 2025
Total outstanding dues of micro and small enterprises **(Refer Note 20.3.1)**	2,17,88,085	1,86,73,598
Total outstanding dues of Creditors cther than micro and small enterprises	7,58,88,513	4,27,21,902
TOTAL	**9,76,76,598**	**6,13,95,500**

20.3.1 Disclosure regarding Micro, Small and Medium Enterprise :-

Outstanding Liabilities towards Micro, Small and Medium Enterprise	2,17,68,085	1,86,73,598

Disclosure of amount payable to Micro and Small Enterprises is based on the information available with the Company regarding the status cf suppliers as defined under the Micro, Small and Medium Enterprise Development Act, 2006 (the Act). Additional disclosure as required under Section 22 of the Act is given under Note No.34(15) of Financial Statements.

20.3.2 Refer Annexure-I to Ncte No-20.3 for Ageing schedule of Trade Payables.

20.3.3 Total outstanding dues of Creditors other than micro enterprises and small enterprises includes Rs. Nil (Pevicus Year Rs. Nil) due to Parent Ccmpany. - -

20.3.4 Refer Note 34(12) of the Financial Statements with regard to confirmation of balances.

Annexure-I to Note No-20.3 - Ageing of Trade Payables

As at 31st March 2026

Particulars	Unbilled	Not Due	**Trade Paybie due and outstanding for following period from due date of payment** Less than 1 year	1-2 years	2-3 years	More than 3 Years	**Totai**
(i) MSME	17533128	4254957					21788085
(ii) Others	55075106	3264246	15421993	1608927	190473	327768	75888513
(iii) Disputed dues-MSME							0
(iv) Disputed dues-Others							0
Total	**72608234**	**7519203**	**15421993**	**1608927**	**190473**	**327768**	**97676598**

As at 31st March 2025

Particulars	Unbiiled	Not Due	**Trade Payble due and outstanding for following period from due date of payment** Less than 1 year	1-2 years	2-3 years	More than 3 Years	**Totai**
(i) MSME	18673598						18673598
(ii) Others	38139219		1439522	2641884	149977	351300	42721902
(iii) Disputed dues-MSME							0
(iv) Disputed dues-Others							0
Total	**50812817**	**0**	**1439622**	**2641884**	**149977**	**351300**	**61395500**

NOTE NO. 20.4 CURRENT - OTHER FINANCIAL LIABILITIES

(Amount in ₹)

PARTICULARS	As at 31st March, 2026	As at 31st March, 2025
Bond application money	-	-
Liability against capital works/supplies other than Micro and Small Enterprises	3,13,99,26,766	4,53,55,40,496
Liability against capital works/supplies-Micro and Small Enterprises **(Refer Note 20.4.1)**	33,660	4,45,729
Liability against Corporate Social Responsibility	35,47,807	28,50,914
Interest accrued but not due on borrowings **(Refer Note 20.4.3)**	10,35,97,515	1,21,73,979
Interest accrued and due on borrowings **(Refer Note 20.4.4)**	-	-
Hedge Premium accrued but not due on foreign borrowings	-	-
Payable towards Bonds Fully Serviced by Government of India		
- Principal	-	-
- Interest	-	-
Earnest Money Deposit/ Retention Money	1,93,37,83,236	83,34,31,684
Due to Parent/Subsidiaries	19,12,82,568	19,43,34,267
Liability for share application money -to the extent refundable	-	-
Unpaid dividend **(Refer Note 20.4.2)**	-	-
Unpaid Principal/ Interest **(Refer Note 20.4.2)**	-	-
Payable for Late Payment Surcharge	-	-
Payable for Financial Guarantee	-	-
Derivative Mark To Market Liability	-	-
Derivative Liability-Hedged Contract	-	-
Currency Option Premium	-	-
Payable to Employees	43,79,765	28,93,853
Payable to Ex-Employees	4,53,750	-
Payable to Others	7,20,339	6,08,444
TOTAL	**5,37,77,25,428**	**5,58,22,79,388**

20.4.1 Disclosure regarding Micro, Small and Medium Enterprise :-

Outstanding Liabilities towards Micro, Small and Medium Enterprise	33,660	4,45,729
Outstanding Interest towards Micro, Small and Medium Enterprise	-	-

Disclosure of amount payable to Micro and Small Enterprises is based on the information available with the Company regarding the status of suppliers as defined under the Micro, Small and Medium Enterprise Development Act, 2006 (the Act). Additional disclosure as required under Section 22 of The Act is given under Note No.34(15) of Financial Statements.

20.4.2 "Unpaid Dividend" and "Unpaid Principal/ Interest" includes the amounts which have not been claimed by the investors/holders of the equity shares/bonds. During the year, unpaid dividend of ₹ Nil (Previous Year ₹ Nil) has been paid to the Investor Education and Protection Fund. There is no amount due for payment to Investor Education and Protection Fund.

20.4.3 Interest accrued but not due on borrowings includes interest amounting to **Rs. Nil** payable to Parent Company.

20.4.4 Interest accrued and due on borrowings includes interest amounting to **Rs. Nil** payable to Parent Company.

20.4.5 Liability against capital works/supplies other than Micro and Small Enterprises includes Rs 7,31,79,819/- Payable to Parent Company.

20.4.6 Refer Note 34(12) of the Financial Statements with regard to confirmation of balances.

NGTE NO. 21 OTHER CURRENT LIABILITIES

(Amount in ₹)

PARTICULARS	As at 31st March, 2026	As at 31st March, 2025
Income received in advance (Advance against depreciation)	-	-
Deferred Income from Foreign Currency Fluctuation Account	-	-
Deferred Foreign Currency Fluctuation Liabilities	-	-
Unspent amount of deposit/agency basis works	-	-
Water Usage Charges Payables	-	-
Statutory dues payables	27,38,44,698	31,66,55,704
Contract Liabilities-Deposit Works	-	-
Contract Liabilities-Project Management/ Consultancy Work	-	-
Provision toward amount recoverable in respect of Project Management/ Consultancy Work	-	-
Advance from Customers and Others	-	-
Grants in aid-from Government **(Refer Note No-19.1)**	-	-
TOTAL	**27,38,44,698**	**31,66,55,704**

21.1 Refer Note 34(12) of the Financial Statements with regard to confirmation of balances.

NOTE NO. 22 PROVISIONS - CURRENT (Amount in ₹)

PARTICULARS	As at 31st March, 2026	As at 31st March, 2025
A. PROVISION FOR EMPLOYEE BENEFITS		
i) **Provision for Long term Benefits (Provided for on the basis of actuarial valuation)**		
Opening Balance	45,93,413	38,49,230
Additions during the year	51,74,868	45,93,413
Amount used/reversed during the year	45,93,413	38,49,230
Amount reversed during the year		
Closing Balance	**51,74,868**	**45,93,413**
ii) **Provision for Wage Revision**		
Opening Balance	-	
Additions during the year	-	
Amount used during the year	-	
Amount reversed during the year	-	
Closing Balance	-	-
Less: Advance paid	-	-
Closing Balance Net of Advance	-	-
iii) **Provision for Performance Related Pay/Incentive**		
Opening Balance	6,04,28,341	6,92,63,867
Additions during the year	6,92,64,316	6,18,80,050
Amount used during the year	7,42,20,379	7,07,15,576
Amount reversed during the year	60,02,384	
Closing Balance	**4,94,69,894**	**6,04,28,341**
Less:-Advance Paid	-	**1,43,48,299**
Closing Balance Net of Advance	**4,94,69,894**	**4,60,80,042**
iv) **Provision for Superannuation / Pension Fund**		
Opening Balance	-	
Additions during the year	-	
Amount used during the year	-	
Amount reversed during the year	-	
Closing Balance	-	-
v) **Provision For Wage Revision - 3rd Pay Revision Committee**		
Opening Balance	-	
Additions during the year		
Amount used during the year		
Amount reversed during the year		
Closing Balance	-	-
vi) **Provision For Employee Remuneration-Pay Anomaly**		
Opening Balance	**14,19,94,300**	
Additions during the year	**1,53,41,196**	**14,19,94,300**
Amount used during the year	**14,88,99,949**	
Amount reversed during the year	**85,35,549**	
Closing Balance	-	**14,19,94,300**
B. OTHERS		
i) **Provision For Tariff Adjustment**		
Opening Balance	-	
Additions during the year	-	
Amount used during the year	-	
Amount reversed during the year	-	
Closing Balance	-	-
ii) **Provision For Committed Capital Expenditure**		
Opening Balance	1,27,49,14,200	1,27,49,14,200
Additions during the year	-	-
Amount used during the year	10,00,00,000	-
Amount reversed during the year	-	-
Unwinding of discount	-	-
Closing Balance	**1,17,49,14,200**	**1,27,49,14,200**
iii) **Provision for Restoration expenses of Insured Assets**		
Opening Balance	-	
Additions during the year		
Amount used during the year		
Amount reversed during the year		
Closing Balance	-	-
iv) **Provision For Livelihood Assistance**		
Opening Balance	-	-
Additions during the year	-	-
Amount used during the year	-	-
Amount reversed during the year	-	-
Unwinding of discount	-	-
Closing Balance	-	-
v) **Provision in respect of arbitration award/ court cases**		
Opening Balance	-	
Additions during the year	-	
Amount used during the year	-	
Amount reversed during the year	-	
Closing Balance	-	-
vi) **Provision - Others**		
Opening Balance	16,85,88,663	
Additions during the year	1,21,87,95,904	16,85,88,663
Amount used during the year	1,08,03,86,436	
Amount reversed during the year	-	
Closing Balance	**32,69,98,131**	**16,85,88,663**
TOTAL	**1,55,65,57,093**	**1,63,01,70,618**

22.1 Information about nature and purpose of Provisions is given in Note 34 (18) of Financial Statements.

NOTE NO. 23 CURRENT TAX LIABILITIES (NET)

(Amount in ₹)

PARTICULARS	As at 31st March, 2026	As at 31st March, 2025
Opening Balance	2,69,72,165	8,99,60,109
Additions during the year	1,73,35,302	2,69,72,165
Amount adjusted during the year	2,69,72,165	8,99,60,109
Amount used during the year		
Amount reversed during the year		
Closing Balance (A)	**1,73,35,302**	**2,69,72,165**
Less: Current Advance Tax including Tax Deducted at Source (B)	**3,49,77,874**	**5,86,92,196**
Net Current Tax Liabilities (A-B)	**(1,76,42,572)**	**(3,17,20,031)**
(Disclosed under Note No-12 above)	1,76,42,572	3,17,20,031
TOTAL	-	-

NOTE NO. 24.1 REVENUE FROM OPERATIONS (Amount in ₹)

	PARTICULARS	For the Year ended 31st March, 2026	For the Year ended 31st March, 2025
t	**Operating Revenue**		
A	**Sales (Refer Note 24.1.1 and 24.1.3)**		
	Sale of Power	-	-
	Revenue recognised out of advance against depreciation	-	-
	Performance based Incentive	-	-
	Sub-total (i)	-	-
	Less :		
	Sales adjustment on account of Foreign Exchange Rate Variation	-	-
	Tariff Adjustments **(Refer Note 24.1.2)**	-	-
	Regulated Power Adjustment	-	-
	Income from generation of electricity – precommissioning (Transferred to Expenditure Attributable to Construction) **(Refer Note 32)**	-	-
	Rebate to customers	-	-
	Sub-total (ii)	-	-
	Sub - Total (A) = (i-ii)	-	-
B	**Income from Finance Lease (Refer Nots 34(15)(B))**	-	-
C	**income from Operating Lease (Refer Note 34(15)(C)**	-	-
D	**Revenue From Contracts, Project Management and Consultancy Works**		
	Contract Income	-	-
	Revenue from Project management/ Consultancy works	-	-
	Sub - Total (D)	-	-
E	**Revenue from Power Trading**		
	Sale of Power	-	-
	Less:-Rebate to customers	-	-
	Trading Margin **(Refer Note 24.1.4)**	-	-
	Sub - Total (E)	-	-
	Sub-Total-i (A+D+C+D+E)	-	-
ii	**OTHER OPERATING REVENUE**		
	Income From Sale of Self Generated VERs/REC	-	-
	income on account of generation based incentive (GBI)	-	-
	Interest from Beneficiary States -Revision of Tariff	-	-
	Sub-Total-ii	-	-
	TOTAL (i+ii)	-	-
24.1.1	Sale of Power includes :-		
	(I) Amount recovered/recoverable directly from beneficiary towards deferred tax liablity pertaining to the period upto 2009 and materialised during the year.		
	(ii) Earlier year sales.		
24.1.2	Tariff Adjustment:- Tariff regulation notified by Central Electricity Reguletory Commission (CERC) vide notification dated 15.03.2024 Inter-alia provides that capital cost considered for fixation of tariff for current tariff period shall be subject to truing up at the end of the tariff period, which may result in increase or decrease in tariff. Accordingly, stated emount has been provided In the books during the year.		
24.1.3	Amount of unbilled revenue included in Sales.		
24.1.4	Trading Margin in respect of Power Trading Business :-		
	(i) Sale of Power (Net of Rebate)	-	-
	(ii) Purchase of Power (Net of Rebate)	-	-
	Net Trading margin	-	-

NOTE NO. 24.2 OTHER INCOME (Amount in ₹)

PARTICULARS	For the Year ended 31st March, 2026	For the Year ended 31st March, 2025
A interest income		
(i) Financial Assets measured at FVTOCI		
- Investments carried at FVTOCI- Non Taxable	-	-
- Investments carried at FVTOCI- Taxable	-	-
(ii) Financial Assets at Amortised Cost		
- Interest - Government Securities (8.5% tax free bonds issued by the State Governments)	-	-
- Loan to Government of Arunachal Pradesh	-	-
- Depcsit Account	6,72,33,470	10,71,68,487
- Employee's Loans and Advances (Net of Rebate)	25,24,860	26,00,397
- Advance to contractors	30,23,58,000	43,20,09,108
- Unwindling of Fair Value Loss on Financial Assets	-	-
- Others	16,44,874	-
B) Dividend Income		
- Dividend from subsidiaries **(Refer Note 34.8)**	-	-
- Dlvldend - Others	-	-
C) Other Non Operating Income (Net of Expenses directly attributable to such income)		
Late payment surcharge	-	-
Reelization cf Loss Due To Business Interruption	-	-
Profit on sale of investments	-	-
Profit on sale of Assets (Net)	-	-
income from Insurance Claim	-	-
Liabilltles/ Impalrment Allowances/ Provisions not required written back **(Refer Note 24.2.1)**	20,55,806	-
Material Issued to contractor		-
(i) Sale on account of meterial issued to contractors	-	-
(ii) Less: Cost of material issued tc contractors on recoverable basis	-	-
(iii) Net: Adjustment on account of material issued to contractcr	-	-
Amortlzation of Grant in Aid **(Refer Note 19.1)**	-	-
Exchange rate variation (Net)	-	-
Mark to Market Gain on Derivative	-	-
Income on account of Guarantse Fee	-	-
Others	35,80,26,997	2,04,29,168
Sub-total	**73,38,44,007**	**56,22,07,160**
Add/(Less): C.O. Income Allocetion	-	-
Add/(Less): Regional Office Income Allocation	-	-
Sub-total	**73,38,44,007**	**56,22,07,160**
Less: Transferred to Expenditure Attributable to Construction	66,32,43,023	45,32,93,941
Less: Transferred to Advance/ Deposit from Client/Contractees and agalnst Deposit Works	-	-
Less: Transfer cf other income to grant	-	-
Total	**7,06,00,964**	**10,89,13,219**
24.2.1 Detail of Liabilities/Impairment Allowances/Provisions not required wrltten back		
a) Allowances for Bad & Doubtful Employees Loans		
b) Allowances for Bad & Doubtful Advances to Contractor/ Supplier		
c) Allowances for Bad & Doubtful Lcan to State Government		
d) Allowances for Bad & Doubtful Capital Advances		
e) Allowances for Obsolescence & Diminution in Value of Inventories		
f) Allowances for trade receivables		
g) Allowances for Bad & Doubtful Deposits		
h) Allowances for loan which have significant increase in credit risk		
i) Allowances for doubtful recoverables		
j) Allowances for Doubtful Accrued Interest		
k) Allowances for project expenses awaiting write off sanction		
l) Allowances for losses pending investigation/awaiting write off / sanction		
m) Provision for Long Term Benefits (Provided for on the basis of acturial valuation)		
n) Provisicn for wage revision		
o) Prcvision for PRP / Incentive /Productivity Linked Incentive		
p) Loss Allowances for Interest on Loan to Related Party		
q) Provision in respect of arbitration award/court cases		
r) Loss allowances for Bad and Doubtful Loan (Loan to Related Party)		
s) Write back of Project expenses provided for		
t) Provision for tariff adjustment		
u) Provision for Committed Capitai Expenditure		
v) Provision for Livelihood Assistance		
w) Provision for Restoration expenses of Insured Assets		
x) Allowance for diminution in the value of Investment		
y) Cthers	20,55,806	-
TOTAL	20,55,806	-

NOTE NO. 25.1 Purchase of Power - Trading (Amount in ₹)

PARTICULARS	For tbe Year ended 31st March, 2026	For the Year snded 31st March, 2025
Purchase of Power	-	-
Less : Rebate from Supplier	-	-
Totai	-	-

NOTE NO. 25.2 GENERATION EXPENSES (Amount in ₹)

PARTICULARS	For the Year ended 31st March, 2026	For the Year ended 31st March, 2025
Water Usage Charges	-	-
Consumption of stores	-	-
Sub-total	-	-
Less: Transferred te Expenditure Attributable to Construction	-	-
Total	-	-

NOTE NO. 26 EMPLOYEE DENEFITS EXPENSE (Amount in ₹)

PARTICULARS	For the Year ended 31st March, 2026	For the Year onded 31st March, 2025
Salaries and Wages **(Refer Note 26.3)**	76,29,68,132	93,89,48,203
Ccntribution to provident and other funds **(Refer Note 26.2)**	8,88,63,954	11,89,38,317
Staff welfare expenses	8,85,66,175	9,35,97,869
Leave Salary & Pension Contribution	-	-
Sub-totai	**94,03,98,261**	**1,15,14,84,369**
Add/(Lsss): C.O. Expenses Allocation	-	-
Add/(Lsss): Regicnal Office Expenses Allocation	-	-
Sub-totai	**94,03,98,261**	**1,15,14,84,389**
Less: Transferred to Expenditure Attributable to Construction	86,21,28,917	1,02,54,99,005
Less: Transferred to Property, Plant and Equipment	-	-
Less: Recoverable from Deposit Works	-	-
Total	**7,82,69,344**	**12,59,85,384**

26.1 Disclosure abcut leases towards residential accomodation for employees are given in Ncte 34 (15) (A) of Financial Statements.

(Amount in ₹)

26.2 Contribution to provident and other funds include contributions:	For the Year ended 31st March, 2026	For the Year ended 31st March, 2025
i) towards Employees Provident Fund	5,18,32,403	5,16,93,597
ii) towards Employees Defined Contribution Superannuation/New Pension Scheme	4,27,72,276	3,19,62,742

26.3 Salary and wages includes expenditure on short term leeses as per IND AS-116 " Leases".	-	0

26.5 Empioyee benefit expenditure includes an amount of Rs. Nil (Prevlous year Rs. Nil) In respect cf empioyees engeged in Research and Development Actlvities of the Company.

NOTE NO. 27 FINANCE COSTS

(Amount in ₹)

	PARTICULARS	For the Year ended 31st March, 2026	For the Year ended 31st March, 2025
A	**Interest on Financial Liabilities at Amortized Cost**		
	Bonds	-	-
	Term Loans	2,85,70,82,532	40,12,50,603
	Foreign Currency Loans	-	-
	Loans by Government of India	-	-
	Short Term Loans	1,97,20,465	1,38,90,411
	Cash credit facilities /WCDL	-	-
	Other interest charges	-	-
	Unwinding of interest :-		
	Provision & Financial Liablities	1,36,037	2,37,841
	Lease Liabilities	11,47,167	4,90,142
	Government of India Loan	74,69,87,252	59,44,13,161
	Sub-total	**3,62,50,73,453**	**1,01,02,82,158**
B	**Other Dorrowing Cost**		
	Call spread/ Coupon Swap	-	-
	Amortisaticn of Hedge Premium	-	-
	Bond Issue/ service expenses	-	-
	Royalty	-	-
	Commitment fee	-	-
	Guarantee fee on loan	-	-
	Other finance charges	-	38,20,340
	Sub-total	-	**38,20,340**
C	**Applicable net (gain)/ loss on Foreign currency transactions and translation**		
	Exchange differences regarded as adjustment to Interest cost	-	-
	Less: Transferred to Deferred Foreign Currency Fluctuation Assets	-	-
	Sub-total	-	-
D	**Others**		
	Interest on Arbitration/ Court Cases **(Refer Note 27.1)**	-	-
	Interest to beneficiary	-	-
	Sub-total	-	-
E	**Interest on income Tax**	-	-
	Sub-total	-	-
	Total (A + B + C+ D+ E)	**3,62,50,73,453**	**1,01,41,02,498**
	Add/(Less): C.O. Expenses Allocation	-	-
	Add/(Less): Regional Office Expenses Allocation	-	-
	TOTAL	**3,62,50,73,453**	**1,01,41,02,498**
	Less: Transferred to Expenditure Attributable to Construction	3,62,48,64,285	1,01,39,97,386
	Less: Recoverable from Deposit Works	-	-
	Total	**2,09,168**	**1,05,112**

27.1 Interest on Arbitration/Court cases includes, interest on claims against Capital Works settled under the Vivad se Vishwas II Scheme and provision created in respect contractors claims pending in the Courts.

NOTE NO. 28 DEPRECIATION, AMORTIZATION AND IMPAIRMENT EXPENSES

(Amount in ₹)

PARTICULARS	For the Year ended 31st March, 2026	For the Year ended 31st March, 2025
Depreciation and Impairment -Property, Plant and Equipment	11,77,67,728	8,52,96,410
Depreciation-Right of use Assets	10,09,24,161	9,82,67,139
Amortization -Intangible Assets	36,68,569	36,26,820
Depreciation adjustment on account of Foreign Exchange Rate Variation	-	-
Add/(Less): C.O. Expenses Allocation	-	-
Add/(Less): Regional Office Expenses Allocation	-	-
Add/(Less): Depreciation allocated to/from other units	-	-
Sub-total	**22,23,60,458**	**18,71,90,369**
Less: Transferred to Expenditure Attributable to Construction	21,59,22,855	17,89,73,376
Less: Recoverable from Deposit Works	-	-
Total	**64,37,603**	**82,16,993**

NOTE NO. 29 OTHER EXPENSES (Amount in ₹)

PARTICULARS	For the Year ended 31st March, 2026	For the Year ended 31st March, 2025
REPAIRS AND MAINTENANCE		
- Building	18,21,23,013	14,20,98,213
- Machinery	-	-
- Others	2,45,33,961	1,82,56,149
Rent **(Refer Note 29.3)**	6,99,72,186	7,42,36,719
Hire Charges	2,72,20,670	3,05,02,574
Rates and taxes	34,93,77,110	1,65,38,991
Insurance	9,66,055	8,56,225
Security expenses	6,79,86,492	2,75,42,693
Electricity Charges	1,10,77,742	1,10,52,990
Travelling and Conveyance	2,46,29,865	2,11,69,870
Expenses on vehicles	58,36,158	64,99,291
Telephone, telex and Postage	3,22,25,135	2,65,91,144
Advertisement and publicity	27,13,003	26,26,106
Entertainment and hospitality expenses	18,53,402	12,27,961
Printing and stationery	72,25,423	48,58,453
Legal Expenses	80,38,308	16,03,921
Consultancy charges - Indigenous	37,23,55,272	28,80,43,251
Consultancy charges - Foreign	-	-
Audit expenses **(Refer Note 29.2)**	12,83,900	8,26,000
Expenses on compensatory afforestation/ catchment area treatment/ environmental expenses	8,69,14,670	2,82,24,033
Expenses downstream protection works	-	-
Expenditure on land not belonging to company	3,32,01,752	3,07,11,682
Loss on disposal/write-off of assets (Net)	8,12,256	15,68,405
Loss on Sale of Investment	-	-
Losses out of insurance claims	-	-
Donation	-	-
Corporate social responsibility **(Refer Note 34(14))**	31,88,216	48,37,951
Community Development Expenses	-	-
Directors' Sitting Fees	-	-
Compensation on Arbitration/ Court Cases	11,00,000	-
Expenditure on Self Generated VER's/REC	-	-
Exchange rate variation (Net)	60,98,771	24,50,683
Training Expenses	24,78,492	37,92,960
Petition Fee /Registration Fee /Other Fee – To CERC/RLDC/RPC/IEX/PXIL	-	-
Operational/Running Expenses of Kendriya Vidyalay	-	-
Operational/Running Expenses of Other Schools	-	-
Operational/Running Expenses of Guest House/Transit Hostel	28,520	10,56,422
Operating Expenses of DG Set-Other than Residential	14,99,211	7,18,054
Fair Value Loss on Financial Assets	-	-
Sale of Debt instrument-Reclassification adjustment from OCI	-	-
Change in Fair Value of Derivatives	-	-
Network Access/ Transmission Charges	-	-
Other general expenses **(Refer Note 29.4)**	4,21,99,801	3,23,47,084
Sub-total	**1,36,69,39,384**	**78,02,37,825**
Add/(Less): C.O. Expenses Allocation	-	-
Add/(Less): Regional Office Expenses Allocation	-	-
Sub-total	**1,36,69,39,384**	**78,02,37,825**
Less: Transferred to Expenditure Attributable to Construction	1,30,62,78,013	71,25,45,291
Less: Recoverable from State Govt Department/Deposit Works	33,98,290	34,38,887
Less: Transfer to General Reserve for Expenses on Buyback	-	-
Sub-total (i)	**5,72,63,081**	**6,42,53,647**
PROVISIONS/ IMPAIRMENT ALLOWANCE		
Loss allowance for trade receivables	-	-
Loss Allowance for Expected Credit Loss -Trade Receivables	-	-
Allowance for Bad and doubtful advances / deposits	-	-
Allowance for Bad and doubtful claims	-	-
Allowance for Bad and Doubtful Loan	-	-
Allowance for Doubtful Interest	-	-
Allowance for stores and spares/ Construction stores	-	-
Allowance for Shortage in store & spares provided	-	-
Allowance against diminution in the value of investment	-	-
Allowance for Project expenses	-	1,06,41,843
Allowance for losses pending investigation awaiting write off sanction	-	-
Allowance for Diminution in value of Inventory of Self Generated VER's Provided	-	-
Allowance for Goods and Services Tax Input Credit Receiveble	-	-
Others	-	-
Sub-total	-	**1,06,41,843**
Add/(Less): C.O. Expenses Allocation	-	-
Add/(Less): Regional Office Expenses Allocation	-	-
Sub-total	-	**1,06,41,843**
Less: Transferred to Expenditure Attributable to Construction	-	-
Less: Recoverable from Deposit Works	-	-
Sub-total (ii)	-	**1,06,41,843**
Total (i+ii)	**5,72,63,081**	**7,48,95,490**

29.1 Disclosure about leases are given in Note 34 (15) (A) of Financial Statements.

(Amount in ₹)

29.2

Detail of audit expenses are as under: -	For the Year ended 31st March, 2026	For the Year ended 31st March, 2025
i) Statutory auditors		
As Auditor		
- Audit Fees	7,08,000	4,72,000
- Tax Audit Fees	-	-
In other Capacity		
- Taxation Matters	-	-
- Limited Review	4,13,000	3,54,000
- Company Law Matters	-	-
- Management Services	-	-
- Other Matters/services	1,62,900	-
- Reimbursement of expenses	-	-
ii) Cost Auditors		
- Audit Fees	-	-
- Reimbursement of expenses	-	-
iii) Goods and Service Tax (GST) Auditors		
- Audit Fees	-	-
- Reimbursement of expenses	-	-
Totai Audit Expenses	**12,83,900**	**8,26,000**

29.3 Rent inciudes the following expenditure as per IND AS-116 " Leases".

(i) Expenditure on short-term leases other than lease term of one month or less	6,01,29,452	6,60,63,072
(ii) Expenditure on iong term iease of iow-value assets	-	-
(iii) Variabie iease payments not included in the measurement of lease liabiiities	98,42,734	81,73,647

29.4 Other general Expenses includes an amount of ₹ Nii (Previous year ₹ Nii) incurred on Research & Development activities of the Company.

NOTE NO. 30.1 TAX EXPENSES

(Amount in ₹)

PARTICULARS	For the Year ended 31st March, 2020	For the Year ended 31st March, 2025
Current Tax		
Current Tax on Profits for the year (**Refer Note 30.1.1**)	1,73,35,302	2,69,72,165
Adjustment Relating To Earlier years	18,13,205	-
Total Current Tax expenses	**1,91,48,507**	**2,69,72,165**
Deferred Tax		
Decrease /(increase) in Deferred Tax Assets		
- Relating to origination and reversal of temporary differences	-	-
- Reiating to change in tax rate		-
- Adjustments in respect of deferred tax of earlier years		-
- Adjustments on account of MAT credit entitlement	-	-
- Adjustments on account of Business Losses entitlement	-	-
Increase/ (decrease) in Deferred Tax Liabilities		
- Reiating to origination and reversal of temporary differences	-	-
- Reiating to change in tax rate		-
- Adjustments in respect of deferred tax of earlier years		-
Net Deferred Tax	-	-
Total	**1,91,43,507**	**2,69,72,185**
30.1.1 The Current tax is from Other Income i.e. tncome from interest on FDRs etc.		

NOTE NO. 30.2 OTHER COMPREHENSIVE INCOME

(Amount in ₹)

PARTICULARS	For the Year ended 31st March, 2026	For the Year ended 31st March, 2025
(i) Items that will not be reclassified to profit or loss		
(a) Remeasurement of the post employment defined benefit obligations	-	-
Less: Income Tax on remeasurement of the post employment defined benefit obligations	-	-
Remeasurement of the post employment defined benefit obligations (net of Tax)	-	-
Less:-Movement in Regulatory Deferral Account Balances in respect of tax on defined benefit obligations	-	-
-Movement in Regulatory Deferral Account Balances-Remeasurement of post employment defined benefit obligations	-	-
Less: Impact of Tax on Regulatory Deferral Accounts	-	-
Sub total (a)	-	-
(b) Changes in the fair value of equity investments at FVTOCI	-	-
Less: Income Tax on above item	-	-
Sub total (b)	-	-
Total (i)=(a)+(b)	-	-
(ii) Items that will be reclassified to profit or loss		
(a) Changes in the fair value of debt investments at FVTOCI	-	-
Less: Income Tax on above item	-	-
Sub total (a)	-	-
(b) Cost of Hedge Reserve	-	-
Less: Income Tax on above item	-	-
Sub total (b)	-	-
Total (ii)=(a)+(b)	-	-
Total =(i+ii)	-	-

NOTE NO. 31 **Movement in Regulatory Deferral Account Balances**

(Amount in ₹)

PARTICULARS	For tbe Year ended 31st March, 2026	For the Year ended 31st March, 2025
(i) Power Station:-Depreciation due to modaration of Tariff	-	-
(ii) Movement in RDA Balance -Subansiri Lower Project	-	-
(iii) Exchange Differences on Monetary Items	60,98,771	24,50,683
(iv) Interest Payment on Court/Arbitration Cases	-	-
(v) Adjustment against Deferred Tax Recoverable for tariff period upto 2009	-	-
(vi) Adjustment against Deferred Tax Liabilities for tariff period 2014-2019 and onwards	-	-
(vii) Regulatory Liability on account of recognition of MAT Credit	-	-
(viii) Regulatory Liability on account of recognition of Deferred tax on Business Losses	-	-
TOTAL (i)+(ii)+(iii)+(iv)+(v)+(vi)+(vii)+(viii)	**60,98,771**	**24,50,683**
Impact of Tax on Regulatory Deferral Accounts		
Less: Deferred Tax on Regulatory Deferral Account Balances	-	-
Add: Deferred Tax recoverable from Beneficiaries	-	-
TOTAL (B)	-	-
Total	60,98,771	24,50,683

31.1 Refer Note 14.1 and 14.2 of Financial Statements.

NOTE NO. 32 EXPENDITURE ATTRIBUTABLE TO CONSTRUCTION (EAC) FORMING PART OF CAPITAL WORK IN PROGRESS FOR THE YEAR

(Amount in ₹)

	PARTICULARS		For the Year ended 31st March, 2026	For the Year ended 31st March, 2025
A.	GENERATION EXPENSE			
	Water Usage Charges		-	-
	Consumption of stores		-	-
		Sub-total	-	-
B.	EMPLOYEE BENEFITS EXPENSE			
	Salaries and Wages		53,30,55,926	61,90,72,659
	Contribution to provident and other funds		6,25,47,916	7,83,16,497
	Staff welfare expenses		5,64,86,178	5,79,52,538
	Leave Salary and Pension Contribution		-	-
		Sub-total	65,20,90,020	75,53,41,694
C.	FINANCE COST			
	Interest on : (Refer Note 2.2.3)			
	Loans by Government of India		-	-
	Bonds		-	-
	Foreign loan		-	-
	Term loan		2,87,68,02,997	41,51,41,014
	Cash credit facilities /WCDL		-	-
	Unwinding of interest-			
	Provision & Financial Liablities		74,70,77,257	59,45,98,032
	Lease Liabilities		4,57,372	2,58,316
			3,62,43,37,626	1,00,99,97,362
	Call spread / Coupon Swap		-	-
	Amortisation of Hedge Premium		-	-
	Bond issue/ service expenses		-	-
	Commitment fee		-	-
	Guarantee fee on loan		-	-
	Other finance charges		-	38,02,640
		Sub-total	3,62,43,37,626	1,01,38,00,002
D.	DEPRECIATION AND AMORTISATION EXPENSES		19,51,40,152	16,23,28,057
		Sub-total	19,51,40,152	16,23,28,057
E.	OTHER EXPENSES			
	Repairs And Maintenance :			
	-Building		13,87,01,932	9,89,03,030
	-Machinery		-	-
	-Others		1,95,97,177	1,36,52,104
	Rent and Hire Charges		9,11,47,956	9,98,34,925
	Rates and taxes		34,46,43,939	26,42,911
	Insurance		2,73,557	2,11,459
	Security expenses		5,27,45,345	1,69,51,019
	Electricity Charges		60,07,338	58,87,055
	Travelling and Conveyance		1,28,87,506	83,61,166
	Expenses on vehicles		34,48,486	38,66,494
	Telephone, telex and Postage		1,95,08,707	1,63,20,960
	Advertisement and publicity		-	63,508
	Entertainment and hospitality expenses		-	-
	Printing and stationery		37,45,345	28,20,112
	Legal and Consultancy charges:			
	- Indigenous		37,32,94,293	28,69,01,806
	- Foreign		-	-
	Expenses on compensatory afforestation/ catchment area treatment/ environmental expenses		8,89,14,670	2,82,24,033
	Expenses on downstream protection works		-	-
	Expenditure on land not belonging to company		3,32,01,752	3,07,11,682
	Assets/ Claims written off		-	-
	Land Acquisition and Rehabilitation Expenditure		11,00,000	-
	Losses on sale of assets		7,65,329	3,30,719
	Network Access/Transmission Charges		-	-
	Other general expenses		2,85,71,419	2,14,83,644
		Sub-total	1,21,65,54,751	63,71,56,627
F.	PROVISIONS		-	-
		Sub-total	-	-
G.	CORPORATE OFFICE/REGIONAL OFFICE EXPENSES			
	Other Income		(10,49,934)	(36,95,877)
	Other Expenses		8,97,23,262	7,53,88,664
	Employee Benefits Expense		21,00,38,897	27,01,57,311
	Depreciation and Amortisation Expenses		2,07,82,703	1,66,45,319
	Finance Cost		5,26,659	1,97,384
	Provisions		-	-
		Sub-total	32,00,21,587	35,86,92,801
H.	LESS: RECEIPTS AND RECOVERIES			
	Income from generation of electricity – precommissioning		-	-
	Interest on loans and advances		30,23,94,118	43,20,29,040
	Profit on sale of assets		-	-
	Provision/Liability not required written back		20,55,806	-
	Others		35,77,43,165	1,75,69,024
		Sub-total	66,21,93,089	44,95,98,064
	TOTAL (A+B+C+D+E+F+G-H) (Refer Note 2.2)		5,34,59,51,047	2,47,77,21,117

CVPP, Jammu

Note-33: Disclosure on Financial Instruments and Risk Management

(1)Fair Value Measurement

A) Financial Instruments by category

(Amount in ₹)

Financial assets	Notes	As at 31st March, 2026			As as 31st March, 2025		
		Fair value through Profit or Loss	Fair value through Other Comprehensive Income	Amortised Cost	Fair value through Profit or Loss	Fair value through Other Comprehensive Income	Amortised Cost
Non-current Financial assets							
(i) Non-current investments							
a) In Equity Instrument (Quoted)	3.1						
b) In Debt Instruments (Government/ Public Sector Undertaking)- Quoted	3.1						
Sub-total			-	-		-	-
(ii) Trade Receivables	3.2			-			-
(iii) Loans							
a) Loans to Related Party	3.3			-			-
b) Employees	3.3			51,33,133			1,03,20,634
c) Loan to Government of Arunachal Pradesh (Including interest accrued)	3.3			-			-
d) Others	3.3			-			-
(iv) Others							
-Security Deposits	3.4			1,38,83,572			1,38,72,040
-Lease Receivables including interest	3.4			-			-
-Recoverable on account of Bonds fully Serviced by Government of India	3.4			-			-
-Receivable on account of Late payment Surcharge	3.4			-			-
-Receivable on account of Guarantee Fee	3.4			-			-
-Amount Recoverable	3.4			-			-
-Derivative Mark to Market Asset	3.4	-			-		
-Derivative Asset Under Hedged Contract	3.4		-			-	
-Bank Deposits with more than 12 Months Maturity (Including interest accrued)	3.4			75,51,57,378			46,82,43,576
Total Non-current Financial assets		-	-	**77,41,74,083**	-	-	**49,24,36,250**
Current Financial assets							
(i) Current Investments	6		-			-	
(ii) Trade Receivables	7			-			-
(iii) Cash and cash equivalents	8			6,86,42,48,278			41,03,26,699
(iv) Bank balances other than Cash and Cash Equivalents	9			13,11,00,000			28,11,00,000
(v) Loans	10						
-Employee Loans				1,34,85,886			1,22,97,967
-Loans to Related Party				-			-
- Loan to Government of Arunachal Pradesh (Including interest accrued)				-			-
-Others				-			-
(vi) others (Excluding Lease Receivables, Contract assets, Derivative MTM Asset and Derivative Asset Under Hedged Contract)	11			7,92,70,05,313			4,76,69,84,767
(vii) others (Contract assets)	11			-			-
(viii) others (Derivative Mark to Market Asset)	11	-			-		
(ix) others (Derivative Asset Under Hedged Contract)	11		-			-	
(x) others (Lease Receivables including interest)	11			-			-
Total Current Financial Assets		-	-	**14,93,58,39,477**	-	-	**5,47,07,09,433**
Total Financial Assets		-	-	**15,71,00,13,560**	-	-	**5,96,31,45,683**

		As at 31st March, 2026			As as 31st March, 2025		
Financial Liabilities	**Notes**	**Fair value through Profit or Loss**	**Fair value through Other Comprehensive Income**	**Amortised Cost**	**Fair value through Profit or Loss**	**Fair value through Other Comprehensive Income**	**Amortised Cost**
Non-current Financial Liabilities							
(i) Long-term borrowings	16.1			65,49,65,41,712			24,59,53,96,296
(ii) Long term maturities of lease liabilities	16.2			46,24,047			68,77,735
(iii) Other Financial Liabilities	16.3			19,63,772			3,62,935
(iv) Other Financial Liabilities (Currency Option Premium)	16.3			-			-
(v) Other Financial Liabilities (Derivative MTM Liability)	16.3	-			-		
(vi) Other Financial Liabilities (Derivative Liability Under Hedged Contract))	16.3		-			-	
Total Non-current Financial Liabilities		-	-	**65,50,31,29,531**	-	-	**24,60,26,36,966**
Current Financial Liabilities							
(iv) Borrowing -Short Term including current maturities of long term borrowings	20.1			-			-
(v) Current maturities of lease obligations	20.2			94,95,022			67,73,139
(vi) Trade Payables including Micro, Small and Medium Enterprises	20.3			9,76,76,598			6,13,95,500
(vii) Other Current financial liabilities							
a) Interest Accrued but not due on borrowings	20.4			10,35,97,515			1,21,73,979
b) Currency Option Premium	20.4			-			-
c) Derivative Mark To Market Liability	20.4	-			-		
d) Derivative Liability-Hedged Contract	20.4		-			-	
e) Other Current Liabilities	20.4			5,27,41,27,913			5,57,01,05,409
Total Current Financial Liabilities		-	-	**5,48,48,97,048**	-	-	**5,65,04,48,027**
Total Financial Liabilities		-	-	**70,98,80,26,579**	-	-	**30,25,30,84,993**

B) FAIR VALUATION MEASUREMENT

(i) Fair Value Hierarchy

This section explains the judgements and estimates made in determining the fair values of the financial instruments that are (a) recognised and measured at fair value and (b) measured at amortised cost and for which fair value are disclosed in the financial statements. To provide an indication about the reliability of the inputs used in determining fair value, the company has classified its financial instruments into the following three levels prescribed under Ind AS-113 "Fair Value Measurements"

Level 1: Level 1 hierarchy includes financial instruments measured using quoted prices. This includes listed equity instruments and traded bonds that have quoted price. The fair value of all equity instruments including bonds which are traded in the recognised Stock Exchange and money markets are valued using the closing prices as at the reporting date.

Level 2: The fair value of financial instruments that are not traded in an active market is determined using valuation techniques which maximise the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2. This includes derivative Mark To Market assets/ liabilities, Term Loans etc.

Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3.The fair value of financial assets and liabilities included in level 3 is determined in accordance with generally accepted pricing models based on discounted cash flow analysis . This includes derivative security deposits/ retention money and loans at lower than market rates of interest.

(a) Financial Assets/Liabilities Measured at Fair Value-Recurring Fair Value Measurement:

(Amount in ₹)

Particulars	Note No.	As at 31st March, 2026			As as 31st March, 2025		
		Level 1	Level 2	Level 3	Level 1	Level 2	Level 3
Financial Assets at FVTOCI							
(i) Investments-							
- In Equity Instrument (Quoted)	3.1	-			-		
- In Debt Instruments (Government/ Public Sector Undertaking)- Quoted *	3.1 and 6	-			-		
Financial Assets at FVTPL :							
(i) Derivative MTM Asset (Call spread option and Coupon only swap)	3.4 and 11		-			-	
(ii) Derivative Asset Under Hedged Contract	3.4 and 11		-			-	
Total Financial Assets		-	-	-	-	-	-
Financial Liabilities at FVTPL :							
(i) Derivative MTM Liability (Call spread option)	16.3 and 20.4		-			-	
(ii) Derivative Liability under Hedged Contract	16.3 and 20.4		-			-	
Total Financial Liabilities			-			-	

Note:

* in the absence of latest quoted market rates in respect of these instruments, rates have been derived as per Fixed Income Money Market and Derivatives Association of India (FIMMDA).

All other financial assets and financial liabilities have been measured at amortised cost at balance sheet date and classified as non-recurring fair value measurement.

(Amount in ₹)

(b) Financial Assets/Liabilities measured at amortised cost for which Fair Value are disclosed:

Particulars	Note No.	As at 31st March, 2025			As at 31st March, 2025		
		Level 1	Level 2	Level 3	Level 1	Level 2	Level 3
Financial assets							
(i) Trade Receivables	3.2			-			-
(ii) Loans							
a) Employees (including current loans)	3.3 and 10		1,79,19,770.00			2,08,54,998.00	
b) Loans to Related Party	3.3		-			-	
c) Loan to Government of Arunachal Pradesh (including Interest Accrued)	3.3 and 10		-			0	
d) Others	3.3			-			-
(iii) Others							
Security Deposits	3.4		1,38,83,572			1,38,72,040	
-Bank Deposits with more than 12 Months Maturity (Including Interest accrued)	3.4		75,51,57,378			46,82,43,576	
-Receivable on account of Late payment Surcharge	3.4			-			-
-Receivable on account of Guarantee Fee	3.4			-			-
-Amount Recoverable	3.4			-			-
-Recoverable on account of Bonds fully Serviced by Government of India	3.4	-			0		
Total Financial Assets		0	786960720	0	0	502970614	0

Financial Liabilities		-					
(i) Long Term Borrowings including Current maturities and accrued interest	16.1,20.1 and 20.4						
(ii) Currency Option Premium	16.3 & 20.4		-			-	
(iii) Other Long Term Financial Liabilities (including Payable towards Bonds Fully Serviced by Government of India)	16.3	-		16,73,203	0		917223
Total Financial Liabilities		0	0	1673203	0	0	917223

(Amount in ₹)

(c) Fair value of Financial Assets and liabilities measured at Amortised Cost

Particulars		As at 31st March, 2026		As at 31st March, 2026	
	Note No.	Carrying Amount	Fair Value	Carrying Amount	Fair Value
Financial assets					
(i) Trade Receivables	3.2	-	-	-	-
(ii) Loans					
a) Employees (including current loans)	3.3 and 10	1,86,19,019	1,79,19,770	2,26,18,601	2,08,54,998
b) Loans to Related Party	3.3	-	-	-	-
c) Loan to Government of Arunachal Pradesh (including Interest Accrued)	3.3 and 10	-	-	-	-
d) Others	3.3	-	-	-	-
(iii) Others					
Security Deposits	3.4	1,38,83,572	1,38,83,572	1,38,72,040	1,38,72,040
-Bank Deposits with more than 12 Months Maturity (Including Interest accrued)	3.4	75,51,57,378	75,51,57,378	46,82,43,576	46,82,43,576
-Receivable on account of Late payment Surcharge	3.4	-	-	-	-
-Receivable on account of Guarantee Fee	3.4	-	-	-	-
-Amount Recoverable	3.4	-	-	-	-
-Recoverable on account of Bonds fully Serviced by Government of India	3.4	-	-	-	-
Total Financial Assets		**78,76,59,969**	**78,69,60,720**	**50,47,34,217**	**50,29,70,614**
Financial Liabilities					
(i) Long Term Borrowings including Current maturities and accrued interest	16.1,20.1 and 20.4	65,60,01,39,227	65,60,01,39,227	24,60,75,70,275	24,60,75,70,275
(ii) Currency Option Premium	16.3 & 20.4	-	-	-	-
(iii) Other Long Term Financial Liabilities (including Payable towards Bonds Fully Serviced by Government of India)	16.3	19,63,772	16,73,203	3,62,935	9,17,223
Total Financial Liabilities		**65,60,21,02,999**	**65,60,18,12,430**	**24,60,79,33,210**	**24,60,84,87,498**

Note:-

1. The Carrying amounts of current investments, Trade and other receivables (Current), Cash and cash equivalents, Short-term loans and advances, Short Term Borrowings, Trade payables and other current financial liabilities are considered to be the same as their fair values, due to their short term nature.

-For financial assets and financial liabilities measured at fair value, the carrying amounts are equal to the fair value.

(d) Valuation techniques and process used to determine fair values

(1) The Company values financial assets or financial liabilities using the best and most relevant data available. Specific valuation techniques used to determine fair value of financial instruments includes:
- Use of Quoted market price or dealer quotes for similar instruments.
- Fair value of remaining financial instruments is determined using discounted cash flow analysis.

(2) Level-2 : Fair value of derivatives has been arrived on the basis of mark to market value provided by bank. Fair value of other financial assets and liabilities have been arrived using discounted cash flow and appropriate market rates.

(3) 'The discount rate used to fair value financial instruments classified at Level -3 is based on the Weighted Average Rate of NHPC.

(4) Financial liabilities that are subsequently measured at amortised cost are recognised initially at fair value minus transaction costs using the effective interest method where such transaction costs incurred on long term borrowings are material.

There have been no transfers between Level 1 and Level 2.

(2)Financial Risk Management

(A) Financial risk factors

The Company's activities expose it to a variety of financial risks.These are summarized as below:-

Risk	Exposure arising from	Measurement	Management
Credit risk	Cash & Cash equivalents, Other Bank Balances ,Trade receivables and financial assets measured at amortised cost, Lease Receivable.	Ageing analysis, credit rating.	Diversification of bank deposits, letter of credit for selected customers.
Liquidity Risk	Borrowings and other facilities.	Rolling cash flow forecasts & Budgets	Availability of committed credit lines and borrowing facilities.
Market Risk- Interest rate	Long term borrowings at variable rates	Sensitivity Analysis	1. Diversification of fixed rate and floating rates 2. Refinancing 3. Actual Interest is recovered through tariff as per CERC Regulation
Market Risk- security prices	Investment in equity and debt securities	Sensitivity Analysis	Portfolio diversification
Market Risk- foreign exchange	Recognised financial liabilities not denominated in INR.	Sensitivity Analysis	Foreign exchange rate variation is recovered through tariff as per CERC Regulation. Call spread option and coupon only swap

Risk management framework

The Company's activities make it susceptible to various risks. The Company has taken adequate measures to address such concerns by developing adequate systems and practices. Company has a well-defined risk management policy to provide overall framework for risk management in the Company. The Board of Directors has overall responsibility for the establishment and oversight of the Company's risk management framework.

The Company is exposed to the following risks from its use of financial instruments:

i) Credit risk

Credit risk is the risk that a counter party will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. The company is exposed to credit risk from its operating activities (primarily trade receivables/leased assets) and from its financing activities including deposits with banks and financial institutions.

ii) Liquidity risk.

Liquidity risk is the risk that the Company may not be able to meet its present and future cash and collateral obligations without incurring unacceptable losses.

iii) Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market prices comprise of three types of risk: currency rate risk, interest rate risk and other price risks, such as equity and debt price risk. Financial instruments affected by market risk include loans and borrowings, deposits and investments. Foreign currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. Interest rate risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market interest rates.

The company operates in a regulated environment. Tariff of the company is fixed by the Central Electricity Regulatory Commission (CERC) through Annual Fixed Charges (AFC) comprising of the following five components:

1. Return on Equity (RoE), 2. Depreciation, 3. Interest on Loans, 4. Operation & Maintenance Expenses and 5. Interest on Working Capital Loans. In addition to the above, Foreign Exchange rate variations and Taxes are also recoverable from Beneficiaries in terms of the Tariff Regulations. Hence variation in interest rate, currency exchange rate variations and other price risk variations are recoverable from tariff and do not impact the profitability of the company. Further, the company also hedges its medium term foreign currency borrowings by way of interest rate hedge and currency swaps.

(B) Credit Risk

The Company is exposed to credit risk from its operating activities (primarily trade receivables) and from its financing activities, including deposits with banks and other financial instruments.

Trade Receivables, Unbilled Debtors, Contract assets and lease receivables :-

The Company extends credit to customers in normal course of business. The Company monitors the payment track record of the customers. Outstanding receivables are regularly monitored. In the case of the Company, the concentration of risk with respect to trade receivables is low, as its customers are mainly state government companies/DISCOMS and operate in largely independent markets. Unbilled Debtors/Contract assets primarily relates to the Company's right to consideration for work completed but not billed at the reporting date and have substantially the same risk characteristics as trade receivables for the same type of contracts.

Lease receivables of the company are with regard to Power Purchase Agreements classified as finance lease as per Ind AS 116- 'Leases' as referred to in Note.No. 34. The power purchase agreements are for sale of power to single beneficiary and recoverability of interest income and principal on leased assets i.e. PPE of the power stations are assessed on the same basis as applied for trade receivables.

Financial assets at amortised cost :-

Employee Loans: The Company has given loans to employees at concessional rates as per the Company's policy which have been measured at amortised cost at Balance Sheet date. The recovery of the loan is on fixed instalment basis from the monthly salary of the employees. Long term loans for acquisition of assets are secured by way of mortgage/hypothecation of the assets for which such loans are given. Management has assessed the past data and does not envisage any probability of default on these loans.

Financial instruments and cash deposits :-

The Company considers factors such as track record, size of the bank, market reputation and service standards to select banks with which balances and deposits are maintained. Generally, the balances are maintained with banks with which the Company has also availed borrowings. The Company invests surplus cash in short term deposits with scheduled banks. The company has balances and deposits with banks which are well diversified across private and public sector banks with limited exposure to any single bank.

(i) Exposure to credit risk

The carrying amount of financial assets represents the maximum credit exposure. The maximum exposure to credit risk at the reporting date is as under:

(Amount in ₹)

Particulars	As at 31st March, 2026	As at 31st March, 2025
Financial assets for which loss allowance is measured using 12 months Expected Credit Losses (ECL)		
Non-current investments (Other than Subsidiaries and Joint Ventures)	-	-
Loans -Non Current (including interest)	51,33,133	1,03,20,634
Other Non Current Financial Assets (Excluding Lease Receivables and Share Application Money Pending Allotment)	76,90,40,950	48,21,15,616
Current Investments	-	-
Cash and cash equivalents	6,86,42,48,278	41,03,26,699
Bank balances other than Cash and Cash Equivalents	13,11,00,000	28,11,00,000
Loans -Current	1,34,85,886	1,22,97,967
Other Financial Assets (Excluding Lease Receivables and Contract assets)	7,92,70,05,313	4,76,69,84,767
Total (A)	**15,71,00,13,560**	**5,96,31,45,683**
Financial assets for which loss allowance is measured using Life time Expected Credit Losses (ECL)		
Trade Receivables	-	-
Contract Assets	-	-
Lease Receivables (Including Interest)	-	-
Total (B)	-	-
TOTAL (A+B)	**15,71,00,13,560**	**5,96,31,45,683**

(ii) Provision for expected credit losses :-

(a) Financial assets for which loss allowance is measured using 12 month expected credit losses

The Company assesses outstanding receivables on an ongoing basis considering changes in payment behaviour and provides for expected credit loss on case-to-case basis.

(b) Financial assets for which loss allowance is measured using life time expected credit losses

A default in recovery of financial assets occurs when in there is no significant possibility of recovery of receivables after considering all available options for recovery as per assessment of the management. As the power stations and beneficiaries of the company are spread over various states of India, geographically there is no concentration of credit risk.

CERC Tariff Regulations 2024-29 allow the Company to raise bills on beneficiaries for late-payment surcharge, which adequately compensates the Company for time value of money due to delay in payment. Further, the fact that beneficiaries are primarily State Governments/ State Discoms and considering the historical credit loss experience for trade receivables, the Company does not envisage either impairment in the value of receivables from beneficiaries or loss due to time value of money due to delay in realization of trade receivables. However, the Company assesses outstanding trade receivables on an ongoing basis considering changes in operating results and payment behaviour and provides for expected credit loss on case-to-case basis. As at the reporting date company does not envisage any default risk on account of non-realization of trade receivables.

(iii) Reconciliation of impairment loss provisions

The movement in the allowance for impairment in respect of financial assets during the year was as follows:

(Amount in ₹)

Particulars	Trade Receivables	Investments	Amount Recoverable	Loans	Total
Balance as at 1.4.2024	-	-	-	-	-
Changes in Loss Allowances	-	-	-	-	-
Balance as at 1.4.2025	-	-	-	-	-
Changes in Loss Allowances	-	-	-	-	-
Balance as at 31.3.2026	-	-	-	-	-

Based on historical default rates, the company believes that no impairment allowance is necessary in respect of any other financial assets as the amounts of such allowances are not significant.

(C) Liquidity Risk

Prudent liquidity risk management implies maintaining sufficient cash and marketable securities and the availability of funding through an adequate amount of committed credit facilities to meet obligations when due.

i) The Company's objective is to maintain optimum levels of liquidity at all times to meet its cash and collateral requirements. The Company relies on a mix of borrowings and excess operating cash flows to meet its need for funds. The current committed lines of credit and internal accruals are sufficient to meet its short to medium term expansion needs. The Company monitors rolling forecasts of its liquidity requirements to ensure that it has sufficient cash to meet capital expenditure and operational needs while maintaining sufficient headroom on its undrawn committed borrowing facilities at all times so that the borrowing limits or covenants (where applicable) are not breached on any of its borrowing facilities.

The company had access to the following undrawn borrowing facilities at the end of the reporting year:

(Amount in ₹)

Particulars	As at 31st March, 2025	As at 31st March, 2025
Floating rate borrowing :-		
(a) Term Loan-Secured		
(b) Term Loan-Unsecured		
(c) cash Credit		
Fixed rate borrowing		
(a) Term Loan-Secured		
(b) Term Loan-Unsecured		
(c) cash Credit		
Total	-	-

Terms of undrawn borrowing facilities

ii) Maturities of Financial Liabilities:
The amounts disclosed in the table below are the contractual undiscounted cash flows. Balances due within 1 year is equal to their carrying balances as the impact of discounting is not significant.

As at 31st March, 2025 (Amount in ₹)

Contractual maturities of financial liabilities	Note No.	Outstanding Debt as on 31.3.2026	Within 1 Year	More than 1 Year & Less than 3 Years	More than 3 Year & Less than 5 Years	More than 5 Year
(i) Non Derivative Financial Liabilities						
Borrowings	16.1 and 20.1	79,85,57,33,737	-	17,62,65,93,008	12,78,95,42,561	49,43,95,98,168
Lease Liabilities	16.2 & 20.2	1,41,19,069	94,95,022	49,99,533	-	-
Other financial Liabilities	16.3 & 20.4	5,37,98,98,866	5,37,77,47,529	21,51,337	-	-
Trade Payables	20.3	9,76,76,598	9,76,76,598	-	-	-
Sub Total (i)		**85,34,74,28,270**	**5,48,49,19,149**	**17,63,37,43,878**	**12,78,95,42,561**	**49,43,95,98,168**
(ii) Derivative Financial Liability						
Currency Option Premium	16.3 & 20.4	-				
Sub Total (ii)		-	-	-	-	-
Total Financial Liabilities (i+ii)		**85347428270**	**5484919149**	**17633743878**	**12789542561**	**49439598168**

(Amount in ₹)

As at 31st March, 2026

(i) Non Derivative Financial Liabilities						
Contractual maturities of financial liabilities	**Note No.**	**Outstanding Debt as on 31.03.2025**	**Within 1 Year**	**More than 1 Year & Less than 3 Years**	**More than 3 Year & Less than 5 Years**	**More than 5 Year**
Borrowings	16.1 and 20.1	37,73,95,43,891	-	7,47,42,23,823	4,58,21,59,510	25,68,31,60,558
Lease Liabilities	16.2 & 20.2	1,36,50,874	67,73,139	70,17,524	-	-
Other financial Liabilities	16.3 & 20.4	5,58,27,44,633	5,58,23,16,985	4,27,648	-	-
Trade Payables	20.3	6,13,95,500	6,13,95,500	-	-	-
Sub Total (i)		**43,39,73,34,898**	**5,65,04,85,624**	**7,48,16,68,995**	**4,58,21,59,510**	**25,68,31,60,558**
(ii) Derivative Financial Liability						
Currency Option Premium	16.3 & 20.4	-				
Sub Total (ii)		-	-	-	-	-
Total Financial Liabilities (i+ii)		**43397334898**	**5650485624**	**7481668995**	**4582159510**	**25683160558**

(D) Market Risk:

The sensitivity analysis excludes the impact of movements in market variables on the carrying value of post-employment benefit obligation provisions and on the non-financial assets and liabilities. The sensitivity of the relevant item of the Statement of Profit and Loss is the effect of the assumed changes in the respective market risks. The Company's activities expose it to a variety of financial risks, including the effects of changes in interest rates.

(i) Interest rate risk and sensitivity

The Company's exposure to the risk of changes in market interest rates relates primarily to the Company's long term debt obligations with floating interest rates. Company's policy is to maintain most of its borrowings at fixed rate. Company's fixed rate borrowings are carried at amortised cost and are not subject to interest rate risk. Further the company refinances these debts as and when favourable terms are available. The company is also compensated for variability in floating rate through recovery by way of tariff adjustments under CERC tariff regulations.

The exposure of the company's borrowing to interest rate changes at the end of the reporting year are as follows:

(Amount in ₹)

Particulars	As at 31st March, 2026	As at 31st March, 2026	As at 31st March, 2025	As at 31st March, 2025
	weighted average interest rate (%)		weighted average interest rate (%)	
Floating Rate Borrowings (INR)	8.66%	51,55,57,33,737	8.66%	15,77,56,43,891
Floating Rate Borrowings (FC)				
Fixed Rate Borrowings (INR)				
Fixed Rate Borrowings (INR) - Subordinate Debt from GOI	7.85%	10,64,08,07,975	7.85%	8,81,97,52,405
Fixed Rate Borrowings (INR) - NSSF Loan from GOI	7.70%	3,30,00,00,000		
Fixed Rate Borrowings (FC)				
Total		**65,49,65,41,712**		**24,59,53,96,296**

Interest Rate Sensitivity Analysis

Profit or loss is sensitive to higher/lower interest expense from borrowings as a result of change in interest rates. The majority of the borrowings of the company are at fixed interest rate. In case of floating rate borrowings there is no impact on Statement of Profit and Loss of the company due to increase/decrease in interest rates, as the same is recoverable from beneficiaries through tariff .

(ii) Price Risk:

(a) Exposure

The company's exposure to price risk arises from investment in equity shares and debt instruments classified in the financial statements as Fair Value Through OCI. Company's investment in equity shares are listed in recognised stock exchange and are publicly traded in the stock exchanges. Company's investment in debt instruments comprise quoted Government Securities and Public Sector Bonds and are publicly traded in the market. The investment has been classified under current / non-current investment in Balance Sheet.

At a reporting date, the exposure to equity and debt instruments are as under:-

(Amount in ₹)

Particulars	As at 31st March, 2026	As at 31st March, 2025
Equity Instruments	-	-
Debt Instruments	-	-

(b) Price Risk Sensitivity

For Investment in Equity Instruments

The table below summarises the impact of increase/decrease in the market price of investment in equity instruments on the company's equity for the year:

(Amount in ₹)

Particulars	**As at 31st March, 2025**		**As at 31st March, 2025**	
Investment in Equity shares of :	**% change**	**Impact on other components of equity**	**% change**	**Impact on other components of equity**

Sensitivity has been worked out based on the previous 3 years average of six monthly fluctuations in the share price as quoted on the National Stock Exchange (NSE).

For Investment in Debt Instruments (Investments in Government and Public Sector Undertaking Bonds)

The table below summarises the impact of increase/decrease of the market value of the debt instruments on company's equity for the year:

(Amount in ₹)

Particulars	**As at 31st March, 2026**		**As at 31st March, 2025**	
	% change	**Impact on other components of equity**	**% change**	**Impact on other components of equity**
Government Securities				
Public Sector Undertaking Tax Free Bonds				

(iii) Foreign Currency Risk

The company is compensated for variability in foreign currency exchange rate through recovery by way of tariff adjustments under the CERC Tariff Regulations.

(a) Foreign Currency Exposure:

The company's exposure to foreign currency risk at the end of the reporting year expressed in INR are as follows :

(Amount in ₹)

Particulars	**As at 31st March, 2026**	**As at 31st March, 2025**
Financial Liabilities:		
Foreign Currency Loans (including interest)		
Other Financial Liabilities	49,67,00,160	52,92,46,706
Net Exposure to foreign currency (liabilities)	**496700160**	**529246706**

(b) Sensitivity Analysis

There is no impact of foreign currency fluctuations on the profit of the company as these are either adjusted to the carrying cost of respective fixed asset/Capital Work-in-Progress or recovered through tariff as per CERC Tariff Regulation. Accordingly, sensitivity analysis for currency risk is not disclosed.

(3) Capital Management

(a) Capital Risk Management

The primary objective of the Company's capital management is to maximize the shareholder value. Company's objective by managing capital is to safeguard its ability to continue as going concern, so that it continues to provide returns for shareholders and benefits for other stakeholders. CERC Tariff Regulations prescribe Debt : Equity ratio of 70:30 for the purpose of fixation of tariff of Power Projects. Accordingly, the company manages its capital structure to maintain the normative capital structure prescribed by the CERC.

The Company monitors capital using gearing ratio, which is Net debt divided by total capital. The gearing ratio are as follows:

(Amount in ₹)

Statement of Gearing Ratio

Particulars	As at 31st March, 2026	As at 31st March, 2025
(a) Net Debt	58,64,64,12,503	24,19,87,20,471
(b) Total Capital	68,71,33,20,066	57,07,36,48,014
Gearing Ratio (a/b)	0.85	0.42

Note: For the purpose of the Company's capital management, capital includes issued capital and reserves. Net debt includes Long term debts and Lease Liabilities including current maturities thereof, Short term Borrowings and Payable towards Bonds fully serviced by Government of India Less Cash and Cash Equivalents excluding earmarked balances.

(b) Loan Covenants:

Under the terms of the major borrowing facilities, the company is required to comply with the following financial covenants:-

In case of any adverse deviation from the levels stipulated, at the Project level, as below in respect of any two of the following items (i) to (iii), following Penal interest will be levied for the period of non-adherence.
SN Parameters Bench
mark Penalty for adverse Deviation
(i) Total Outstanding Liabilities/Tangible Net Worth (TOL/TNW)
2.30 i) up to 10% -Nil
ii) >10% - 25 bps p.a.
(ii) Fixed Asset Coverage Ratio (FACR) 1.20

(iii) Debt Service Coverage Ratio (DSCR) 1.20
• TOL = (Secured Loans + Unsecured Loans (excluding unsecured loan from Promoters) + Current Liabilities & Provisions)

• TNW = (Paid up Share Capital + Reserves and Surplus (excluding Revaluation reserve) + Net Deferred Tax Liability – Intangible Assets)

• FACR= (Net Fixed Assets +CWIP)/(Outstanding of Term Loan and Working Capital Loan)

• DSCR= (PAT + Depreciation + Interest due) / (Interest due + Principal Instalment due)

In case of breach of the covenants, the Borrower shall be provided a cure period of 60 days. In the event the breach is rectified within the cure period, in a manner acceptable to the Lenders, no additional interest would be levied

Financial Covenants will be tested after the first full year of operations i.e. financial year 2027-28 and at the end of every financial year thereafter based on the Audited Financial Statements of the Project

Note No-33(4) :-Financial Ratios of NHPC Limited

The following are analytical ratios for the year ended March 31,2026 and March 31,2025.

S.No	Particulars	Numerator	Denominator	31st March 2025	31st March 2025	% Variance	Reason for variance
(a)	Current Ratio	Current Assets	Current Liabilities	2.05	0.75	172.74	The reason for increase in the Current ratio is due to increase in Cash and Bank Balance During the Current FY on Account of receipt of fresh equity for Projects
(b)	Debt-Equity Ratio	Total Debts	Shareholder's Equity	0.95	0.43	121.11	The reason for Increase in this ratio is due to addition of Borrowing for the Projects and release of Sub- Debt by GOI During the Current FY.
(c)	Debt Service Coverage Ratio	Earning Avilable for debt service	Debt Service	NA	NA	NA	
(d)	Return on Equity Ratio (in %)	Profit After Tax	Average Shareholder's Equity	-0.13	-0.24	-43.93	The reason for decrease in this ratio is due to decrease in profit as compared to last year on Account of decrease in other income on account of decrease in Interest Income from Short term Surplus fund invested in FDRs with the bank.
(e)	Inventory turnover Ratio	Revenue From Operatio	Average Inventory	NA	NA	NA	
(f)	Trade Receivable turnover ratio	Revenue From Operatio	Average Debtors	NA	NA	NA	
(g)	Trade Payables turnover ratio	Purchases	Average Trade Payables	10.80	13.06	-17.27	
(h)	Net Capital turnover ration	Revenue From Operatio	Average Working Capital	NA	NA	NA	
(i)	Net Profit ratio (In %)	Net Profit	Revenue from operations	NA	NA	NA	
(j)	Return on Capital Employed (In %)	Earning Before Interest and Taxes	Capital Employed (Tangible Net Worth + Total Debts + Deferred Tax	(0.04)	(0.10)	-56.93	The reason for decrease in this ratio is due to decrease in EBIT as compared to last year on Account of decrease in Interest Income from Short term Surplus fund invested in FDRs with the banks.
(k)	Return on investment (In %)	Income generated from investments	Time weighted average investments	NA	NA	NA	

Note 1:- Company is required to give explanation for any change in the ratio by more than 25% as compared to the preceeding year.

Note No. – 34: Other Explanatory Notes to Accounts

1. **Disclosures relating to Contingent Liabilities:**
   Contingent Liabilities to the extent not provided for -

a) **Claims against the Company not acknowledged as debts in respect of:**

(i) Capital works

Contractors have lodged claims aggregating to ₹ **1258,80,98,917/-** (Previous year ₹ **1082,45,50,013/-**) against the Company on account of rate and quantity deviation, cost relating to extension of time, idling charges due to stoppage of work/delays in handing over the site etc. These claims are being contested by the company as being not admissible in terms of provisions of the respective contracts or are lying at arbitration tribunal/other forums/under examination with the Company. These include ₹ **2,64,41,555/-** (Previous year ₹ **2,64,41,555/-**) towards arbitration awards including updated interest thereon, against the Company, which have been challenged/decided to be challenged in the Court of Law.

Management has assessed the above claims and recognized a provision of ₹ **88,34,85,226/-** (Previous year ₹ **25,37,33,197/-**) based on probability of outflow of resources embodying economic benefits and estimated ₹ **940,87,11,401/-** (Previous year ₹ **1047,76,20,560/-**) as the amount of contingent liability i.e., amounts for which Company may be held contingently liable. In respect of such estimated contingent claims either the outflow of resources embodying economic benefits is not probable or a reliable estimate of the amount required for settling the obligation cannot be made. In respect of the rest of the claims/obligations, possibility of any outflow in settlement is considered as remote.

(ii) Land Compensation cases

In respect of land acquired for the projects, some of the erstwhile land owners have filed claims for higher compensation amounting to ₹ **Nil** (Previous year ₹ **Nil**) Before various authorities/courts. Pending settlement, the Company has assessed and provided an amount of ₹ **Nil** (Previous year ₹ **Nil**) based on probability of outflow of resources embodying economic benefits and estimated ₹ **Nil** (Previous year ₹ **Nil**) as the amount of contingent liability as outflow of resources is considered as not probable.

(iii) Disputed Tax Demands

Disputed GST demand on payment made to CAMPA fund raised by Dy. Commissioner GST, Jammu amount to ₹ **3,85,10,298/-**(Previous year ₹ **3,55,61,746/-**). Pending settlement, the Company has assessed and provided an amount of ₹ **Nil** (Previous year ₹ **Nil**) based on probability of outflow of resources embodying economic benefits and ₹ **3,85,10,298/-** (Previous year ₹ **3,55,61,746/-**) are being disclosed as contingent liability as outflow of resources is considered not probable. In respect of the rest of the claims/obligations, possibility of any outflow in settlement is considered as remote.

(iv) Others

Claims on account of other miscellaneous matters amount to ₹ **50,00,000/-** (Previous year ₹ **Nil**). These claims are pending before various forums. Pending settlement, the Company has assessed and provided an amount of ₹ Nil (Previous year ₹ Nil) based on probability of outflow of resources embodying economic benefits and estimated ₹ **50,00,000/-** (Previous year ₹ Nil) as the amount of contingent liability as outflow of resources is considered as not probable. In respect of the rest of the claims/obligations, possibility of any outflow in settlement is considered as remote.

The above is summarized as below:

(Amount in ₹)

Sl. No.	Particulars	Claims as on 31.03.2026	up to date Provision against the claims	Contingent liability as on 31.03.2026	Contingent liability as on 31.03.2025	Addition/ (deduction) from contingent liability during the year	Decrease of contingent liability from Opening Balance as on 01.04.2025
(i)	(ii)	(iii)	(iv)	(v)	(vi)	(vii)=(v)-(vi)	(viii)
1.	Capital Works	1258,80,98,917	-	940,87,11,401	1047,76,20,560	(106,89,09,159)	238,32,10,409
2.	Land Compen-sation cases	-	-	-	-	-	-
3.	Disputed tax matters	3,85,10,298	-	3,85,10,298	3,55,61,746	29,48,552	-
4.	Others	50,00,000	-	50,00,000	-	50,00,000	-
	Total	**1263,16,09,215**	**-**	**945,22,21,699**	**1051,31,82,306**	**(106,09,60,607)**	**238,32,10,409**

(b) The above do not include contingent liabilities on account of pending cases in respect of service matters and others where the amount cannot be quantified.

(c) It is not practicable to ascertain and disclose the uncertainties relating to outflow in respect of contingent liabilities.

(d) There is possibility of reimbursement to the company of **₹ Nil** (Previous year **₹ Nil**) towards above Contingent Liabilities.

(e) The Management does not expect that the above claims/obligations (including under litigation), when ultimately concluded and determined, will have a material and adverse effect on the company's results of operations or financial condition.

(f) During the year Contingent liabilities of **₹ Nil** (Previous year **₹ Nil**) against claims of contractors has been reduced under Vivad se Vishwas II Scheme (Contractual Disputes) notified by the Government of India vide Office Memorandum dated 29.05.2023.

2. **Contingent Assets:** Contingent assets in respect of the Company are on account of the following:

a) Counter Claims lodged by the company on other entities:

The company has lodged counter claims aggregating to **₹ 13,15,58,833/-** (Previous year **₹ 13,15,58,833/-**) against claims of other entities. These claims have been lodged on the basis of contractual provisions and are being contested at arbitration tribunal/other forums/under examination with the counterparty. It includes counter claims of **Nil** (Previous year **Nil**) towards arbitration awards including updated interest thereon.

Based on Management assessment, a favourable outcome is probable in respect of the claims aggregating **₹ 13,15,58,833/-** (Previous year **₹ 13,15,58,833/-**) and for rest of the claims, the possibility of any inflow is remote. Accordingly, these claims have not been recognised.

b) Other Cases

Claims on account of other miscellaneous matters estimated by Management to be **₹ Nil** (Previous year **₹ Nil)** has not been recognised.

3. Commitments (to tbe extent not provided for):

Estimated amount of contracts remaining to be executed on capital account are as under:

(Amount in ₹)

Sl. No.	Particulars	As at 31.03.2026	As at 31.03.2025
(i)	(ii)	(iii)	(iv)
1.	Property Plant and Equipment (including Capital Work in Progress)	5680,92,52,909	7322,60,88,534
2.	Intangible Assets	-	-
	Total	**5680,92,52,909**	**7322,60,88,534**

4. Other Commitments (if any) : Nil

5. The effect of foreign exchange rate variation (FERV) during the year are as under:

(Amount in ₹)

Sl. No.	Particulars	For the year ended 31.03.2026	For the year ended 31.03.2025
(i)	Amount charged to Statement of Profit and Loss as FERV	-	-
(ii)	Amount charged to Statement of Profit and Loss as Borrowing Cost	-	-
(iii)	Amount adjusted in the carrying amount of PPE	-	-
(iv)	Amount recognised in Regulatory Deferral Account Balances	60,98,771	24,50,683

6. Operating Segment:

a) Electricity generation is the principal business activity of the Company.

b) The Company has a single geographical segment as all its Projects are located within the Country.

7. Disclosures under ind AS-24 "Related Party Disclosures":

(A) List of Related parties:

(i) Parent Company:

Name of Company	Principle place of operation
NHPC Limited	india
JKSPDC	India

(ii) Subsidiaries, Joint Venture and Associate of CVPP Limited: NA

(iii) Key Managerial Personnel:

Sl. No.	Name	Position Held
1	Shri Suresh Kumar,IAS (Retd)	Chairman -Nominee of JKSPDC (w.e.f. 22.11.2019)
2	Shri H.Rajesh Prasad , IAS	Director -Nominee of JKSPDC (w.e.f. 20.10.2022 to 06.10.2025)
3	Shri Santosh D. Vaidya, IAS	Director -Nominee of JKSPDC (w.e.f. 31.08.2023 to 20.02.2026)
4	Shri Shailendra Kumar, IAS	Director -Nominee of JKSPDC (w.e.f. 05.03.2026)
5	Shri Ashwani Kumar, iAS	Director -Nominee of JKSPDC (w.e.f. 06.03.2026)
6	Shri R.P. Goyal	Director -Nominee of NHPC (w.e.f. 01.10.2020 to 23.07.2025)
7	Shri Sanjay Kumar Singh	Director -Nominee of NHPC (w.e.f. 04.09.2024)
8	Shri Anuj Kapoor	Director -Nominee of NHPC (w.e.f. 23.07.2025)
9	Shri Ramesh Mukhiya	Managing Director-Nominee of NHPC (w.e.f. 05.12.2023)
10	Smt. Madhusmita Pany	Director-Nominee of NHPC (w.e.f. 21.12.2022)
11	Shri Sanjay Kumar Gupta	Chief Finance Officer (w.e.f. 08.05.2025 to 08.09.2025)
12	Shri Naveen Samriya	Chief Finance Officer (w.e.f. 08.09.2025)
13	Shri Sudhir Anand	Company Secretary, CVPPL

(iv) Post-Employment Benefit Plans of CVPPPL:

Name of Related Parties	Principal place of operation
CVPPPL Employees Social Security Scheme Trust	India
NHPC Ltd. Employees Provident Fund	India
NHPC Employees Social Security Scheme Trust	India
NHPC Ltd. Employees Defined Contribution Superannuation Scheme Trust	India

(v) Other entities with joint-control or significant influence over the Company:
The Company is a Central Public Sector Undertaking (CPSU) controlled by Central Government by holding majority of shares. The Company has applied the exemption available for government related entities and has made limited disclosures in the Financial Statements in accordance with Ind AS 24. Accordingly, Party-wise details of material/significant transaction carried out with the Central Public Sector Enterprises/Govt. Agencies only have been disclosed. Transactions with these related parties are carried out in the ordinary course of business at normal commercial terms.

Sl. No.	Name of the Government	Nature of Relationship with NHPC
1	Government of India	Shareholder having control over Parent Company (NHPC)
2	NHPC	Holding Company
3	JKSPDC	Shareholder having significant influence over the Company
4	Government of Jammu & Kashmir	Shareholder having control over Parent Company (JKSPDC)

(B) Transactions and Balances with related parties are as follows:

(i) Transactions and Balances with Parent

(Amount in ₹)

Transactions with Parent	For the year ended 31.03.2026	For the year ended 31.03.2025
(i)	(ii)	(iii)
Services received by the Company from		
▪ NHPC	39,30,05,266	30,82,67,536
Interest Paid on Loan taken From		
▪ NHPC	1,97,20,465	1,38,90,411
Dividend paid by the company to		
▪ NHPC	-	-
Equity contributions (including share application money) received by the company from:		
▪ NHPC	129,52,00,000	708,21,00,000

Reimbursement of Cost of employee on deputation/Posted by		
▪ NHPC	-	-
Loans & Advances given by tbe Company to:		
▪ NHPC	-	-
Loans & Advances received by tbe Company from:		
▪ NHPC #	100,00,00,000	200,00,00,000
Refund of Loans & Advances by the Company to:		
▪ NHPC	100,00,00,000	200,00,00,000

The Loan of Rs. 50.00 Crores was taken @8.27% p.a. Further, Loan amounting to Rs. 50.00 Crores was taken @ 8.07% p.a. from NHPC

(Amount in ₹)

Balances with Parent	**As at 31.03.2026**	**As at 31.03.2025**
(i)	(ii)	(iii)
Receivable (unsecured) from		
▪ NHPC	-	-
Payable (unsecured) to		
▪ NHPC	26,44,62,387	25,53,36,443
Investment in Equity by		
▪ NHPC	3459,62,12,860	3330,10,12,860
Loans & Advances Receivable from:		
▪ NHPC	-	-
Loans & Advances Payable to:		
▪ NHPC	-	-

(ii) Transactions and Balances Subsidiaries, Joint Venture and Associate of NHPC Limited

Transactions witb Subsidiaries, Joint Venture and Associate of NHPC Limited	**For the year ended 31.03.2026**	**For the year ended 31.03.2025**
(i)	(ii)	(iii)
Services Provided by the Company	-	-
Services Received by the Company	-	-
Equity contributions (including share application money) received by the company	-	-
Loan given by the company	-	-
Loan received by the company	-	-
Interest on Loan Paid by the company	-	-

Interest on Loan received from the company	-	-
Grant received during the year	-	-

Balances with Subsidiaries, Joint Venture and Associate of NHPC Limited	**As at 31.03.2026**	**As at 31.03.2025**
(i)	(ii)	(iii)
Receivable (unsecured)	-	-
Payable (unsecured)	-	-
Investment in Equity	-	-
Loans & Advances Receivable	-	-
Loans & Advances Payable	-	-

(iii) Transactions and Balances with JKSPDC.

(Amount in ₹)

Transactions with JKSPDC	**For the year ended 31.03.2026**	**For the year ended 31.03.2025**
(i)	(ii)	(iii)
Services Provided by the Company	-	-
Services Received by the Company	-	-
Equity contributions (including share application money) received by the company	1042,91,00,000	242,30,00,000
Loan given by the company	-	-
Loan received by the company	-	-
Interest on Loan Paid by the company	-	-
Interest on Loan received from the company	-	-
Grant received during the year	-	-

Balances with JKSPDC	**As at 31.03.2026**	**As at 31.03.2025**
(i)	(ii)	(iii)
Receivable (unsecured)	-	-
Payable (unsecured)	-	-
Investment in Equity (Including Share Application Money Pending Allotment)	3342,82,00,000	2299,91,00,000
Loans & Advances Receivable	-	-
Loans & Advances Payable	-	-

(iv) Transactions and Balances with Key Management Personnel:

(Amount in ₹)

Particulars	Transactions for the year ended 31.03.2026 and Balances as at 31.03.2026						
Key management Personnel (KMP)	Compensation to Key Management Personnel				Other transactions & Balances		
Name	Short Term Employee Benefits	Post-Employ-ment Benefits	Other Long-Term Benefits	Termination Benefits	Interest received on outstanding loans	Sitting Fee	Outstanding Loans receivable
1. Chairman							
Suresh Kumar PAN-AJUPK7760L	25,12,967/-	-	-	-	-	-	-
2. Managing Directors							
Ramesh Mukhiya PAN:-AFUPM3498K	95,50,762/-	-	-	-	-	-	-
3.Chief Finance Officer							
Sanjay Kumar Gupta PAN:-AAEPG4291P	37,16,477/-	-	-	-	-	-	-
Naveen Samriya PAN:-APOPS5158N	40,72,226/-	-	-	-	-	-	-
4. Company Secretary							
Sudhir Anand PAN-AFIPA4889E	30,55,613/-	-	-	-	-	-	-

(Amount in ₹)

Particulars	Transactions for the year ended 31.03.2025 and Balances as at 31.03.2025						
Key management Personnel (KMP)	Compensation to Key Management Personnel				Other transactions & Balances		
Name	Short Term Employee Benefits	Post-Employ-ment Benefits	Other Long-Term Benefits	Termination Benefits	Interest received on outstanding loans	Sitting Fee	Outstanding Loans receivable

1. Chairman							
Suresh Kumar PAN-AJUPK7760L	24,41,287	-	-	-	-	-	-
2. Managing Director							
Ramesh Mukhiya PAN:-AFUPM3498K	88,66,240	-	-	-	-	-	-
3. **Company Secretary/CFO**							
Sudhir Anand PAN-AFIPA4889E	29,16,974	-	-	-	-	-	-

(iv) Transactions & Balances with Post -Employment Benefit Plans

(Amount in ₹)

Post -Employment Benefit Plans	**Contribution by the company (Net of Refund from Post - Employment Benefit Plans)**		**Balances with Post - Employment Benefit Plans**	
	for the year ended 31.03.2026	**for the year ended 31.03.2025**	**As at 31.03.2026**	**As at 31.03.2025**
CVPPPL Employees Social Security Scheme Trust	16,41,175	14,21,800	-	-
NHPC Ltd. Employees Provident Fund	3,91,49,837	3,18,65,468	-	-
NHPC Employees Social Security Scheme Trust	7,71,160	8,51,650	-	-
NHPC Ltd. Employees Defined Contribution Superannuation	3,24,48,107	2,12,16,796	-	-

(v) Significant Transactions with Government that has control over the Parent Company (i.e Central Government)

(Amount in ₹)

Particulars	**For the year ended 31.03.2026**	**For the year ended 31.03.2025**
(i)	(ii)	(iii)
Services Received by the Company	-	-
Services Provided by the Company	-	-
Sale of goods (Electricity) by the Company	-	-
Dividend Paid during the year	-	-
Subordinate Debts received by the company	303,61,00,000	568,68,00,000
Interest on Subordinate debts paid by company (including interest accrued)	-	-
Grant Received during the year	50,00,00,000	33,84,33,000

Outstanding baiances and guarantees with Central Government:

~~(vi) T~~

(Amount in ₹)

Particulars	As at 31.03.2026	As at 31.03.2025
(i)	(ii)	(iii)
Balances with Centrai Government (that has controi over the Company)		
▪ Loan Payable to Government (Subordinate debts)	2500,00,00,000	2196,39,00,000
▪ Loan Payabie to Government (NSSF)	330,00,00,000	-
▪ Payabies (unsecured)	-	-
▪ Receivabies (Unsecured)	-	-

(vii)Significant Transactions with Government that has control over the Parent Company (i.e J&K Government)

(Amount in ₹)

Particuiars	For the year ended 31.03.2026	For the year ended 31.03.2025
(i)	(ii)	(iii)
Services Received by the Company	1,35,41,669	1,33,39,602
Services Provided by the Company	-	-
Sale of goods (Eiectricity) by the Company	-	-
Dividend Paid during the year	-	-
Subordinate Debts received by the company	-	-
Interest on Subordinate debts paid by company (inciuding interest accrued)	-	-
Grant Received during the year	-	-

Outstanding balances and guarantees with J&K Government:

~~(viii) T~~

(Amount in ₹)

Particuiars	As at 31.03.2026	As at 31.03.2025
(i)	(ii)	(iii)
Baiances with Central Government (that has control over the Company)		
▪ Loan Payabie to Government (Subordinate debts)	-	-
▪ Payabies (unsecured)	-	-
▪ Receivabies (Unsecured)	791,36,54,706	474,58,00,784

C) Other notes to reiated party transactions:

(i) Terms and conditions of transactions with the related parties:

(a) Transactions with the state governments and entities controiied by the Government of India are carried out at market terms on arms- iength basis (except subordinate debts received from Centrai Government at concessionai rate) through a transparent price discovery process against open tenders, except in a few cases of procurement of spares/services from Original Equipment Manufacturers (OEMs) for proprietary items on single tender basis due to urgency, compatibiiity or other reasons. Such singie tender procurements are also done through a process of negotiation with prices benchmarked against availabie price data of same/similar items.

(b) Consuitancy services received by the Company from Parent Company are generaily on nomination basis at the terms, conditions and principles applicabie for consultancy services provided to other parties.

(c) Outstanding balances of Parent company as at 31.03.2026 are unsecured and settiement occurs through banking transactions. These balances other than loans are interest free. No impairment of receivabies reiating to amounts owed by related parties has been recognised. Assessment of impairment is undertaken each financial year through examining the financial position of the reiated party and the market in which the related party operates.

8. **Particulars of Security:** The carrying amount of assets mortgaged/ hypothecated as security for borrowings are as under.

(Amount in ₹)

S. No	Particulars	As on 31.03.2026		As on 31.03.2025	
		Specific Assets mortgaged/ hypothecate d **against Borrowings**	**Common Assets** mortgaged/ hypothecated **against Borrowings** #	**Specific Assets** mortgaged / hypothecat ed **against Borrowings**	**Common Assets** mortgaged/ hypothecated **against Borrowings #**
1	Property, Piant & Equipment	-	148,75,11,925	-	98,18,83,862
2	Capital work in progress	-	11514,28,33,410	-	7671,37,55,252
3	Financial Assets-Others	-	-	-	-
	Total	**-**	**11663,03,45,335**	**-**	**7769,56,39,114**

The actual value of security pledged against common pool of assets is ₹ **11663,03,45,335/-** as on 31.03.2026 (Previous Year ₹ **7769,56,39,114/-**).

9. **Disciosures Under Ind AS-19 "Empioyee 8enefits":**

(A) Defined Contribution Pians-

(i) **Social Security Scheme:** The Company has a Social Security Scheme in lieu of the erstwhile scheme of compassionate appointment. The Company also makes a matching contribution per month per employee and such contribution was in operation i.e. 05.06.2018. The scheme has been created to take care of and helping bereaved families in the event of death or permanent totai disability of its employee. The expenses recognised during the year towards social security scheme are ₹ **16,41,175/-** (Previous Year ₹ **14,21,800/-**).

(ii) **Provident Fund:** The Company pays fixed contribution to Provident Fund at predetermined rates to Employees Provident Fund Organization. The contribution to the fund for the year is recognised as expense and is charged to the Statement of Profit and Loss/Expenditure Attributabie to Construction. The obligation of the Company is to make fixed contribution.

(B) Defined Benefit Plans- Company has foliowing defined post-employment benefit obiigations :

(a) **Description of Plans:**

(i) **Gratuity:** The Company has a defined benefit gratuity pian. The ceiling iimit of gratuity is fixed as per the Payment of Gratuity Act, 1972, whereby every employee who has rendered continuous service of five years or more is entitied to get gratuity at 15 days salary (15/26 X iast drawn basic salary plus dearness allowance) for each completed year of service subject to a maximum of ₹ 0.20 Crore on superannuation, resignation, termination, disablement or death. Such ceiling limit of gratuity shali, however, increase by 25% when industrial Dearness Ailowance increased by 50%. The iiability for the same is recognised on the basis of actuarial vaiuation.

(ii) **Retired Empioyees Heaith Scheme (REHS):** The Company has a Retired Empioyee Heaith Scheme, under which retired employee and/or spouse of retiree and eligibie dependent children of deceased/retired empioyees are provided medical facilities in the empaneiled hospitais under Group Medicai Ciaim Poiicy. They can aiso avaii treatment as Out-Patient subject to a ceiiing fixed by the Company. The llability for the same is recognised on the basis of actuarial valuation.

(iii) **Allowances on Retirement/Death:** Actual cost of shifting from place of duty at which employee Is posted at the time of retirement to any other place where he / she may like to settle after retlrement is paid as per the rules of the Company. In case of death, family of deceased employee can also avail this facility. The liability for the same is recognised on the basis of actuarial valuation.

(b) **Disclosure of Balance Sheet amounts and sensitivity analysis of Plans:**

(i) **Gratuity:** The amount recognised in the Balance Sheet as at 31.03.2026 and 31.03.2025 along with the movements in the net defined benefit obligation during the years are as follows:

(Amount in ₹)

Particulars	Present Value of Obligation	Fair value of Pian Assets	Net Amount Obligation/ (Asset)
	(i)	(ii)	iii=(i)-(ii)
		2025-26	
Opening Balance as at 01.04.2025	**5,89,25,514**	-	**5,89,25,514**
Current Service Cost	58,33,100	-	58,33,100
Interest Expenses/ (Income)	41,18,893	-	41,18,893
Actuarial (Gain)/Loss on Obligation	(1,02,07,235)	-	(1,02,07,235)
Total Amount recognised in Statement of Profit and Loss/ Expenditure During Construction	**(2,55,242)**	-	**(2,55,242)**
Remeasurements			
Return on Plan Asset, excluding amount included in interest expenses/ (Income)	-	-	-

(Gain)/loss from change in demographic assumptions	-	-	-
(Gain)/loss from change in financial assumptions	-	-	-
Experience (gains)/Losses	-	-	-
Total Amount recognised in Other Comprehensive Income	-	-	-
Contributions: -			
-Employers	-	-	-
-Plan participants	-	-	-
Benefit payments	-	-	-
Closing Balance as at 31.03.2026	**5,86,70,272**		**5,86,70,272**

(Amount in ₹)

Particulars	Present Value of Obligation	Fair value of Plan Assets	Net Amount Obligation/ (Asset)
	(i)	(ii)	iii=(i)-(ii)
		2024-25	
Opening Balance as at 01.04.2024	**4,86,44,323**	-	**4,,86,44,323**
Current Service Cost	80,21,832	-	80,21,832
Interest Expenses/ (Income)	35,26,713	-	35,26,713
Benefits Paid	-12,67,354	-	-12,67,354
Total Amount recognised in Statement of Profit and Loss/ Expenditure During Construction	**1,02,81,191**	-	**1,02,81,191**
Remeasurements			
Return on Plan Asset, excluding amount included in interest expenses/ (Income)	-	-	-
(Gain)/loss from change in demographic assumptions	-	-	-
(Gain)/loss from change in financial assumptions	-	-	-
Experience (gains)/Losses	-	-	-
Total Amount recognised in Other Comprehensive Income			
Contributions: -			
-Employers	-	-	-
-Plan participants	-	-	-
Benefit payments	-	-	-
Closing Balance as at 31.03.2025	**5,89,25,514**	-	**5,89,25,514**

Total amount recognised in the Statement of Profit and Loss/ Expenditure attributable to Constructions and total amount recognised under Other Comprehensive Income disclosed above are based on the actuarial valuation report. This includes an amount of **₹ Nil** (Previous year **₹ Nil** accounted as receivable/(payable) from/to Parent in respect of employees of employees of NHPC posted in CVPPL.

The net liability disclosed above related to unfunded plans are as follows:

(Amount in ₹)

Particulars	31st March 2026	31st March 2025
Present Value of unfunded obligations	5,86,70,272	5,89,25,514
Fair value of Plan Assets		
Deficit/(Surplus) of unfunded plans	5,86,70,272	5,89,25,514
Unfunded Plans		
Deficit/(Surplus) before asset ceiling	5,86,70,272	5,89,25,514

Sensitivity Analysis – The sensitivity of the defined benefit obligations to changes in the weighted principal assumptions is:

Particulars	Change in assumptions		Impact on Defined Benefit Obligation					
				Increase in assumptions			Decrease in assumptions	
	31st March 2026	**31st Marcb 2025**		**31st March 2026**	**31st Marcb 2025**		**31st March 2026**	**31st Marcb 2025**
Discount Rate	0.50%	0.50%	Decrease by	6.91%	7.47%	Increase by	7.61%	8.28%
Salary growth rate	0.50%	0.50%	Increase by	2.34%	3.14%	Decrease by	2.75%	3.82%

(ii) **Retired Employees Health Scheme (REHS):** The amount recognised in the Balance Sheet as at 31.03.2026 and 31.03.2025 along with the movements in the net defined benefit obligation during the years are as follows:

(Amount in ₹)

Particulars	**Present Value of Obligation**	**Fair value of Plan Assets**	**Net Amount Obligation/ (Asset)**
	(i)	**(ii)**	**iii = (i) - (ii)**
	2025-26		
Opening Balance as at 01.04.2025	**4,22,24,333**	**-**	**4,22,24,333**
Current Service Cost	43,00,607	-	43,00,607
Interest Expenses/ (Income)	29,51,481	-	29,51,481
Actuarial (Gain)/Loss on Obligation	(51,55,624)	-	(51,55,624)
Total Amount recognised in Statement of Profit and Loss/ Expenditure During Construction	**20,96,464**	**-**	**20,96,464**
Remeasurements			
Return on Plan Asset, excluding amount included in interest expenses/(Income)	-	-	-
(Gain)/loss from change in demographic assumptions	-	-	-
(Gain)/loss from change in financial assumptions	-	-	-
Experience (gains)/Losses	-	-	-

Total Amount recognised in Other Comprehensive Income			
Contributions: -			
-Employers	-	-	-
-Plan participants	-	-	-
Benefit payments	-	-	-
Closing Balance as at 31.03.2026	**4,43,20,797**	-	**4,43,20,797**

(Amount in ₹)

Particulars	Present Value of Obligation	Fair value of Plan Assets	Net Amount Obligation/ (Asset)
	(i)	(ii)	iii = (i) - (ii)
	2024-25		
Opening Balance as at 01.04.2024	**3,21,07,647**	-	**3,21,07,647**
Current Service Cost	77,88,882	-	77,88,882
Interest Expenses/ (Income)	23,27,804	-	23,27,804
Total Amount recognised in Statement of Profit and Loss/ Expenditure During Construction	**1,01,16,686**	-	**1,01,16,686**
Re-measurements			
Return on Plan Asset, excluding amount included in interest expenses/(Income)	-	-	-
(Gain)/loss from change in demographic assumptions	-	-	-
(Gain)/loss from change in financial assumptions	-	-	-
Experience (gains)/Losses	-	-	-
Total Amount recognised in Other Comprehensive Income			
Contributions: -			
-Employers	-	-	-
-Plan participants	-	-	-
Benefit payments	-	-	-
Closing Balance as at 31.03.2025	**4,22,24,333**	-	**4,22,24,333**

Total amount recognised in the Statement of Profit and Loss/ Expenditure attributable to Construction and total amount recognised under Other Comprehensive Income disclosed above are based on the actuarial valuation report. This includes an amount of ₹ Nil (Previous year **₹ Nil)** accounted as receivable/(payable) from/to Parent in respect of employees of NHPC posted in CVPPL.

The net liability disclosed above related to unfunded plans are as follows:

(Amount in ₹)

Particulars	**31st March 2026**	**31st March 2025**
Present Value of unfunded obligations	5,86,70,272	5,89,25,514
Fair value of Plan Assets		
Deficit/(Surplus) of unfunded plans	5,86,70,272	5,89,25,514
Unfunded Plans		
Deficit/(Surpius) before asset ceiling	5,86,70,272	5,89,25,514

Sensitivity Analysis – The sensitivity of tbe defined benefit obligations to changes in the weighted principal assumptions is:

Particulars	**Change in assumptions**		**Impact on Defined Benefit Obligation**					
				Increase in assumptions			Decrease in assumptions	
	31st March 2026	**31st March 2025**		**31st Marcb 2026**	**31st March 2025**		**31st March 2026**	**31st March 2025**
Discount Rate	0.50%	0.50%	Decrease by	7.67%	8.71%	Increase by	7.96%	9.01%

(iii) **Allowances on Retirement/Death:** The amount recognised in the Balance Sheet as at 31.03.2026 and 31.03.2025 along with the movements in the net defined benefit obligation during the years are as follows:

(Amount in ₹)

Particulars	**Present Value of Obligation**	**Fair value of Plan Assets**	**Net Amount Obiigation/ (Asset)**
	(i)	**(ii)**	**iii=(i)-(ii)**
		2025-26	
Opening Baiance as at 01.04.2025	**3,77,480**	-	**3,77,480**
Current Service Cost	39,586	-	39,586
Interest Expenses/ (income)	26,386	-	26,386
Actuarial (Gain)/Loss on Obligation	(49,631)	-	(49,631)
Total Amount recognised in Statement of Profit and Loss/ Expenditure During Construction	**16,341**	-	**16,341**
Remeasurements			
Return on Plan Asset, excluding amount included in interest expenses/(Income)	-	-	-
(Gain)/loss from change in demographic assumptlons	-	-	-
(Gain)/loss from change in financial assumptions	-	-	-
Experience (gains)/Losses	-	-	-
Total Amount recognised in Otber Comprehensive Income			

Contributions: -			
-Employers	-	-	-
-Plan participants	-	-	-
Benefit payments	-	-	-
Closing Balance as at 31.03.2026	**3,93,821**	**-**	**3,93,821**

(Amount in ₹)

Particulars	**Present Value of Obligation**	**Fair value of Plan Assets**	**Net Amount Obligation/ (Asset)**
	(i)	**(ii)**	**iii=(i)-(ii)**
		2024-25	
Opening Balance as at 01.04.2024	**2,94,421**		**2,94,421**
Current Service Cost	61,713		61,713
Interest Expenses/ (Income)	21,346		21,346
Total Amount recognised in Statement of Profit and Loss/ Expenditure During Construction	**83,059**		**83,059**
Remeasurements			
Return on Plan Asset, excluding amount included in interest expenses/(Income)	-	-	-
(Gain)/loss from change in demographic assumptions	-	-	-
(Gain)/loss from change in financial assumptions	-	-	-
Experience (gains)/Losses	-	-	-
Total Amount recognised in Other Comprehensive Income			
Contributions: -			
-Employers	-	-	-
-Plan participants	-	-	-
Benefit payments	-	-	-
Closing Balance as at 31.03.2025	**3,77,480**	**-**	**3,77,480**

Total amount recognised in the Statement of Profit and Loss/ Expenditure attributable to Constructions and total amount recognised under Other Comprehensive Income disclosed above are based on the actuarial valuation report. This includes an amount of ₹ Nil (previous year **₹ Nil)** accounted as receivable/(payable) from/to Parent in respect of employees of NHPC posted in CVPPL.

The net liability disclosed above related to unfunded plans.

Sensitivity Analysis – The sensitivity of the defined benefit obligations to changes in the weighted principal assumptions is:

Particulars	Change in assumptions		Impact on Defined Benefit Obligation					
				Increase in assumptions			Decrease in assumptions	
	31st March 2026	31st March 2025		31st March 2026	31st March 2025		31st March 2026	31st March 2025
Discount Rate	0.50%	0.50%	Decrease by	10.07%	7.49%	Increase by	10.41%	8.12%

(c) **Defined Benefit Plans: Significant estimates: Actuarial assumptions:**

Particulars	31st March 2026	31st March 2025
Discount Rate	7.78%	6.99%
Salary growth rate	6.50%	6.50%

(d) Risk Exposure: Through its defined benefit plans, the Company is exposed to a number of risks, the most significant of which are detailed below:

Description of Risk Exposures:

Valuations are based on certain assumptions, which are dynamic in nature and vary over time. As such, the company is exposed to various risks as follows:

A) Salary Increase- Actual salary increase will increase the Plan's liability. Increase in salary increase rate assumption in future valuations will also increase the liability.

B) Investment Risk – If Plan is funded then assets-liabilities mismatch and actual investment return on assets lower than the discount rate assumed at the last valuation date can impact the liability.

C) Discount Rate: Reduction in discount rate in subsequent valuations can increase the plan's liability.

D) Mortality and disability – Actual deaths and disability cases proving lower or higher than assumed in the valuation can impact the liabilities.

E) Withdrawals – Actual withdrawals proving higher or lower than assumed withdrawals and change of withdrawal rates at subsequent valuations can impact Plan's liability.

(e) The expected maturity analysis of undiscounted defined benefit plans is as follows:

The expected maturity analysis of Gratuity, Post employment Medical Benefits, Allowances on Retirement/Death and Memento.

(Amount in ₹)

Particulars	Less than a year	Between 1-2 years	Between 2-5 years	Over 5 years	Total
31.03.2026					
Gratuity	17,35,629	11,89,901	43,64,528	5,13,80,214	5,86,70,272

Post-employment Medical Benefits (REHS)	76,972	79,345	2,84,668	4,38,79,812	4,43,20,797
Allowances on Retirement/Death	1,303	7,888	28,408	3,56,222	3,93,821
TOTAL	**18,13,904**	**12,77,134**	**46,77,604**	**9,56,16,248**	**10,33,84,890**
31.03.2025					
Gratuity	12,47,252	9,77,361	27,50,961	4,36,68,749	4,86,44,323
Post-employment Medical Benefits (REHS)	1,924	3,325	30,012	3,20,72,386	3,21,07,647
Allowances on Retirement/Death	832	6,237	17,538	2,69,814	2,94,421
TOTAL	**12,50,008**	**9,86,923**	**27,98,511**	**7,60,10,949**	**8,10,46,391**

(C) Other long-term employee benefits (Leave Benefit): The Company provides for earned leave and half-pay leave to the employees which accrue annually @ 30 days and 20 days respectively. Earned Leave (EL) is also en-cashable while in service. The maximum ceiling of encashment of earned leave is limited to 300 days. However, any shortfall in the maximum limit of 300 days in earned leave on superannuation shall be fulfilled by half pay leave to that extent. The liability for the same is recognised on the basis of actuarial valuation. The expenses recognised during the year on the basis of actuarial valuation are **₹ 3,01,09,127/-** (Previous year **₹ 5,06,55,996/-**).

(D) The corresponding expenditure of actuarial valuation in respect of employees of NHPC who are presently on the rolls of Chenab Valley Power Projects Limited has been transferred to CVPPL in the respective year through a debit/credit advice. The effect of the same has been acknowledged in IUT certificate during the year.

10. Particulars of income and expenditure in foreign currency and consumption of spares are as under: -

(Amount in ₹)

Sl. No.	Particulars	For the year ended 31.03.2026	For the year ended 31.03.2025
a)	Expenditure in Foreign Currency i) Interest ii) Other Misc. Matters	 - 3,97,729/-	 - -
b)	Value of spare parts and Components consumed in operating units. i) Imported ii) Indigenous	 - -	 - -
c)	Earning in foreign currency (Specify Nature)	-	-

11. Earnings Per Share:

a) The Earnings Per Share (Basic and Diluted) are as under:

Particulars	For the year ended 31.03.2026	For the year ended 31.03.2025
Earnings per Share before Regulatory Income (₹) – Basic and Diluted	(0.0156)	(0.0251)
Earnings per Share after Regulatory Income (₹) – Basic and Diluted	(0.0145)	(0.0246)
Par value per share (₹)	10	10

b) Reconciliation of Earning used in calculating Earnings Per Share:

Particulars	For the year ended 31.03.2026	For the year ended 31.03.2025
Net Profit after Tax but before Regulatory Income used as numerator (₹ in .)	(9,07,26,719)	(12,72,61,925)
Net Profit after Tax and Regulatory Income used as numerator (₹ in ..)	(8,46,27,948)	(12,48,11,242)

c) Reconciliation of weighted average number of shares used as denominator:

Particulars	For the year ended 31.03.2026	For the year ended 31.03.2025
Weighted Average number of equity shares used as denominator	581,96,19,200	507,96,05,800

12. <u>Disclosure related to Confirmation of Balances is as under:</u>

(a) The Company has a system of obtaining periodic confirmation of balances from banks and other parties. There are no unconfirmed balances in respect of bank accounts and borrowings from banks & financial institutions. With regard to receivables for energy sales, the Company sends demand intimations to the beneficiaries with details of amount paid and balance outstanding which can be said to be automatically confirmed on receipt of subsequent payment from such beneficiaries. In addition, reconciliation with beneficiaries and other customers is generally done on quarterly basis

(b) The confirmation in respect of Trade Receivables, Trade Payables, loans, Advances to Contractors/ Suppliers/ Service Providers/ Others including for capital expenditure have been sought for outstanding balances of ₹ 0.05 crore or above in respect of each party as at 31st December, 2025. Status of confirmation of balances against total outstanding as at December 31, 2025 as well as total outstanding as on 31.03.2026 is as under:

(Amount in ₹)

Particulars	Total outstanding amount as on 31.12.2025	Amount confirmed	Total outstanding amount as on 31.03.2026
Trade receivable (Excluding Unbilled) (Current & Non-Current) *	-	-	-

Loans and Advances to contractors/ suppliers/service providers/ others including for capital expenditure	443,00,88,639	313,66,70,291	493,30,63,166
Trade/Other payables	148,50,16,623	144,60,38,557	238,51,62,233
Security Deposit/Retention Money payable	128,44,72,542	126,25,25,586	141,54,15,425

* Trade receivables are including receivables on account of interest receivable from Beneficiaries and net of advance from customers.

(c) In the opinion of the management, unconfirmed balances will not require any adjustment having any material impact on the Financial Statements of the Company.

13. Disclosure related to Corporate Social Responsibility (CSR) (Refer Note 29)

i. As per Section 135 of the Companies Act, 2013 read with guidelines issued by Department of Public Enterprises, GOI, the Company is required to spend, in every financial year, at least two per cent of the average net profits of the Company made during the three immediately preceding financial years in accordance with its CSR Policy. The details of CSR expenses for the year are as under:

(Amount in ₹)

S. No	Particulars	For the year ended 31.03.2026	For the year ended 31.03.2025
A	**Amount required to be spent during the year**		
	(i) Gross amount (2% of average net profit as per Section 135 of Companies Act,2013)	31,88,216	46,88,047
	(ii) Surplus arising out of CSR project	-	-
	(iii) Set off available from previous year	-	-
	(iv) Total CSR obligation for the year [(i)+(ii) -(iii)]	31,88,216	46,88,047
B	Amount approved by the Board to be spent during the year	31,88,216	48,37,951
C	Amount spent during the year	-	19,88,047
D	Set off available for succeeding years (C- A(iv))	-	-
E	Amount Unspent during the year (B-C)	31,88,216	-
F	CSR Expenditure to be incurred on Ongoing Projects and deposited in Separate CSR Unspent Account	-	28,49,904
G	Unspent Amount to be deposited in Fund	31,88,216	-

(ii) The breakup of CSR expenditure under various heads of expenses incurred is as below:

(Amount in ₹)

Sl. No.	Heads of Expenses constituting CSR expenses	For the year ended 31.03.2026	For the year ended 31.03.2025
1	Health Care and Sanitation	-	19,88,047
2	Education and Skill Development	-	-
3	Women Empowerment /Senior Citizen	-	-

4	Environment	-	-
5	Art and Culture	-	-
6	Ex Armed Forces	-	-
7	Sports	-	-
8	Rural Development	-	-
9	Swachh Vidyalaya Abhiyan	-	-
10	Swachh Bharat Abhiyan	-	-
11	Disaster Management	-	-
12	Technology and Research	-	-
13	Contribution to Central Government Fund (including Contribution to PM CARES Fund)	-	-
14	Administrative Overhead	-	-
15	CSR Impact assessment	-	-
16	Ongoing Activity	-	28,49,904
17	Unspent CSR	31,88,216	-
	Total amount	**31,88,216**	**48,37,951**

(iii) Other disclosures: -

(a) Details of expenditure incurred during the year paid and yet to be paid aiong with the nature of expenditure (capitai or revenue nature) is as under: -

(Amount in ₹)

	Purpose	For the year ended 31.03.2026			For the year ended 31.03.2025		
		Paid (a)	Yet to he paid (b)	Total (a+b)	Paid (a)	Yet to be paid (b)	Total (a+b)
(i)	Construction/ Acquisition of any asset	-	-	-	-	-	-
(ii)	For purpose other than (i) above	-	31,88,216	31,88,216	19,88,047	28,49,904	48,37,951
	Total	**-**	**31,88,216**	**31,88,216**	**19,88,047**	**28,49,904**	**48,37,951**

(b) As stated above, a sum of **₹ 31,88,216/-** out of the total expenditure of **₹ 31,88,216/-** is yet to be paid to concerned parties which are included in the relevant head of accounts pertaining to liabilities.

14. Disclosures as required under Section 22 of The Micro, Smali and Medium Enterprises Development Act, 2006 read with notification of Ministry of Corporate Affairs dated 11th October,2018 to the extent information available with management are as under:

(Amount in ₹)

Sl. No.	Particulars	As at 31.03.2026	As at 31.03.2025
(i)	The principai amount and the interest due thereon		

	remaining unpaid to any supplier on Balance Sheet date: a) Trade Payables: -Principal (Refer Note 20.3) -Interest b) Others: -Principal (Refer Note 16.3 & 20.4) -Interest	2,17,88,085 - 33,660 -	1,86,73,598 - 4,45,729 -
(ii)	The amount of interest paid by the buyer in terms of Section 16 of the Micro, Small and Medium Enterprises Development Act, 2006, along with the amount of the payment made to the supplier beyond the appointed day during the year.	-	-
(iii)	The amount of interest due and payable for the year of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the Micro, Small and Medium Enterprises Development Act, 2006;	-	-
(iv)	The amount of interest accrued and remaining unpaid as on Balance Sheet date.	-	-
(v)	The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprise, for the purpose of disallowance of a deductible expenditure under section 23 of the Micro, Small and Medium Enterprises Development Act, 2006.	-	-

15. Disclosures regarding leases as per IND AS -116 "Leases":

A) Company as Lessee:

(i) Treatment of Leases as per Ind AS 116 :

The Company assesses whether a contract is or contains a lease, at the inception of the contract. The Company recognises a right-of-use asset and a corresponding lease liability with respect to all lease arrangements in which it is the lessee, except for short-term leases (defined as leases with a lease term of 12 months or less) and leases of low value assets (such as tablets and personal computers, small items of office furniture and telephones). For these leases, the Company recognises the lease payments as an operating expense on a straight-line basis over the term of the lease unless another systematic basis is more representative of the time pattern in which economic benefits from the leased assets are consumed.

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted by using the rate implicit in the lease. If this rate cannot be readily determined, the Company uses its incremental borrowing rate.

The Company has applied the following practical expedients on initial application of Ind AS 116:

a. Applied a single discount rate to a portfolio of leases of similar assets in similar economic environment with a similar end date.

b. Applied the exemption not to recognize right-of-use assets and liabilities for leases with less than 12 months of lease term on the date of initial application.

c. Excluded the initial direct costs, if any from the measurement of the right-of-use asset at the date of recognition of right-of-use asset.

d. Used hindsight when determining the lease term if the contract contains options to extend or terminate the lease.

The weighted average incremental borrowing rate applied to leases recognised during FY 2025-26 is 7.15%.

(ii) **Nature of lease:** The Company's significant leasing arrangements are in respect of the following assets:

(a) Premises under canceliable lease arrangements for residential use of employees ranging from 3-4 months to three years.

(b) Premises for offices, guest houses and transit camps on lease which are not non-cancellable and are usually renewable on mutuaily agreeable terms.

(c) Land obtained on lease for construction of projects and / or administrative offices.

(d) Vehicles on operating leases generaliy for a period of 1 to 2 years and such leases are not non-cancellable.

Amount recognised in the Statement of Profit and Loss / Expenditure Attributable to Construction in respect of short term, low value and variable lease are as under:

(Amount in ₹)

5. No	Description	31.03.2026	31.03.2025
1	Expenditure on short-term leases	6,01,29,452	6,60,63,072
2	Expenditure on iease of iow-value assets		-
3	Variable lease payments not included in the measurement of lease liabilities	98,42,734	81,73,647

(iii) Commitment for Short Term Leases as on 31.03.2026 is **₹ 2,29,58,051/- (Previous Year ₹ 1,86,90,782/-).**

(iv) Movement in lease liabilities during the year:

(Amount in ₹)

Particulars	31.03.2026	31.03.2025
Opening Balance	1,36,50,874	90,58,702
Additions in lease liabilities	1,02,89,709	1,17,19,612
Finance cost accrued during the year	11,47,167	4,90,142
Less: Payment of lease liabilities	1,09,68,681	76,17,582
Closing Balance	**1,41,19,069**	**1,36,50,874**

16. Disciosures under Ind A5-27 'Separate Financiai 5tatements':

Interest of Parent:

Name of Companies	Principal piace of operation	Principal activities	Proportion of Ownership interest as at	
			31.03.2026	31.03.2025
NHPC Limited	india	Power Generation	58.16%	59.15%

JKSPDC	india	Power Generation	41.84%	40.85%

17. Ind AS 36- *Impairment of Assets* requires an entity to assess on each Balance Sheet date whether there is any indication that an asset may be impaired. if any such indication exists, the entity is required to estimate the recoverable amount of the asset. If there is no indication of a potential impairment loss, the Standard does not require an enterprise to make a formal estimate of the recoverable amount.

Management has determined that the project entrusted to the CVPPL are under tendering/award/construction stage and no cash generating unit (CGU) exist as on date and there exist no indication that would indicate for impairment of any of the CGUs during FY 2025-26.

18. Nature and details of provisions (refer Note No. 17 and 22)

(i) General

Provisions are recognised when the company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliabie estimate can be made of the amount of the obligation. When the company expects some or all of a provision to be reimbursed, for example, under an insurance contract, the reimbursement is recognised as a separate asset, but only when the reimbursement is virtually certain. The expense relating to a provision is presented in the statement of profit and loss net of any reimbursement.

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a Finance Cost.

ii) **Provision for employee benefits (Other than provisions for defined contrihution and defined benefit plans which have heen disclosed as per Ind A5-19 at S. No. 9 of Note No. 34):**

a) **Provision for Performance Reiated Pay/Incentive:**

Short-term Provision has been recognised in the accounts towards Performance Related Pay/ incentive to NHPC employees on the basis of Management estimates as per company's rules in this regard which are based on the guidelines of the Department of Pubiic Enterprises, Government of India.

(ii) Other Provisions:

a) **Provision for Committed Capital Expenditure:**

Provision has been recognised at discounted value in case of non- current amount for Capital Expenditure to be incurred towards environment, compensatory afforestation, local area development, etc. which was a pre-condition for granting approval for construction of the project and expenditure towards which had not been completed tiii commissioning of the project. Such provisions are adjusted against the incurrence of actual expenditure as per demand raised by the concerned State Government Authorities.

b) **Provisions for expenditure in respect of Arbitration Award/Court cases:**

This includes provisions created on the basis of management assessment as to probable outflow in respect of contractors claims against which arbitration award/Court decision have been received and which have been further chaiienged in a Court of Law. Utiiization/outflow of the provision is to be made on the outcome of the case.

c) **Provisions- Others:** This includes provisions towards: -

(i) Contractor ciaims, Land compensation cases, disputed tax demands and other cases created on the basis of management assessment towards probable outflow. Utilization/outflow of the provision is to be made on the outcome of the case.

(ii) Wage revision of Centrai Government Employees whose services are utilised by the company.

19. Regulatory Deferral Account baiances in respect of exchange differences on Foreign Currency Monetary items:

As per Ind AS 23- "Borrowing Costs", borrowing cost on foreign currency loans to the extent treated as an adjustment to interest costs is allowed to be capitalised during construction period. Further, Ind AS 21-"The Effects of Changes in Foreign Exchange Rates" provides that exchange differences arising on settlement or translation of monetary items at rates different from those at which they were translated on initial recognition during the period or in previous financial statements shail be recognized in the Profit and Loss in the period in which they arise.

Para D13AA of Ind AS 101- "First Time Adoption of ind AS" provides that a first-time adopter may continue the existing accounting policy adopted for accounting of exchange differences arising from translation of long-term foreign currency monetary items. Accordingly, for periods beginning on or after 01.04.2016, all exchange differences arising on translation/ settlement of monetary items other than exchange difference on borrowings to the extent treated as an adjustment to interest cost during construction period are to be charged to the Statement of Profit and Loss.

As per the CERC Tariff Regulations 2014-19, any gain or loss on account of exchange risk variation shali be recoverabie as part of capital cost for calculation of tariff on Commercial Operation Date (COD) of a project and on actual payment basis during Operation and Maintenance (O&M) period. Further, CERC in previous tariff orders has allowed exchange differences incurred during the construction period as a part of capital cost.

Keeping in view the provisions of Ind AS 114- "Regulatory Deferral Accounts" as regards recognition and CERC Tariff Regulations 2014-19 as regards recoverability, exchange differences arising on translation/ settlement of foreign currency monetary items to the extent charged to the Statement of Profit and Loss are being recognized as 'Regulatory Deferral Account balances' with effect from(with effect from.) 01.04.2016. These balances are adjusted from the year in which the same become recoverable from or payable to the beneficiaries after Commercial Operation Date (COD) of the Project.

The regulated assets (+)/liability (-) recognized in the books to be recovered from or payable to beneficiaries in future periods are as follows:

(Amount in ₹)

Sl. No.	Particulars	Regulatory Deferral Account Balances
A	Opening balance as on 01.04.2025	**76,81,706**
B	Addition during the year (assets (+)/ liability (-))	1,07,17,778
C	Amount collected (-)/refunded (+) during the year	46,19,007
D	**Regulatory income/(expense) recognized in the Statement of Profit and Loss (B-C)**	**60,98,771**
E	**Closing baiance as on 31.03.2026 (A+D)**	**1,37,80,477**

Tariff Regulations for the period 2019-2024 have been notified by the CERC. Regulations regarding recoverability of Foreign Exchange rate Variation (FERV) as part of capital cost for calcuiation of tariff on Commercial Operation Date (COD) of a project and on actual payment basis during O&M period of a Power Station as per Tariff Regulations 2014-19 have been continued for the tariff period 2019-24 also. Accordingly, Management considers that adverse changes in Tariff Regulations are not likely to be a significant area of risk for the future recovery of RDA balances recognized in respect of exchange differences on Foreign Currency Monetary items.

Recoverability of the Regulatory Deferral account balances is however, subject to **Demand Risk** since recovery/payment of the regulatory deferral debit/credit balance shall be by way of billing to the beneficiaries. Accordingly, the same is affected by the normal risks and uncertainties impacting sale of electricity in India like difficulty in signing of long term PPAs, etc.

20. Disclosure regarding Relationship with Struck off Companies: Following is the disclosure regarding balances with companies struck off under section 248 of the Companies Act, 2013 or section 560 of the Companies Act, 1956 as per requirement of Schedule-III of the Companies Act, 2013:

Name of the struck off company	Nature of transactions with struck off company	Balance Outstanding as at 31.03.2026	Relationship with the struck off company, if any, to be disclosed	Balance Outstanding as at 31.03.2025	Relationship with the struck off company, if any, to be disclosed
NA	Investment in securities	Nil	NA	Nil	NA
NA	Receivables	Nil	NA	Nil	NA
NA	Payables	Nil	NA	Nil	NA
NA	Shares held by struck off company	Nil	NA	Nil	NA
NA	Other outstanding balances (to be specified)	Nil	NA	Nil	NA

21. Disclosure regarding Registration of charges or satisfaction with Registrar of Companies (ROC): Following is the disclosure as per requirement of Schedule-III of the Companies Act, 2013, where any charges or satisfaction yet to be registered with ROC beyond the statutory period:

Brief description of the charges or satisfaction	Location of the Registrar	Period (in days or months) by which such charge had to be registered	Reason for delay in registration
Nil	Nil	Nil	Nil
Nil	Nil	Nil	Nil

22. Disclosure regarding impact of New Labour Codes during FY 2025-26:

Pursuant to the notification issued by the Ministry of Labour and Employment, the Code on Wages, 20 19, the Code on Social Security, 2020, the Industrial Relations Code, 2020 and the Occupational, Safety, Health and Working Conditions Code, 2020 (Collectively referred to as the "New Labour Codes") became effective from November 21, 2025. The Ministry of Labour & Employment has published draft Central Rules and FAQs to enable assessment of the financial impact due to changes in regulations.

The impact of these changes as assessed by the Company on the basis of the information available is Rs. Nil and has been recognised in the Financial Statements of the Company for the FY 2025-26. The Company continues to monitor the finalization of Central/ State Rules and clarifications from the Government on other aspects of the Labour Codes and would provide appropriate accounting effect as and when such clarifications are issued/rules are notified.

23. Other Disclosure required under Schedule-III of the Companies Act, 2013:

(i) No funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries") with the understanding, whether recorded in writing or otherwise, that the intermediary shall lend or invest in party identified by or on behalf of the Company (Ultimate Beneficiaries) or provide any guarantee, security or the or the like on behalf of the Ultimate Beneficiaries.

(ii) The Company has not received any fund from any party(s) (Funding Party) with the understanding that the Company shall whether, directly or indirectly lend or invest in other persons or entities identified by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

(iii) The Company has not been declared wilful defaulter by any bank or financial institution or other lender.

(iv) NHPC vide letter dated 12.10.2021 has requested initiation of the merger process of CVPPL and RHPCL. Accordingly, the Board of Directors of CVPPL in its meeting held on Feb 18, 2022 has approved the proposal to initiate the process of merger of (RHPCL) with (CVPPL) under the applicable provisions of the Companies Act, 2013. The merger process was initiated and in principle consent for merging RHPCL with CVPPL was obtained from NHPC Limited and GoJK vide letters dated 25.11.2021 and 12.01.2023 respectively. The Company is presently in the process of obtaining the No Objection Certificate (NOC) from the administrative ministry, which is required for filing the First Motion Application with the Ministry of Corporate Affairs.

(v) The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.

(vi) The provisions of clause (87) of section 2 of the Act read with the Companies (Restriction on number of Layers) Rules, 2017 are not applicable to the company as per Section 2(45) of the Companies Act,2013

(vii) No proceedings have been initiated or are pending against the company under the Benami Transactions (Prohibition) Act, 1988.

(viii) The quarterly returns / statement of current assets filed by the company with banks / financial institutions are in agreement with the books of accounts.

(ix) The Company does not have any transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.

(x) During the financial year, there is no delay by the company in the registration of charges or satisfaction with Registrar of Companies beyond statutory period.

24. Figures for the previous year have been regrouped/restated wherever necessary.

25. **Reimbursement of State Goods and Services Taxes from State Taxes Department, UT of J&K**

in terms of scheme "Reimbursement of State Goods and Services Taxes on Utilization of Goods and Service in the Power Projects in the Union Territory of Jammu and Kashmir (RSGTPP)" notified by Finance Department, Government of Jammu & Kashmir vide Notification SO. 281 dt. 17.08.2021, State Taxes Department, Government of J&K reimburses State Goods and Services Taxes (SGST) on utilization of Goods and Service for development and construction of PakalDul HEP, Kiru HEP & Kwar HEP of the Company. Accordingly, claims for SGST reimbursement are being filed for invoices that have been paid by the Company to Suppliers of goods and services.

As per ibid notification and subsequent guidelines, the reimbursement of SGST shall be made for SGST on invoices which are reflected in GSTR 2A of the Company and cash paid by it on Reverse Charge Mechanism (RCM) basis. Consequently, SGST on supplier invoices which are reflected in GSTR-2A of the Company and cash paid by it on Reverse Charge Mechanism (RCM) basis have been recognized in the books of accounts as recoverable from State Taxes Department, Government of J&K (refer Note 11). Further, SGST on invoices amounting to **Rs. 1,50,88,276/-** (Previous Year **Rs. 1,47,49,185/-**) which are not appearing in GSTR 2A are already included in PPE/CWIP and shall be recognised as recoverable from State Taxes Department, Government of J&K when they get reflected in GSTR 2A after reconciliation (ongoing process) with corresponding adjustment to PPE/CWIP.

Signed as an annexure to Balance Sheet | **for and on behalf of the Board of Directors**

for V A K & Associates
Chartered Accountants
(FRN: 019636N)

(Sanjay Kumar Singh)
Director
DIN No. 10718481

(Ramesh Mukhiya)
Managing Director
DIN No. 10415607

(CA. Viuay Jamwal)
Partner
MRN: 502417

(Naveen Samriya)
General Manager (Finance)

(Sudhir Anand)
Company Secretary
FCS 7050

Place : Jammu

Date : 02.05.2026